

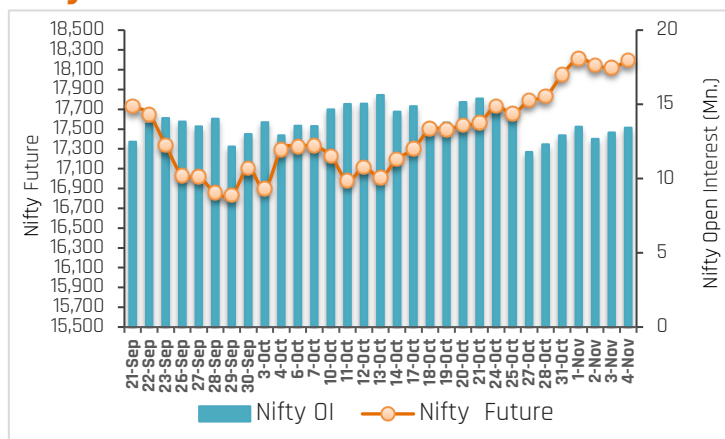
07-Nov-22

PARTICULARS	Last Closing	Previous Week	% Change
NIFTY SPOT	18,117	17,787	1.86
NIFTY FUTURES	18,194	17,830	2.04
BANKNIFTY SPOT	41,258	40,991	0.65
BANKNIFTY FUTURES	41,419	41,149	0.66
NIFTY PCR	1.12	1.12	0.00
NIFTY PCR-VOL	0.92	0.92	0.00
NIFTY OI(In Mn)	13.43	12.30	9.19
BANKNIFTY OI(In Mn)	2.41	2.04	18.14
INDIA VIX	15.66	15.92	-1.63
NIFTY BASIS POINTS	76.85	43.40	77.07

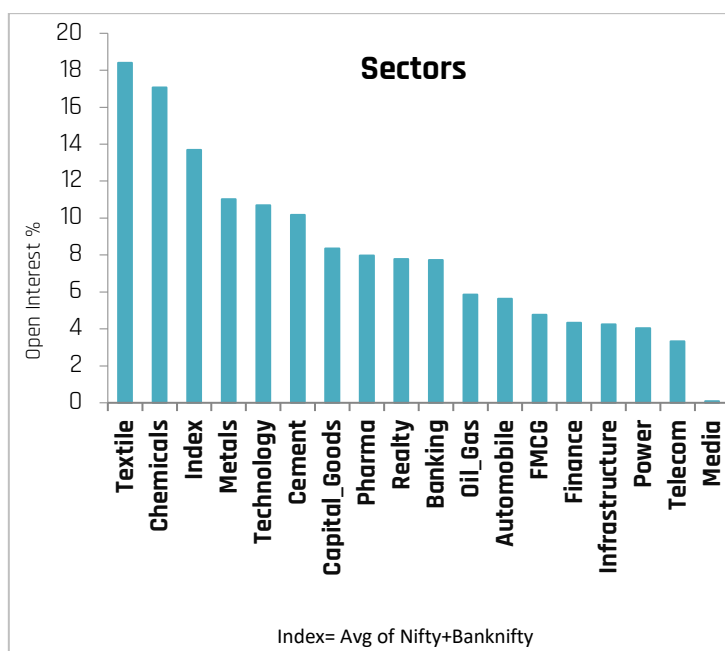
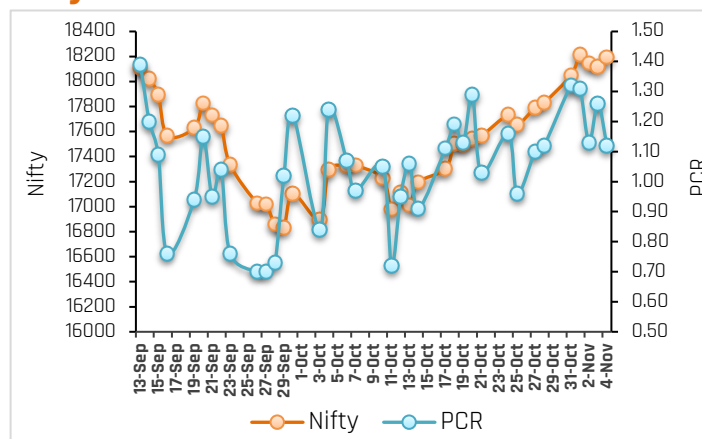
## Index Outlook

