

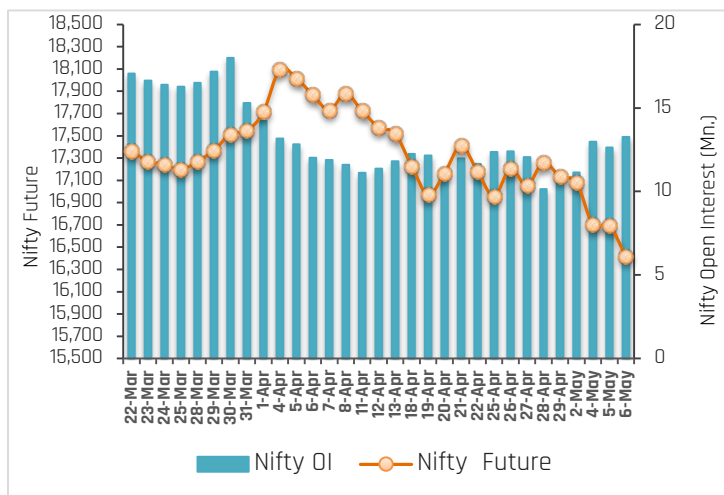
09-May-22

PARTICULARS	Last Closing	Previous Week	% Change
NIFTY SPOT	16,411	17,103	-4.04
NIFTY FUTURES	16,419	17,135	-4.18
BANKNIFTY SPOT	34,591	36,088	-4.15
BANKNIFTY FUTURES	34,632	36,144	-4.18
NIFTY PCR	0.74	0.96	-22.92
NIFTY PCR-VOL	0.76	0.84	-9.52
NIFTY OI(In Mn)	13.27	10.61	25.07
BANKNIFTY OI(In Mn)	3.30	2.79	18.28
INDIA VIX	21.25	19.42	9.42
NIFTY BASIS POINTS	8.15	32.70	-75.08

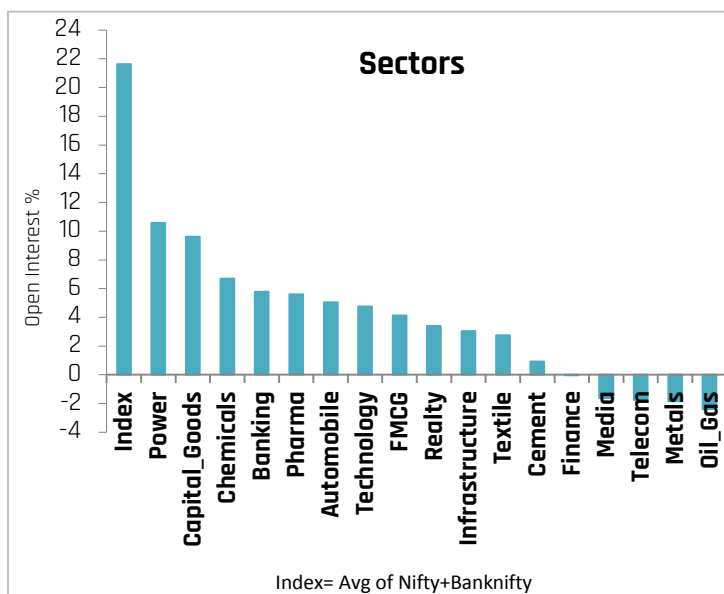
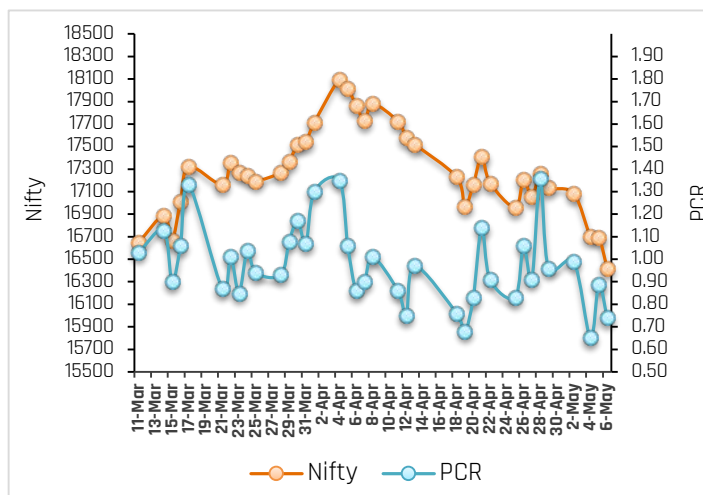
Index Outlook

