



MORNING MANTRA



Daily Derivatives & Market Report

MAY 6, 2022



Indian equity benchmarks witnessed a heavy selling pressure on Friday's trading session, with both Sensex and Nifty ending in deep red. After a negative start, markets remained lower during the day, as India Ratings said inflation, supply chain disruptions and a weak consumption demand could upset the revival in credit growth in the medium term. It said the reversal of the interest rate cycle -- marked by the Reserve Bank of India's 40 basis points increase in policy repo rate -- would weigh down credit growth as borrowings become costlier.

Continuous foreign fund outflows and mixed corporate earnings results also impacted traders' sentiments. So far this week, foreign investors have net sold Indian equities worth \$635 million, compared with \$881 million offloaded in the same period last week. Some pessimism also came in as consequent to the 40 basis point hike in the repo rate announced by the Reserve Bank of India (RBI) on Wednesday, large banks such as ICICI Bank and Bank of Baroda have raised their lending rates by an equal amount on loans linked to the external benchmark.

Bears held a tight grip over the Dalal Street, as traders got cautious, amid a private report stating that India's central bank hiked its key lending rate in a surprise move fearing 'shocker' inflation numbers for April, adding the ultimate aim is to reverse its pandemic-era ultra-loose rate regime. Adding some more worries, India has raised concerns at the World Trade Organization (WTO) over a host of trade barriers built in by Indonesia, including export restrictions on palm oil and import curbs on bovine meat and automotive (auto) parts, holding that such measures have adversely impacted India.

On the global front, European markets were trading lower, following a rout on Wall Street fuelled by worries that aggressive rate hikes by central banks to check inflation could hurt global growth. Asian markets settled mostly lower, after Hong Kong's retail sales declined for the second straight month in March. The figures from the Census and Statistics Department showed that the retail sales volume decreased 16.8 percent year-on-year in March, following a 17.6 percent fall in February. The value of retail sales declined 13.8 percent annually in March, following a 14.6 percent drop in the preceding month.

MARKET SELFIE



MARKET SUMMARY

Domestic Indices	Close	Points	% Change
SENSEX	54835.58	-866.65	-1.56
NIFTY	16411.25	-271.40	-1.63
MIDCAP	23129.61	-485.63	-2.06
SMLCAP	27092.41	-581.56	-2.10
BSEFMC	13716.53	-83.00	-0.60
AUTO	23962.27	-400.08	-1.64
POWER	4839.16	27.32	0.57
REALTY	3246.06	-118.68	-3.53
BSE IT	31048.67	-722.01	-2.27
BANKEX	39879.82	-704.54	-1.74
OIL GAS	19411.66	-44.45	-0.23
METAL	20680.34	-662.44	-3.10
INDIA VIX	21.25	0.96	4.73

ADVANCE - DECLINE

Index	Advance	Decline	Unchanged
NSE	441	1648	48
BSE	835	2519	106

MARKET TURNOVER (₹ in Crs)

Segment	Current	Previous	Net %
BSE CASH	4374	4075	7
NSE CASH	60008	52316	15
NSE F&O	6152174	23037185	(73)

KEY INDICES RATIOS

INDEX	P/E	P/B	Dividend Yield
NIFTY	20.89	4.19	1.21
SENSEX	23.01	3.21	1.16

KEY NUMBERS TRACKER



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

FII-DII*	Buy	Sell	Net
DII	8522	5507	3015
FII	4526	10043	(5517)

Note: FPI & DII Figures are provisional

FII ACTIVITY IN DERIVATIVES SEGMENT (₹ in Crs)

FII	Buy	Sell	Net
Index Futures	3898.30	6388.56	(2490)
Index Options	496841.29	491799.68	5042
Stock Futures	16486.00	16754.19	(268)
Stock Options	9666.20	9717.81	(52)

PUT-CALL RATIO

Index	Current	Previous
NIFTY	0.74	0.73
BANK NIFTY	0.63	0.66

DOLLAR INDEX

Dollar Index	Current	Previous	% Change
DXY	103.41	103.75	-0.33

10-YEARS G-SEC YIELD

Country	Current	Previous	% Change
INDIA	7.451	7.403	0.65
USA	3.075	3.068	0.22

KEY COMMODITIES TRACKER (in \$)

Commodity	Current	Change Points	% Change
Gold	1884.94	10.72	0.58
Silver	22.49	0.03	0.15
Crude-Oil	108.99	0.73	0.67
Brent-Crude	111.74	0.84	0.78