The domestic equity benchmark indices closed with decent gain due to positive global cues, encouraging domestic economic data, decent earnings and strong buying by the FIIs. Finally, Nifty Future settled above the 18000 levels on positive note at 18194 up by 2.04% (WoW) with an addition in open interest of 9.19% (WoW) indicating neutral to positive bias in the market. During the week, India VIX cooled off by 1.63% and closed at 15.66%. We expect volatility will remain high due to geopolitical issue. Another derivatives indicator, Nifty Put-Call ratio currently stands on flat note at 1.12 (WoW). Technically, the index overcame the prior barrier of 18110, and witnessed the breakout of an inverted head and shoulder pattern on weekly scale. According to this pattern, the index might test the levels of 19000-19300 in the near term and 21000 in the longer term as long as it holds the support at 16747 on a weekly closing basis. For the short term, 18000 and 17140 will act as support points, whereas 18600 and 19300 will act as resistance points. Going forward, Rupee movement against the Dollar, Q2FY23 earnings, bond yields movement, macroeconomic data, Fii's flow, 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, **Textile, Chemicals, Metals, Technology, Cement and Capital Goods** sectors saw open interest addition. Top names included **ABFRL, SRF, COROMANDEL, RAIN, VEDL, COALINDIA, INTELLECT, FSL, JKCEMENT, DALBHARAT, VOLTAS and POLYCAB.**
- In the **Banking** space, **SBIN, FEDERALBNK, CANBK CUB,** and **INDUSINDBK** saw long build up, whereas short covering seen in **IDFCFIRSTB, KOTAKBANK, AUBANK and HDFCBANK.**
- This week, some buying can be seen in **ABCAPITAL, HDFCBANK, MINDTREE, GODREJCP, IRCTC, SIEMENS** and **CROMPTON** while selling pressure can be seen in **VOLTAS, BANDHANBNK, LICHSFIN,** and **HINDPETRO.**
- From sector space, **Banking, Chemicals, Textile, Media, Finance, Technology, Metals** and **Automobile** stocks are likely to remain in focus in the forthcoming week.

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## Stocks to Watch Out (Weekly)

Long Build-up			
Symbol	Price	OI Change	Price Change
VEDL	324.25	50%	14%
JKCEMENT	2,797.00	43%	8%
RAIN	172.60	31%	7%
DALBHARAT	1,747.55	30%	13%

Long Unwinding			
Symbol	Price	OI Change	Price Change
MARUTI	9,287.65	-9%	-3%
RBLBANK	135.75	-7%	-2%
TATACHEM	1,127.85	-3%	-1%
BANKBARODA	145.50	-1%	-2%

Short Build-up			
Symbol	Price	OI Change	Price Change
INTELLECT	434.35	138%	-14%
BANDHANBNK	229.45	74%	-14%
LICHSGFIN	363.75	45%	-14%
ABFRL	330.70	38%	-4%

Short Covering			
Symbol	Price	OI Change	Price Change
ASTRAL	2,101.55	-16%	7%
ASIANPAINT	3,196.85	-10%	4%
BERGEPAIN	606.80	-10%	5%
MINDTREE	3,486.25	-5%	6%