The benchmark indices remained volatile and dropped sharply during the truncated trading week due to surprise rate hike from the RBI and increasing fear of aggressive rate hikes from the US. Finally, Nifty Future settled on negative note at 16419 down by 4.18% (WoW) with an addition in open interest of 25.07% (WoW) indicating negative bias for short term. During the week, India VIX up by 9.42% and closed at 21.25%, expecting volatility will remain high due to the geopolitical tension and corporate earnings. Another derivatives indicator, Nifty Put-Call ratio currently stands at 0.74, down by 22.92% (WoW). Technically, the index formed a doji candlestick pattern on Friday. According to this pattern, if the index remains above the doji high of 16485, it could bounce to 16800-17000 levels. On the other hand, if the index remains below the doji low of 16340, then weakness could extend to the 16000-15800 levels. Going forward, globally rising Covid-19 cases, geopolitical tensions between Russia and Ukraine, Rupee movement against the Dollar, bond yields movement, Q4FY22 earnings, Fii's flow, economic data points, global cues, and crude oil price movement will dictate the trend on the bourses next week.

Nifty OI Trend



Nifty FutVsPcr



Sectoral Activity

- Last week, **Power, Capital Goods, Chemical, Pharma** and **Automobile** sectors saw open interest addition. Top names included **TORNTPOWER, POWERGRID, ABB, DIXON, TATACHEM, AARTIIND, APOLLOHOSP, SYNGENE, ESCORTS** and **TVSMOTOR**.
- Metals, Telecom and Media** sector saw open interest unwinding on the back of profit booking in the stocks.
- In the **Banking** space, **FEDERALBNK, HDFCBANK, AUBANK, BANKBARODA, IDFCFIRSTB, AXISBANK, CANBK** and **PNB** saw short build up, while long unwinding seen in **CUB** and **RBLBANK**.
- This week, some buying can be seen in **POWERGRID, NTPC, BRITANNIA, ITC, HONAUT** and **COALINDIA** while selling pressure can be seen in **HINDALCO, METROPOLIS, MOTHERSUMI** and **FEDERALBNK**.
- From sector space, **Technology, Power, Metals Chemical, Banking, Automobile, Cement and Oil&Gas** stocks are likely to remain in focus in the forthcoming week.

09-May-22

Stocks to Watch Out (Weekly)

Long Build-up			
Symbol	Price	OI Change	Price Change
ABB	2,262.25	69%	8%
TATACHEM	1,037.30	28%	10%
POWERGRID	238.65	12%	4%
NTPC	159.75	9%	2%

Long Unwinding			
Symbol	Price	OI Change	Price Change
M&MFIN	175.60	-15%	-4%
ABCAPITAL	106.85	-13%	-12%
CROMPTON	365.30	-13%	-5%
RAMCOCEM	724.70	-10%	-9%

Short Build-up			
Symbol	Price	OI Change	Price Change
FSL	113.05	39%	-10%
FEDERALBNK	91.35	39%	-5%
DIXON	3,890.90	38%	-10%
INDIAMART	4,183.70	32%	-9%

Short covering			
Symbol	Price	OI Change	Price Change
PETRONET	216.50	-15%	6%
GUJGASLTD	510.70	-13%	7%
COALINDIA	188.15	-3%	2%
TATAPOWER	245.65	-1%	1%

