



MORNING MANTRA



Daily Derivatives & Market Report

Jan 06, 2022



Indian equity benchmarks remained under a grip of bears on Thursday's trading session, with both Sensex and Nifty ending in deep red. The start of the day was on a negative note, as rising coronavirus cases in the country dampened the sentiments in markets. The Centre said India is witnessing an exponential rise in the number of Covid-19 cases, which is believed to be driven by the Omicron variant. India has reported over 6.3 times rise in Covid-19 cases in the last eight days. The total number of COVID-19 cases rose by 58,097 in the last 24 hours, as per a government update on January 5.

Weak trade continued over the Dalal Street during the trading session, amid reports that the Centre's capital expenditure (capex) declined for the second consecutive month in November, when it fell by more than half, year-on-year (YoY). It was down 24.11 per cent in October. This comes despite Finance Minister Nirmala Sitharaman nudging ministries and departments to spend more on this front. Adding more pessimism, ICRA Ratings warned that the third wave of the pandemic, which has seen a massive spike in infections after the more infectious Omicron variant of the coronavirus appeared, is likely to shave 40 bps of the fourth quarter GDP growth that may print in at 4.5-5 per cent.

In the last hours of trade, indices staged some recovery but ended in red, as some concerns came, after another private report stated that the cost of debt-funds for the states has touched the highest level so far this fiscal with the weighted average cut-off crossing the 7.16 percentage points at the latest auctions, up 11 bps over the past week, reflecting the hardening yields even for the government securities

On the global front, European markets were trading lower after the minutes from the Federal Reserve's most recent meeting suggested that most members of the committee were thinking interest rates would need to go higher, due to both inflation as well as a tight labor market which could be considered a sign of maximum employment. Asian markets settled mostly lower on Thursday, even after China's services activity growth improved at the end of the year with firms posting faster increase in new work. The survey results from IHS Markit showed that the Caixin services Purchasing Managers' Index rose to 53.1 in December from 52.1 in November. A reading above 50.0 indicates expansion in the sector. Output increased in each of the past four months.

MARKET SELFIE



MARKET SUMMARY

| Domestic Indices | Close | Points | % Change |
|------------------|----------|---------|----------|
| SENSEX | 59601.84 | -621.31 | -1.03 |
| NIFTY | 17745.90 | -179.35 | -1.00 |
| MIDCAP | 25336.55 | -11.48 | -0.05 |
| SMLCAP | 29904.78 | 3.66 | 0.01 |
| BSEFMC | 13855.10 | -90.51 | -0.65 |
| AUTO | 25608.23 | 158.62 | 0.62 |
| POWER | 3568.48 | -2.05 | -0.06 |
| REALTY | 3852.12 | -57.82 | -1.48 |
| BSE IT | 37134.40 | -523.15 | -1.39 |
| BANKEX | 42769.62 | -233.16 | -0.54 |
| OIL GAS | 18232.52 | 61.51 | 0.34 |
| METAL | 19745.20 | -113.55 | -0.57 |
| INDIA VIX | 17.98 | 0.75 | 4.37 |

ADVANCE - DECLINE

| Index | Advance | Decline | Unchanged |
|-------|---------|---------|-----------|
| NSE | 1075 | 1041 | 64 |
| BSE | 1957 | 1429 | 86 |

MARKET TURNOVER (₹ in Crs)

| Segment | Current | Previous | Net % |
|----------|----------|----------|-------|
| BSE CASH | 4682 | 5196 | (10) |
| NSE CASH | 57969 | 55649 | 4 |
| NSE F&O | 17757921 | 7041073 | 152 |

KEY INDICES RATIOS

| INDEX | P/E | P/B | Dividend Yield |
|--------|-------|------|----------------|
| NIFTY | 24.66 | 4.47 | 1.16 |
| SENSEX | 28.42 | 3.70 | 0.91 |

KEY NUMBERS TRACKER



FII – DII ACTIVITY IN CASH SEGMENT (₹ in Crs)

| FII-DII* | Buy | Sell | Net |
|----------|------|------|--------|
| DII | 7001 | 5729 | 1272 |
| FII | 6564 | 8490 | (1927) |

