

# Weekly Derivatives Synopsis

05-Feb-24

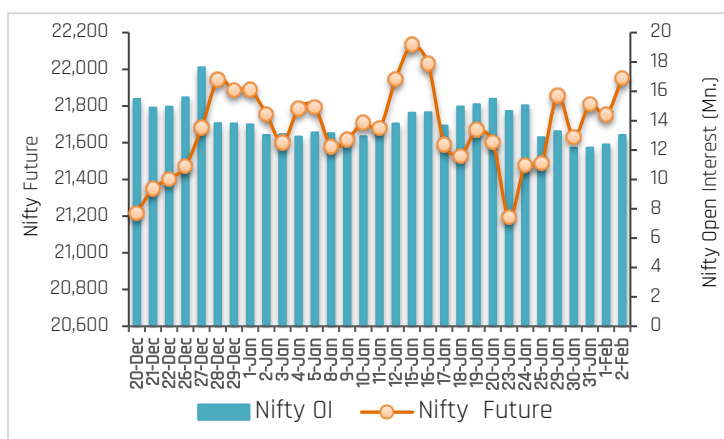


PARTICULARS	Last Closing	Previous Week	% Change
NIFTY SPOT	21854	21353	2.35
NIFTY FUTURES	21951	21489	2.15
BANKNIFTY SPOT	45971	44866	2.46
BANKNIFTY FUTURES	46237	45292	2.09
NIFTY PCR	1.02	1.04	-1.92
NIFTY PCR-VOL	0.90	0.94	-4.26
NIFTY OI(In Mn)	13.02	12.87	1.17
BANKNIFTY OI(In Mn)	3.08	3.69	-16.53
INDIA VIX	14.70	13.87	5.98
NIFTY BASIS POINTS	97.60	135.95	-28.21

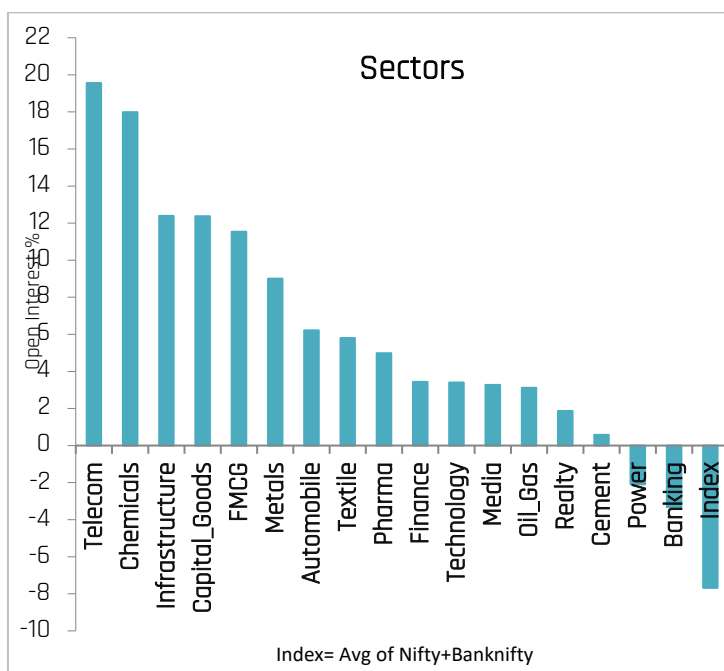
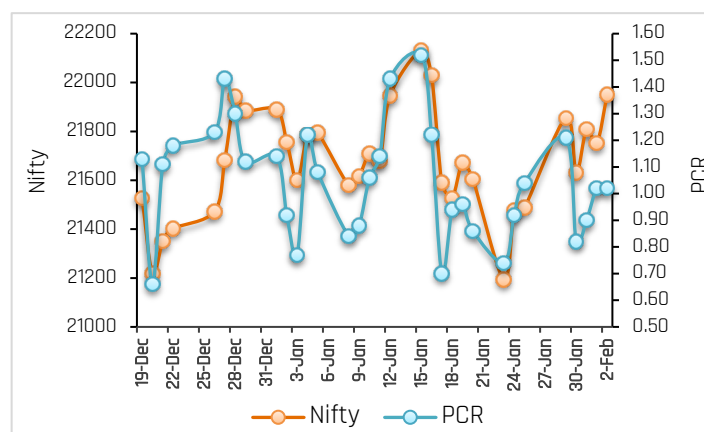
## Index Outlook