Weekly Recommendation

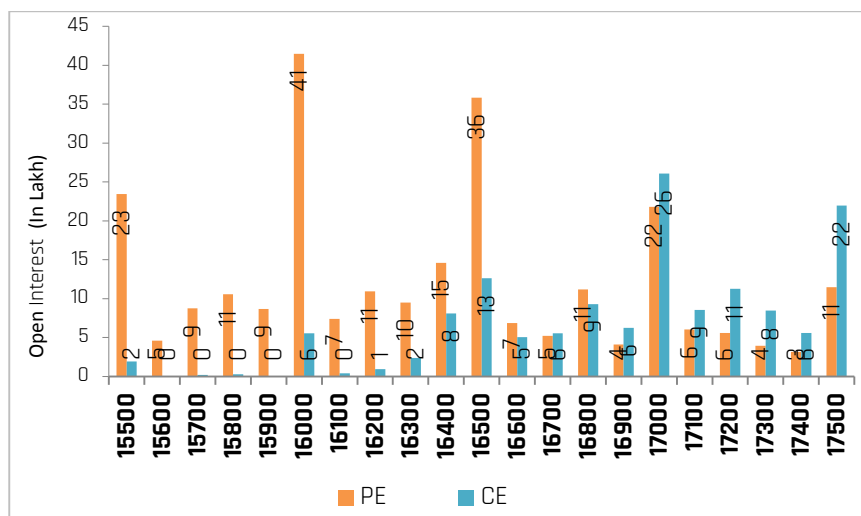
POWERGRID (238.65) - The stock has seen open interest addition of 12.38% along with positive price action indicating long build up. The stock can be bought in the range of 234-236 with a stop loss of 227 on closing basis for a target of 245-250.

Target: 250 Stop Loss: 227

FEDERALBNK (91.35) - The stock has seen open interest addition of 38.60% along with negative price action indicating short build-up. The stock can be sold in the range of 93-94 with a stop loss of 97 on closing basis for a target of 85.

Target: 85 Stop Loss: 97

Nifty Options Snapshot



From the OI Concentration (26-May Series), Maximum addition of open interest on the call options front exists at the strike prices of 17000, and 17500 (with nearly 26.07 lacs and 21.98 lacs shares outstanding respectively). This indicates that 17000 and 17500 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 16500, 16000 and 15000 (with nearly 35.85 lacs, 41.48 lacs and 23.44 lacs shares outstanding respectively), indicating that 16000 and 15500 levels would act as the stronger support zone on the downside.

Weekly Derivatives Synopsis

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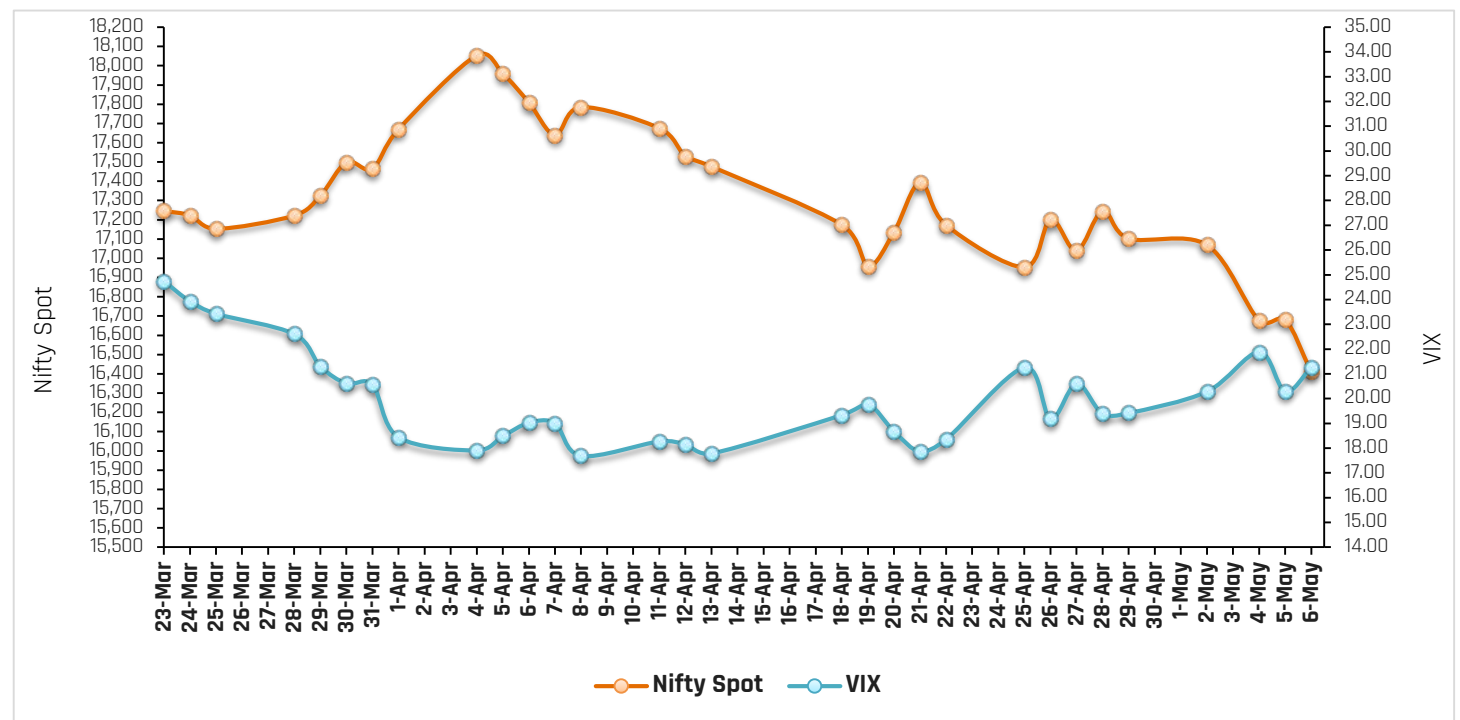
FII Stats (5 Days Trend)