Note: FPI & DII Figures are provisional

FII ACTIVITY IN DERIVATIVES SEGMENT (₹ in Crs)

| FII | Buy | Sell | Net |
|---------------|------------|------------|--------|
| Index Futures | 5220.09 | 8233.17 | (3013) |
| Index Options | 1357794.14 | 1343698.53 | 14096 |
| Stock Futures | 11580.91 | 12829.99 | (1249) |
| Stock Options | 10366.10 | 10314.53 | 52 |

PUT-CALL RATIO

| Index | Current | Previous |
|------------|---------|----------|
| NIFTY | 1.22 | 1.57 |
| BANK NIFTY | 1.06 | 1.44 |

DOLLAR INDEX

| Dollar Index | Current | Previous | % Change |
|--------------|---------|----------|----------|
| DXY | 96.18 | 96.17 | 0.01 |

10-YEARS G-SEC YIELD

| Country | Current | Previous | % Change |
|---------|---------|----------|----------|
| INDIA | 6.527 | 6.508 | 0.29 |
| USA | 1.737 | 1.703 | 1.99 |

KEY COMMODITIES TRACKER (in \$)

| Commodity | Current | Change Points | % Change |
|-------------|---------|---------------|----------|
| Gold | 1788.79 | -21.43 | -1.18 |
| Silver | 22.06 | -0.72 | -3.14 |
| Crude-Oil | 79.82 | 1.97 | 2.53 |
| Brent-Crude | 82.29 | 1.49 | 1.86 |

CURRENCY FUTURES & INDEX TRENDS TRACKER



CURRENCY FUTURES

| Expiry | Close | Change Points | % Change |
|---------------------|--------|---------------|----------|
| 27 Jan -21 USD-INR | 74.62 | 0.06 | 0.08 |
| 27 Jan -21 EUR-INR | 84.47 | 0.03 | 0.03 |
| 27 Jan -21 GBP-INR | 100.97 | 0.03 | 0.03 |
| 27 Jan -21 JPY- INR | 64.45 | -0.03 | -0.04 |

INDICES – SUPPORT-RESISTANCE-PIVOT LEVELS

| Index | Close | S2 | S1 | Pivot | R1 | R2 |
|---------------|-------|-------|-------|-------|-------|-------|
| NIFTY | 17746 | 17591 | 17668 | 17733 | 17811 | 17876 |
| SENSEX | 59602 | 60267 | 59934 | 58958 | 58626 | 57649 |
| NIFTY FUTURES | 17800 | 17617 | 17708 | 17777 | 17868 | 17937 |
| BANK NIFTY | 37490 | 36740 | 37115 | 37434 | 37809 | 38128 |
| CNX IT | 38009 | 37542 | 37775 | 37991 | 38225 | 38440 |
| CNX MIDCAP | 30957 | 30419 | 30688 | 30836 | 31104 | 31252 |
| CNX SMALLCAP | 11450 | 11238 | 11344 | 11402 | 11509 | 11567 |
| INDIA VIX | 17.98 | 15.58 | 16.78 | 17.60 | 18.80 | 19.62 |

INDEX TREND ANALYSIS

| Index | Daily | Weekly | Monthly |
|---------------|---------|---------|---------|
| NIFTY | Buy | Buy | Buy |
| SENSEX | Buy | Buy | Buy |
| NIFTY FUTURES | Buy | Buy | Buy |
| BANK NIFTY | Neutral | Neutral | Neutral |
| CNX IT | Neutral | Buy | Buy |
| CNX MIDCAP | Buy | Buy | Buy |
| CNX SMALLCAP | Buy | Buy | Buy |
| INDIA VIX | Neutral | Neutral | Sell |