Last week, domestic benchmark index Nifty 50 registered an all-time, led by positive global cues, gain in heavy weight stocks, and the government's fiscal prudence in its budget. Finally, Nifty futures settled the week on positive note at 21951, up by 2.15% (WoW) with an addition in open interest of 1.17% (WoW) indicating neutral bias for short term. The volatility index, India VIX shoot up by 5.98% and closed at 14.70 levels. We expect volatility will remain to continue due to RBI policy and Q3FY24 earnings. Another derivatives indicator, Nifty Put-Call ratio currently stands at 1.02 (WoW) which is in natural zone. Technically, the index registered an all-time high of 22,126, which is placed close to previous resistance of 22,124, which resulted in the formation of double top pattern and a Shooting Star candle. Consequently, 22,130 is identified as the initial key resistance, followed by the psychological level of 22,500. For the short to medium term, 21,500 and 21,130 will serve as support levels, whereas 22,130 and 22,500 will act as resistance levels. Going forward, the Rupee movement against the Dollar, bond yield movement, Q3FY24 earnings, Fii's flow, RBI interest rate decisions, global cues, macroeconomic data, geopolitical worries, and crude oil price movement will dictate the trend on the bourses next week.

## Nifty OI Trend



## Nifty Fut Vs Pcr



## Sectoral Activity

- Last week, **Telecom, Chemicals, Infrastructure, Capital Goods, and FMCG** sectors saw open interest addition. Top names included **INDUSTOWER, TATACOMM, COROMANDEL, TATACHEM, INDIGO, CONCOR, ABB, LT, TATACONSUM, and BATAINDIA**.
- Power and Banking** sector witnessed open interest unwinding due to short covering in stocks.
- In the **Banking** space, **PNB, FEDERALBNK, ICICIBANK, KOTAKBANK, AXISBANK, BANDHANBNK and BANKBARODA** witnessed short covering, whereas short build-up seen in **AUBANK and CUB**.
- This week, some buying can be seen in **COLPAL, GODREJPROP, TCS, UBL, BAJAJ-AUTO, JSWSTEEL, METROPOLIS, and TATACONSUM** while selling pressure can be seen in **BATAINDIA, ALKEM and SBICARD**.
- From sector space, **Telecom, Capital Goods, FMCG, Banking, Chemicals, Power, Metals, and Realty** stocks are likely to remain in focus in the forthcoming week.

# Weekly Derivatives Synopsis

05-Feb-24



## Stocks to Watch Out (Weekly)

Long Build-up			
Symbol	Price	OI Change	Price Change
INDIGO	3,151.70	36%	9%
CONCOR	921.40	33%	11%
HINDCOPPER	302.95	32%	7%
HEROMOTOCO	4650.2	26%	6%

Long Unwinding			
Symbol	Price	OI Change	Price Change
AUROPHARMA	1,073.35	-8%	-7%
GLENMARK	891.50	-2%	-1%
AMBUJACEM	560.25	-1%	-1%

Short Build-up			
Symbol	Price	OI Change	Price Change
COROMANDEL	1,083.40	92%	-5%
INDUSTOWER	217.15	61%	-5%
ABB	4,505.10	50%	-6%
LT	3,399.00	39%	-6%

Short Covering			
Symbol	Price	OI Change	Price Change
JKCEMENT	4,390.55	-23%	5%
VOLTAS	1,061.45	-21%	5%
POWERGRID	273.80	-17%	12%
SYNGENE	747.45	-16%	10%