(Rs. Cr.)	06-May	05-May	04-May	02-May	29-Apr
INDEX FUTURES	-2490.26	1053.92	-3233.42	-790.01	441.26
INDEX OPTIONS	5041.61	-2865.52	1264.61	-7327.21	11271.01
STOCK FUTURES	-268.19	2242.85	-776.83	849.19	-358.01
STOCK OPTIONS	-51.61	-171.31	-102.92	20.13	-304.42

FII Open Interest Activity (Long& Short Ratio)

Date	Index Fut: Long/Short	Index Option: Long /Short	Index put: long /Short	Stock Fut Long/Short
28-Apr	0.54	1.59	2.37	1.14
29-Apr	0.59	1.48	2.34	1.11
2-May	0.51	1.31	2.10	1.12
4-May	0.33	1.15	2.29	1.10
5-May	0.38	1.25	2.35	1.14
6-May	0.28	1.17	2.24	1.13

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 18.00 and resistance stands at 23.00.

Weekly Advance Decline Ratio (Nifty Stocks)

Advances	10
Declines	40
Unchanged	00

Technical View

Nifty 06-May, Daily Chart



- The index started the week on a positive note but could not sustain above the 21 DEMA and witnessed sell off and settled the week on a negative note at 16411. Technically, the index has witnessed a breakdown of short-term consolidation as highlighted in the chart.
- However, the index formed a doji candlestick pattern on Friday. According to this pattern, if the index remains above the doji high of 16485, it could bounce to 16800-17000 levels. On the other hand, if the index remains below the doji low of 16340, then weakness could extend to the 16000-15800 levels.
- In the short term, the 21 daily exponential moving average will act as key resistance, which is placed close to 17075, followed by 17200, where trend line resistance is placed.
- The RSI on the weekly scale is placed below the center point, indicating weakness. However, the stochastic oscillator on a weekly scale is placed close to the oversold zone. Thus, a short term pullback could be possible due to the oversold zone, but the trend remains down.

BankNifty, 06-May, Daily Chart



- The index began the week on a negative note and remained under pressure throughout the week. On the back of that, the index closed the week on a negative note at 34591. Technically, the index has witnessed a breakdown of short term consolidation as highlighted in the chart.
- However, the index formed a doji candlestick pattern on Friday. According to this pattern, if the index stays above 34800, then it could rebound to 35800-36000 levels. On the other hand, if the index persists below the doji low of 34350, could extend to the 33500-33000 levels.
- The 21 daily exponential moving average, which is near 36130, will act as key resistance in the short term, followed by 36400, where trend line resistance is placed.
- The RSI on the weekly scale is placed below center point indicating weakness. However, the stochastic oscillator on a weekly scale is placed close to oversold zone. Thus, short term retracement is probable, but trend remains down.
- In the short term, 34350 and 33000 will act as support points, whereas 36130 and 36400 will act as resistance points.

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