SECURITIES BAN IN F&O TRADES FOR 07-01-2022

RBLBANK

TECHNICAL VIEWS



NIFTY

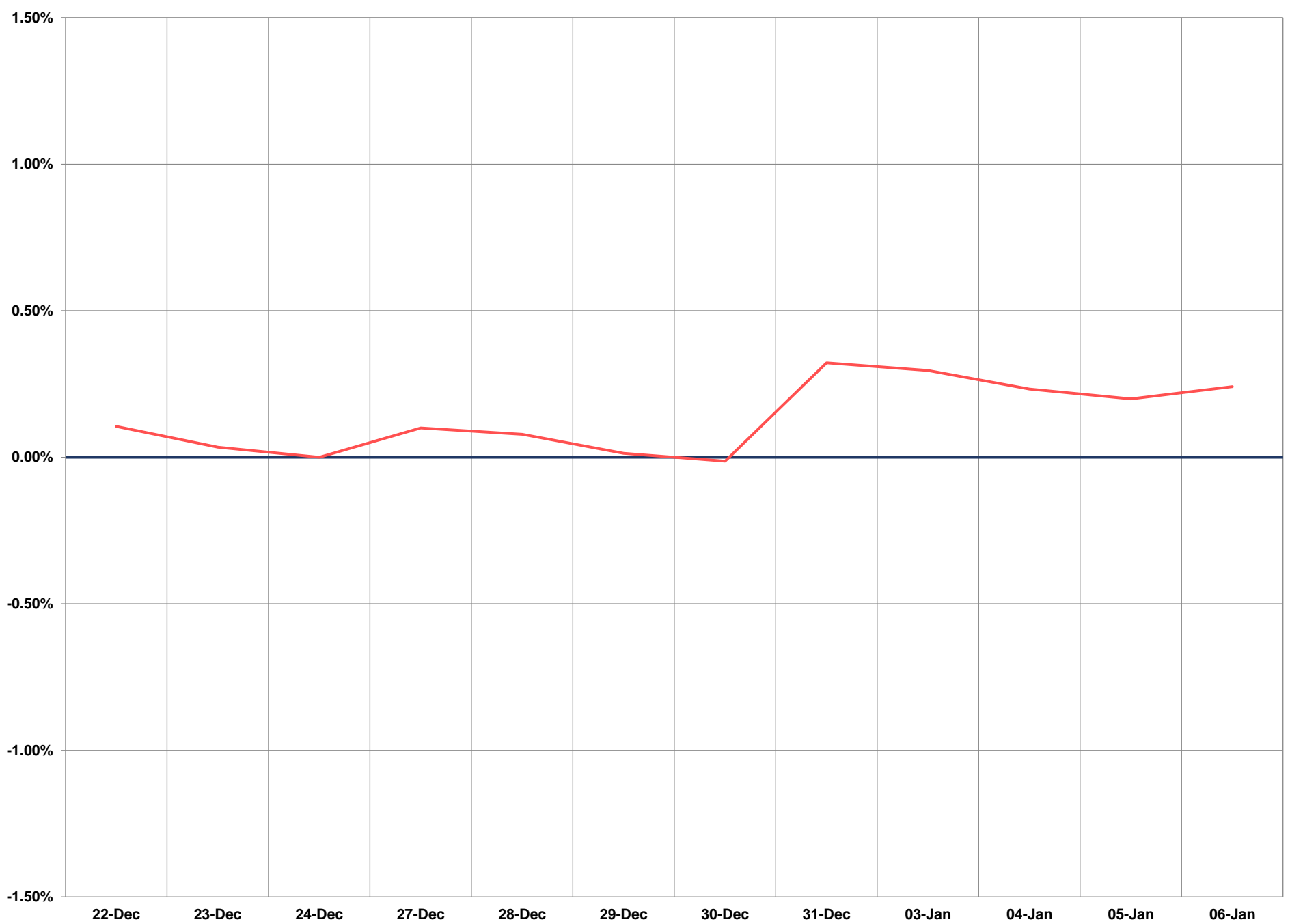
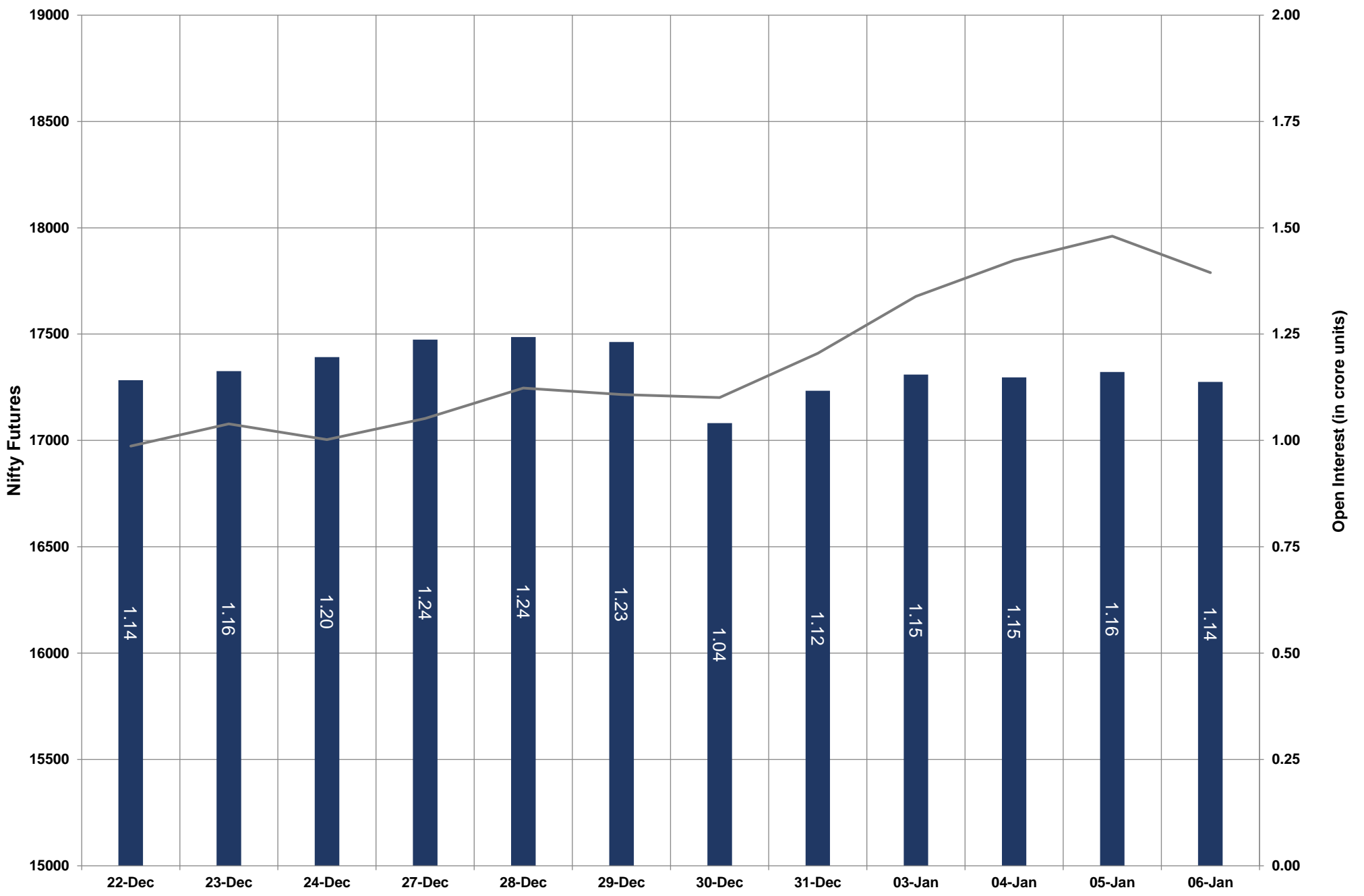