## Weekly Recommendation

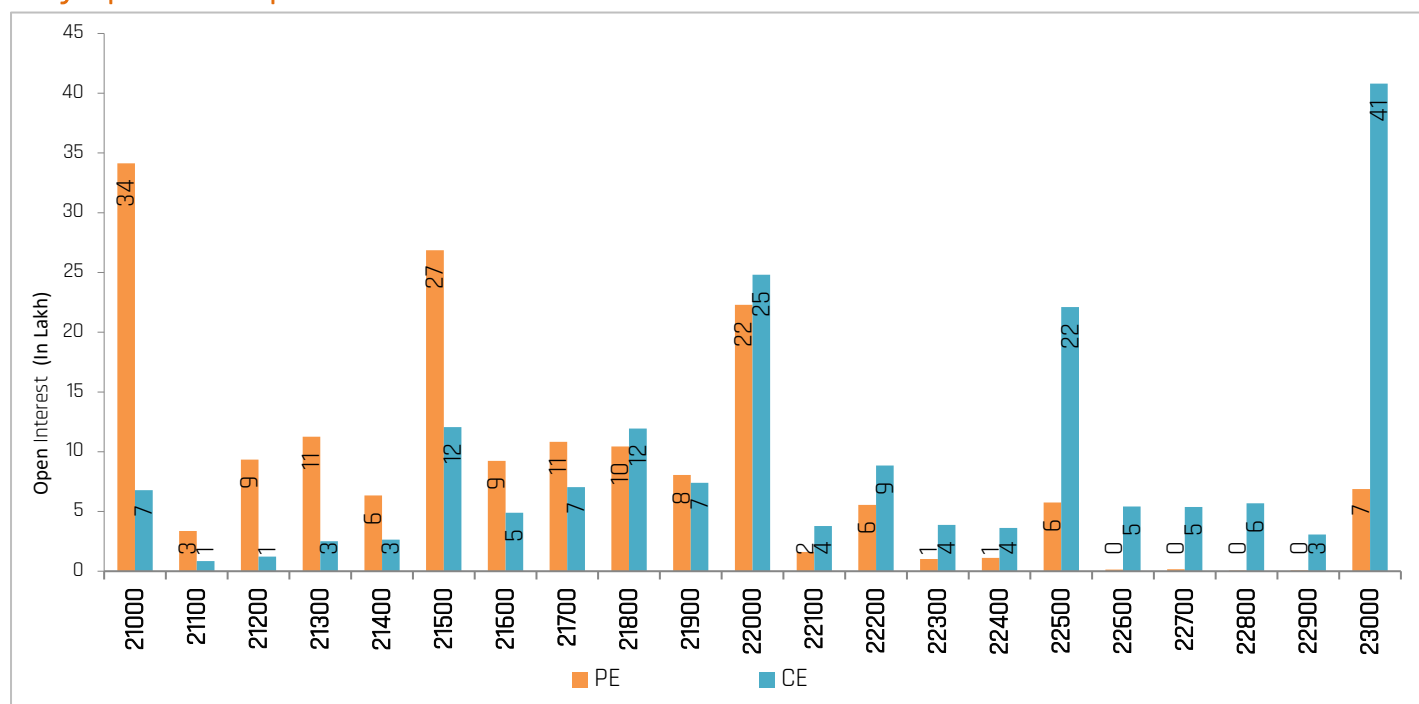
**TCS (3991.95)** -The stock has seen open interest addition of 7.96% along with positive price action indicating long build up. The stock can be bought in the range of 3940-3960 with a stop loss of 3850 on closing basis for a target of 4050-4150.

**Target: 4150 Stop Loss: 3850**

**UBL (1854.85)** - The stock has seen open interest addition of 10.58% along with positive price action indicating long build up. The stock can be bought in the range of 1820-1825 with a stop loss of 1790 on closing basis for a target of 1880-1900.