## Weekly Recommendation

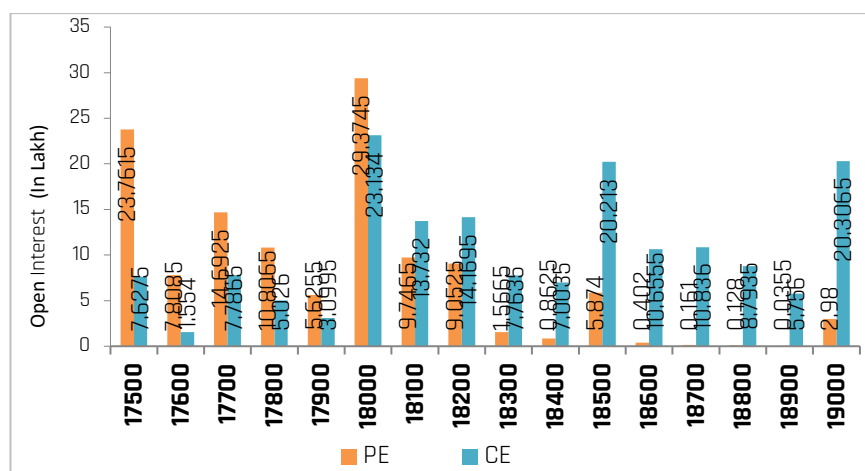
**GODREJCP (834.70)** - The stock has seen open interest addition of 14.03% along with positive price action indicating long build up. The stock can be bought in the range of 830-832 with a stop loss of 816 on closing basis for a target of 850-860.

**Target: 860 Stop Loss: 816**

**CROMPTON (362.65)** - The stock has seen open interest unwinding of 7.27% along with positive price action indicating short covering. The stock can be bought in the range of 358-360 with a stop loss of 348 on closing basis for a target of 375-385.

**Target: 385 Stop Loss: 348**

## Nifty Options Snapshot



From the OI Concentration (24-Nov Series), Maximum addition of open interest on the call options front exists at the strike prices of 18000, 18500 and 19000 (with nearly 23.13 lacs, 20.21 lacs, and 20.30 lacs shares outstanding respectively). This indicates that 18500 and 19000 levels would act as the resistance zone on the upside. On the Put options front, maximum addition of open interest is at the strike prices of 18000, 17700 and 17500 (with nearly 29.37 lacs, 14.69 lacs and 23.76 lacs shares outstanding respectively), indicating that 18000 and 17500 levels would act as the stronger support zone on the downside.

# Weekly Derivatives Synopsis

07-Nov-22

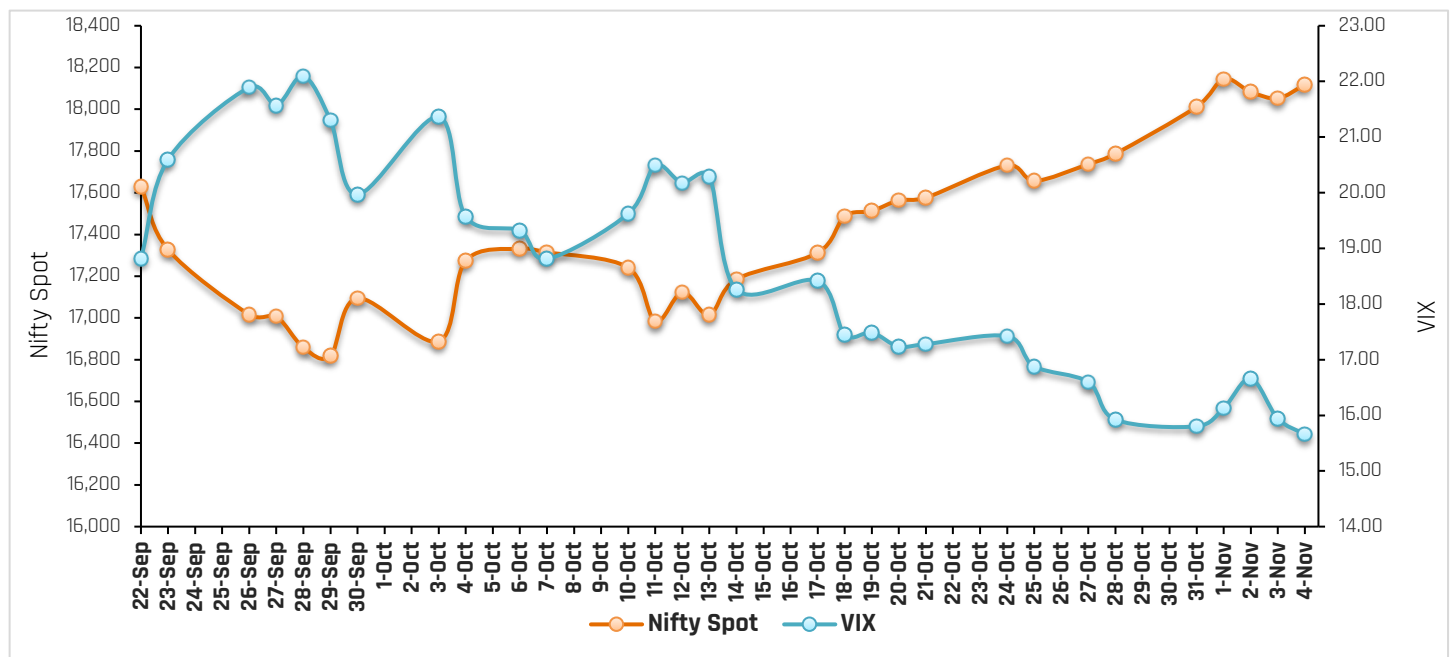
## FII Stats (5 Days Trend)