- Nifty Cash = 17,745.90 (-1.00)
- Resistance levels = 17,830 and 17,940
- Support levels = 17,630 and 17,520

TECHNICAL VIEWS



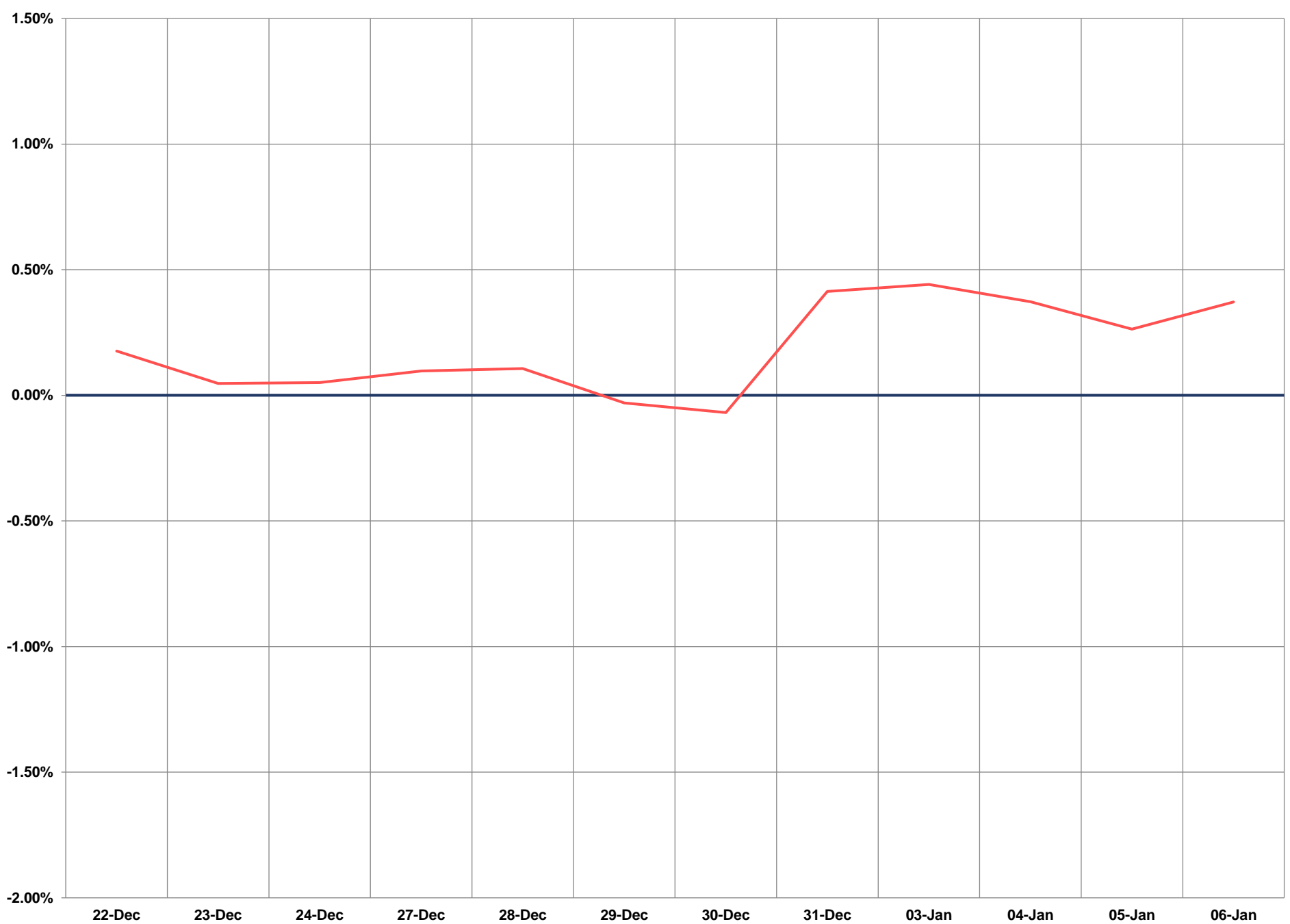
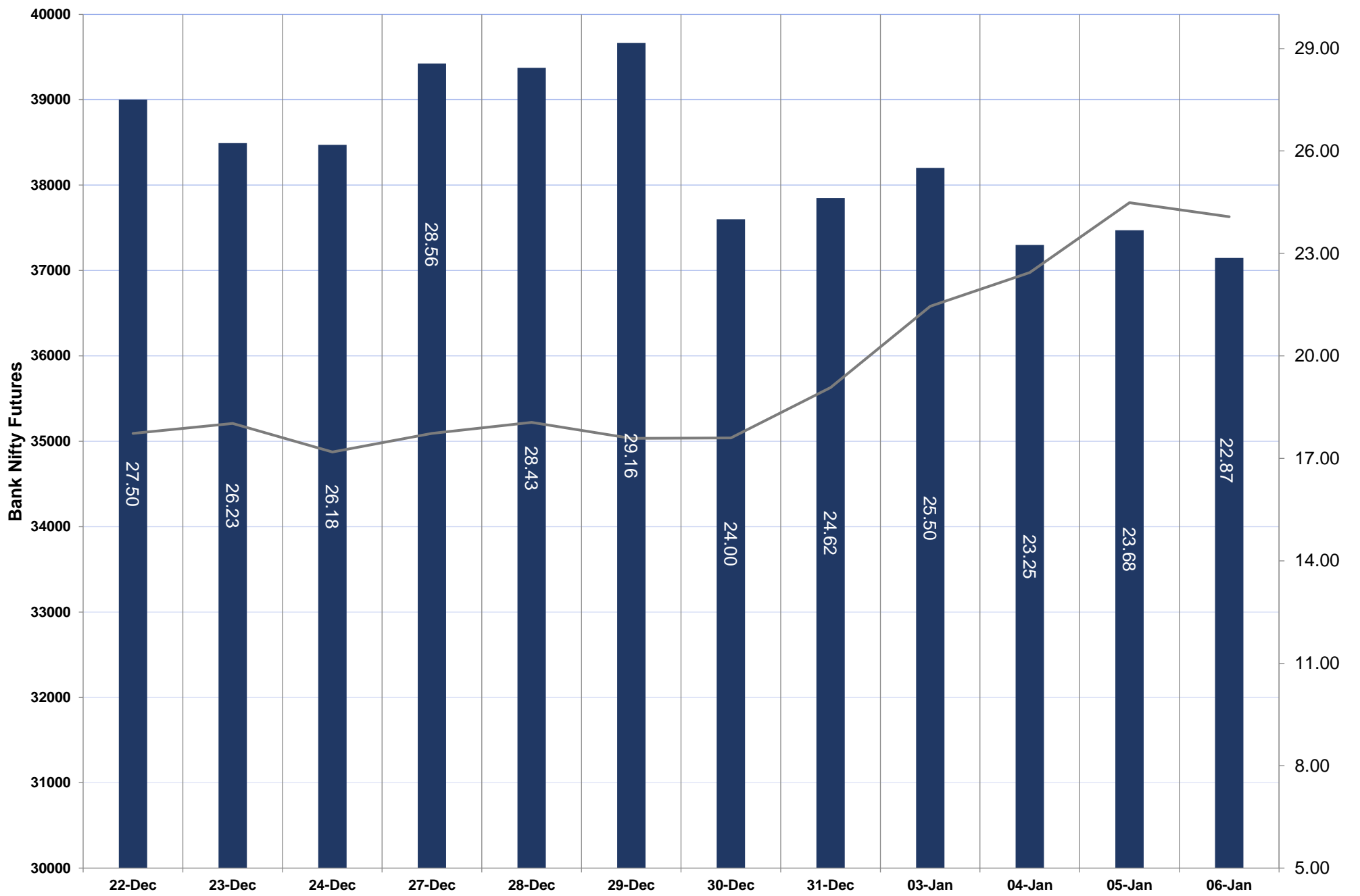
NIFTY FUTURES