**Target: 1900 Stop Loss: 1790**

## Nifty Options Snapshot



# Weekly Derivatives Synopsis

05-Feb-24



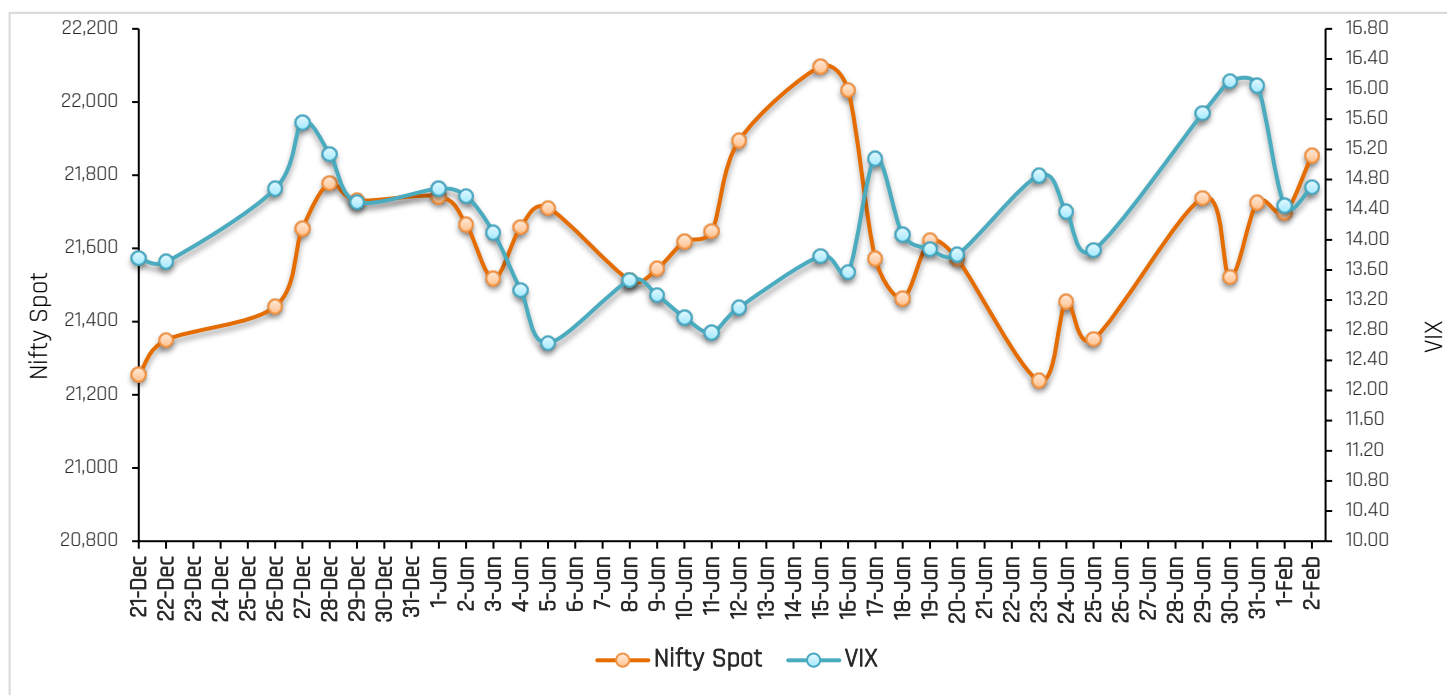
## FII Stats (5 Days Trend)

(Rs. Cr.)	02-Feb	01-Feb	31-Jan	30-Jan	29-Jan
INDEX FUTURES	597	832	802	-228	1137
INDEX OPTIONS	-3854	-44900	-62503	-49369	-22777
STOCK FUTURES	7218	-2076	3736	-382	8144
STOCK OPTIONS	292	-254	-739	-551	21

## FII Open Interest Activity (Long & Short Ratio)

Date	Index Fut: Long/Short	Index Option: Long /Short	Index put: long /Short	Stock Fut Long/Short
25-Jan	0.28	1.05	1.30	1.08
29-Jan	0.33	0.97	1.08	1.15
30-Jan	0.32	0.89	1.10	1.15
31-Jan	0.42	0.77	0.99	1.20
1-Feb	0.46	0.92	1.14	1.18
2-Jan	0.48	0.93	1.02	1.25

## NIFTY VS INDIA VIX (Last 30 Days Trend)



**Observation:** Any rise in India Vix this week would lead to either side movement in the Index. As per the above chart, India Vix has strong support at around 11.00 and resistance stands at 16.00.