(Rs. Cr.)	04-Nov	03-Nov	02-Nov	01-Nov	31-Oct
<b>INDEX FUTURES</b>	-245.5	-1007.83	-629	948.65	1553.25
<b>INDEX OPTIONS</b>	9452.09	6867.10	2201	10957.48	-1106.68
<b>STOCK FUTURES</b>	-26.08	-45.71	-1224	854.59	1849.68
<b>STOCK OPTIONS</b>	32.45	-72.28	22	-62.19	29.29

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

Date	Index Fut: Long/Short	Index Option: Long /Short	Index put: long /Short	Stock Fut Long/Short
<b>28-Oct</b>	1.30	1.65	2.15	1.13
<b>31-Oct</b>	1.72	1.73	1.82	1.16
<b>1-Nov</b>	1.92	1.76	1.77	1.18
<b>2-Nov</b>	1.82	1.76	1.97	1.16
<b>3-Nov</b>	1.44	2.07	2.08	1.15
<b>4-Nov</b>	1.38	1.70	1.84	1.15

## 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 15.00 and resistance stands at 18.00.

## Weekly Advance Decline Ratio (Nifty Stocks)

Advances	<b>36</b>
Declines	<b>08</b>
Unchanged	<b>06</b>

### Technical View

#### Nifty 04-Nov, Weekly Chart



- In the October series, the index found support at the previous breakout point and gained traction thanks to a hammer formation close to the demand zone. On the back of that, the index settled the week on the positive note at 18117.
- Technically, the index overcame the prior barrier of 18110, and witnessed the breakout of an inverted head and shoulder pattern on weekly scale. According to this pattern, the index might test the levels of 19000-19300 in the near term and 21000 in the longer term as long as it holds the support at 16747 on a weekly closing basis.
- The 34-week exponential moving average provides consistent support for the index. The 34 WEMA is placed close to 17144. Thus, 17140 will act as strong support for the index in the medium term.
- The RSI on the weekly scale has witnessed a trend line breakout, indicating strength. However, the stochastics oscillator is approaching to the overbought zone. Thus, a "buy on dips" strategy needs to be adopted in Nifty.
- For the medium term, 18000 and 17140 will act as support points, whereas 18600 and 19300 will act as resistance points.

#### BankNifty, 04-Nov, Weekly Chart



- The index began the October month on a positive note, and continued bullish momentum throughout. However, the index failed to cross the hurdle of 41840 and close the week on a marginally positive note at 41258.
- Technically, the index has formed a doji candlestick pattern on a weekly scale around the resistance zone. Thus, 41840 will act as a key hurdle for the index. If the index managed to close above 41840 on a weekly basis, then it could trigger a fresh breakout.
- On the down side, 21-WEMA is placed close to 38746 levels, which will act as a first key support, followed by 34 WEMA, which is placed close to 37974.
- The RSI on the weekly scale has witnessed a trend line breakout, indicating strength. However, the stochastics oscillator is approaching to the overbought zone.
- For the medium term, 38740 and 37970 will act as support points, whereas 41840 and 42000 will act as resistance points.

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