TECHNICAL VIEWS



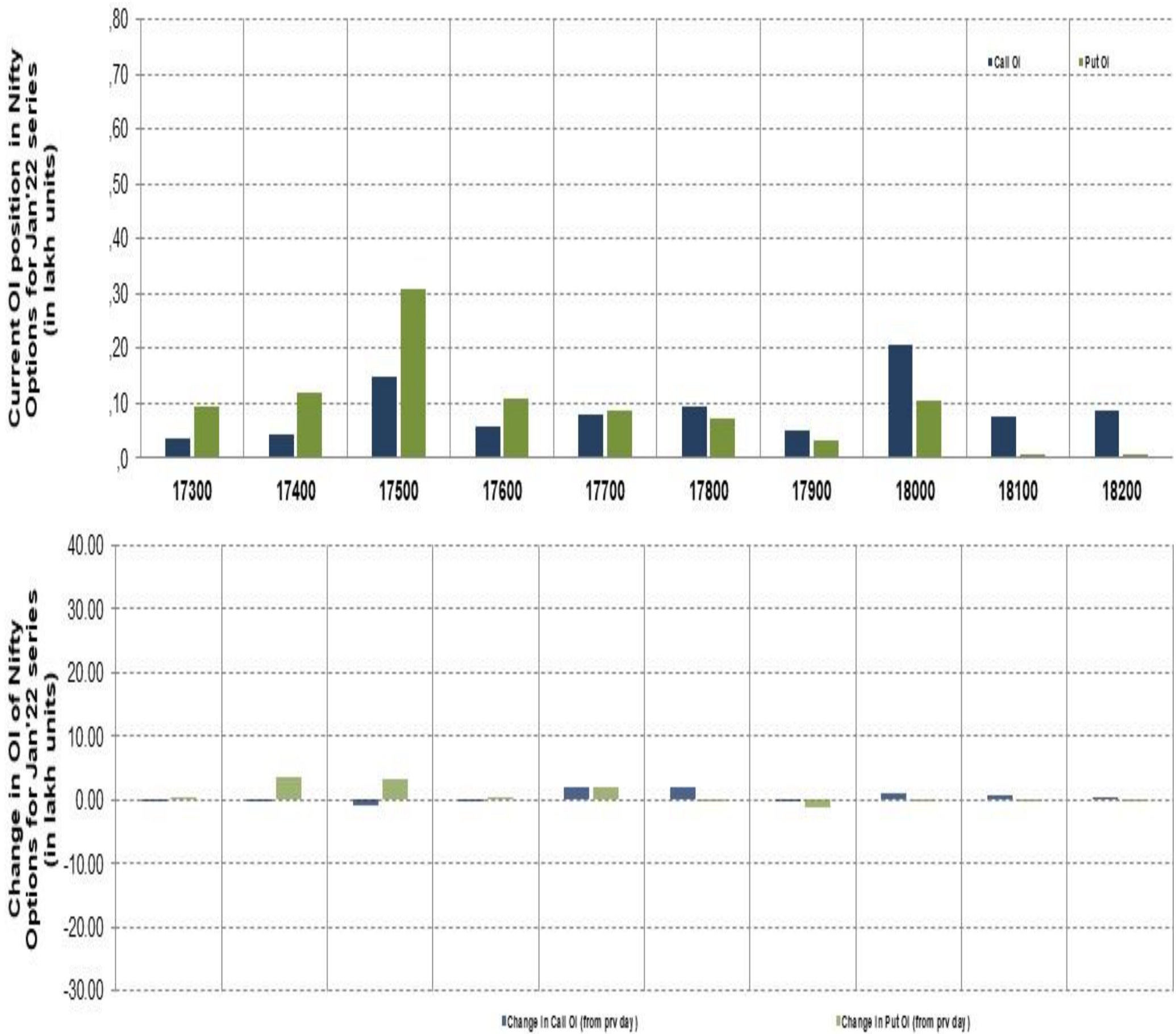
BANK NIFTY FUTURES



TECHNICAL VIEWS



NIFTY OPTIONS



- **Most Active Nifty Call** with an addition of **0.10 million** in Open Interests is **Strike Price of 18,000**
- **Most Active Nifty Put** with an addition of **0.34 millions** in Open Interests is **Strike Price of 17,500**
- **Maximum Open Interest** an outstanding was **2.10 millions** for Calls at **Strike Price of 18,000**
- **Maximum Open Interest** an outstanding was **3.10 millions** for Puts at **Strike Price of 17,500**

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