## Weekly Advance Decline Ratio (Nifty Stocks)

Advances	39
Declines	07
Unchanged	04

### Technical View

#### Nifty 02-Feb, Daily Chart



- The index commenced the week on a positive note and, despite volatility, remained bullish throughout the week. Thus, the index settled the week on a positive note at 21,852 levels.
- Looking at the daily scale in early February, the index registered a new all-time high at 22,126, which is placed close to previous resistance of 22,124, which resulted in the formation of double top pattern and a Shooting Star candle. Consequently, 22,130 is identified as the initial key resistance, followed by the psychological level of 22,500.
- The momentum indicator RSI on the daily scale is positioned above the center point, but it has formed a negative divergence, indicating weakness.
- For the short to medium term, 21,500 and 21,130 will serve as support levels, whereas 22,130 and 22,500 will act as resistance levels.

#### BankNifty, 02-Feb, Daily Chart



- The index started the week on a positive note and witnessed a strong rally in the first half, but on Friday, the index witnessed some profit booking. As a result, the index settled the week on a positive note at 45,971 levels.
- Technically, the index has found resistance near the previous breakdown point and witnessed selling pressure. The 34-DEMA (Daily Exponential Moving Average) is placed near 46,373. Thus, the index may encounter short-term resistance around 46,400 levels, followed by 47,000.
- The immediate support for the index is placed at 44,628 (200-DEMA) levels, followed by 44,500 levels. Thus, 44,500-44,600 will act as strong support on the downside.
- On a daily basis, the momentum indicator RSI is positioned below the center point, indicating weakness in the index.
- For the short term, 45,000 and 44,500 will serve as support levels, whereas 46,600 and 47,000 will act as resistance levels.

# Weekly Derivatives Synopsis

05-Feb-24



## ACMIIL Retail Research Products

Informational Products	Recommendation Products
Morning Notes	Momentum calls
Market Watch	Smart Delivery trades
Investor First	Positional technical calls
Preview	Investment ideas
Market Pulse	Master trades High & Medium Risk
RBI Monetary Policy	Techno Funda
Budget Report	Stock Basket
Weekly Derivatives Synopsis	Mutual fund model portfolios
Rollover Snapshot	Portfolio Doctor
Rollover Analysis (Monthly)	

For More Information on Retail Research Products please visit

<https://www.investmentz.com/research-services>

## Asit C. Mehta INVESTMENT INTERMEDIATES LTD.

### Retail Research Desk:

Email: [retailresearch@acm.co.in](mailto:retailresearch@acm.co.in)

Research Analyst Registration Number:

INH000002483

CIN: U65990MH1993PLC075388

Download Investmentz app:



Follow us on:



Information pertaining to Asit C. Mehta Investment Intermediates Limited (ACMIIL):

ACMIIL is a SEBI registered Stock Broker, Merchant Banker, Portfolio Manager, Research Analyst and Depository Participant. It is also a AMFI registered Mutual Fund Distributor. Its associate/group companies are Asit C. Mehta Commodity Services Limited, Nucleus IT Enabled Services, and Asit C. Mehta Financial Services Limited (all providing services other than stock broking, merchant banking and portfolio management services.).

Disclosures

ACMIIL/its associates and its Research analysts have no financial interest in the companies covered on the report. ACMIIL/its associates and Research analysts did not have actual/beneficial ownership of one per cent or more in the companies being covered at the end of month immediately preceding the date of publication of the research report. ACMIIL/its associates or Research analysts have no material conflict of interest, have not received any compensation/benefits for any reason (including investment banking/ merchant banking or brokerage services) from either the companies concerned/third parties with respect to the companies covered in the past 12 months. ACMIIL/its associates and research analysts have neither managed or co-managed any public offering of securities of the companies covered nor engaged in market making activity for the companies being covered. Further, the companies covered neither are/nor were a client during the 12 months preceding the date of the research report. Further, the Research analyst/s covering the companies covered herein have not served as an officer/director or employee of the companies being covered

Disclaimer:

This report is based on information that we consider reliable, but we do not represent that it is accurate or complete and it should not be relied upon such. ACMIIL or any of its affiliates or employees shall not be in any way responsible for any loss or damage that may arise to any person from any inadvertent error in the information contained in the report. To enhance transparency we have incorporated a Disclosure of Interest Statement in this document. This should however not be treated as endorsement of the views expressed in the report.

You are also requested to refer to the disclaimer (which is deemed to be part and parcel and is applicable to this research report as well) : <http://www.investmentz.com/disclaimer>