CURRENCY FUTURES & INDEX TRENDS TRACKER



CURRENCY FUTURES

Expiry	Close	Change Points	% Change
27 MAY -22 USD-INR	77.09	0.59	0.77
27 MAY -22 EUR-INR	81.67	0.62	0.76
27 MAY -22 GBP-INR	95.34	-0.33	-0.34
27 MAY -22 JPY- INR	59.22	0.20	0.33

INDICES – SUPPORT-RESISTANCE-PIVOT LEVELS

Index	Close	S2	S1	Pivot	R1	R2
NIFTY	16411	16269	16340	16412	16483	16555
SENSEX	54836	54347	54592	54831	55075	55314
NIFTY FUTURES	16440	16279	16360	16427	16508	16575
BANK NIFTY	34591	34136	34364	34581	34808	35026
CNX IT	30719	30024	30372	30626	30974	31229
CNX MIDCAP	28584	28208	28396	28548	28736	28888
CNX SMALLCAP	9559	9415	9487	9554	9626	9694
INDIA VIX	21.25	18.32	19.78	20.80	22.26	23.28

INDEX TREND ANALYSIS

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

SECURITIES BAN IN F&O TRADES FOR 09-05-2022

NIL

TECHNICAL VIEWS



NIFTY

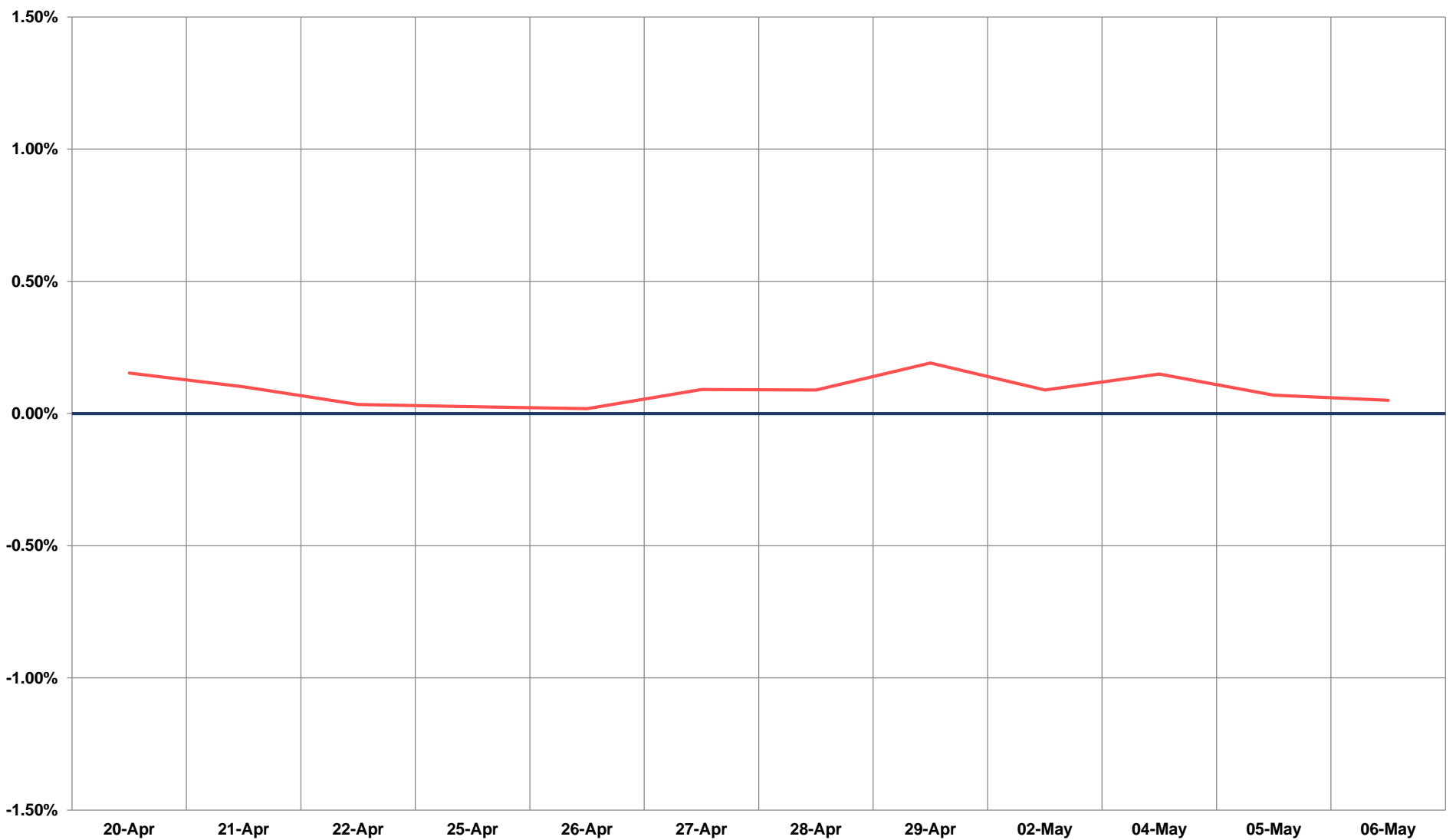
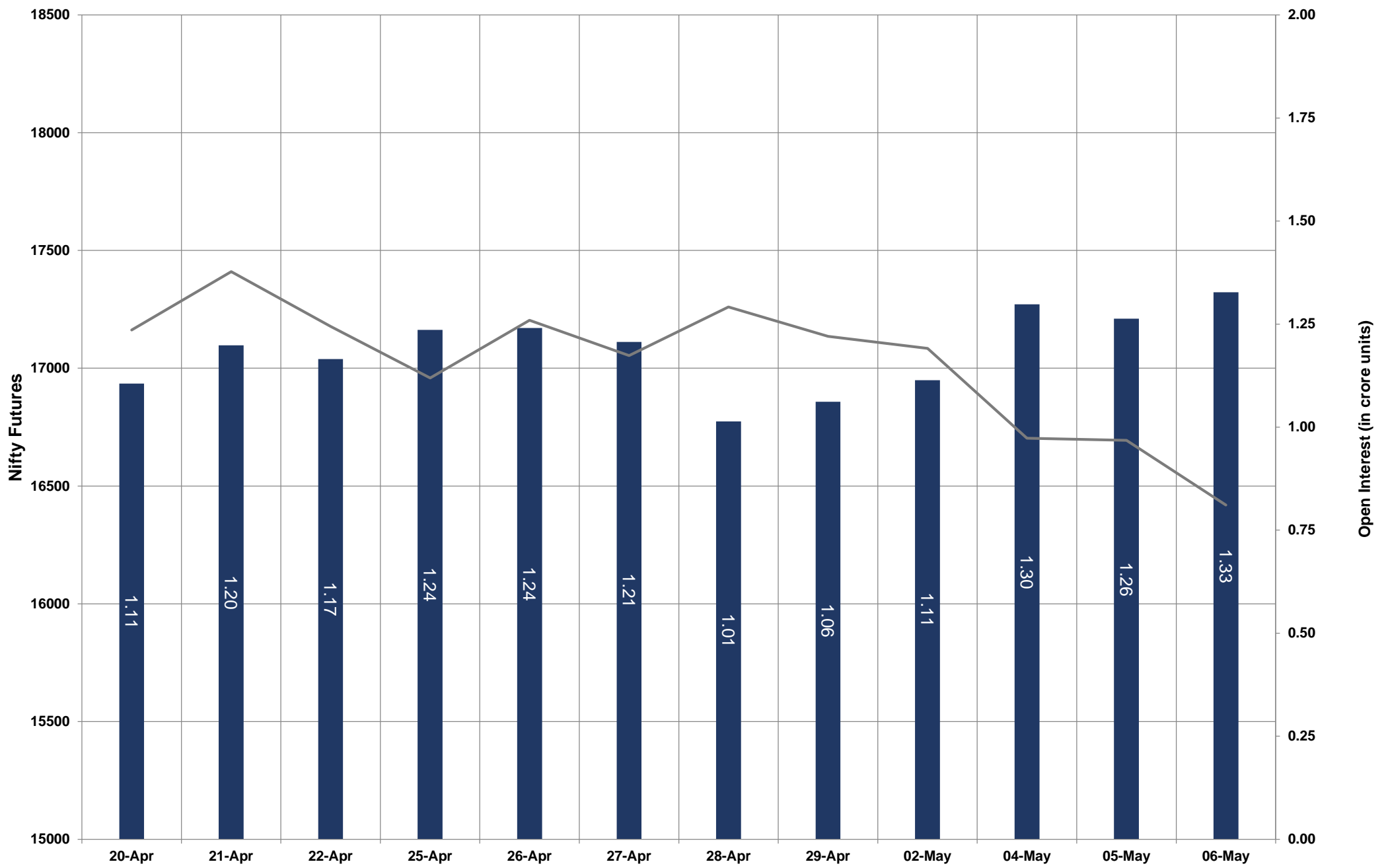


- Nifty Cash = **16411.25 (-1.63%)**
- Resistance levels = **16580** and **16700**
- Support levels = **16350** and **16200**

TECHNICAL VIEWS



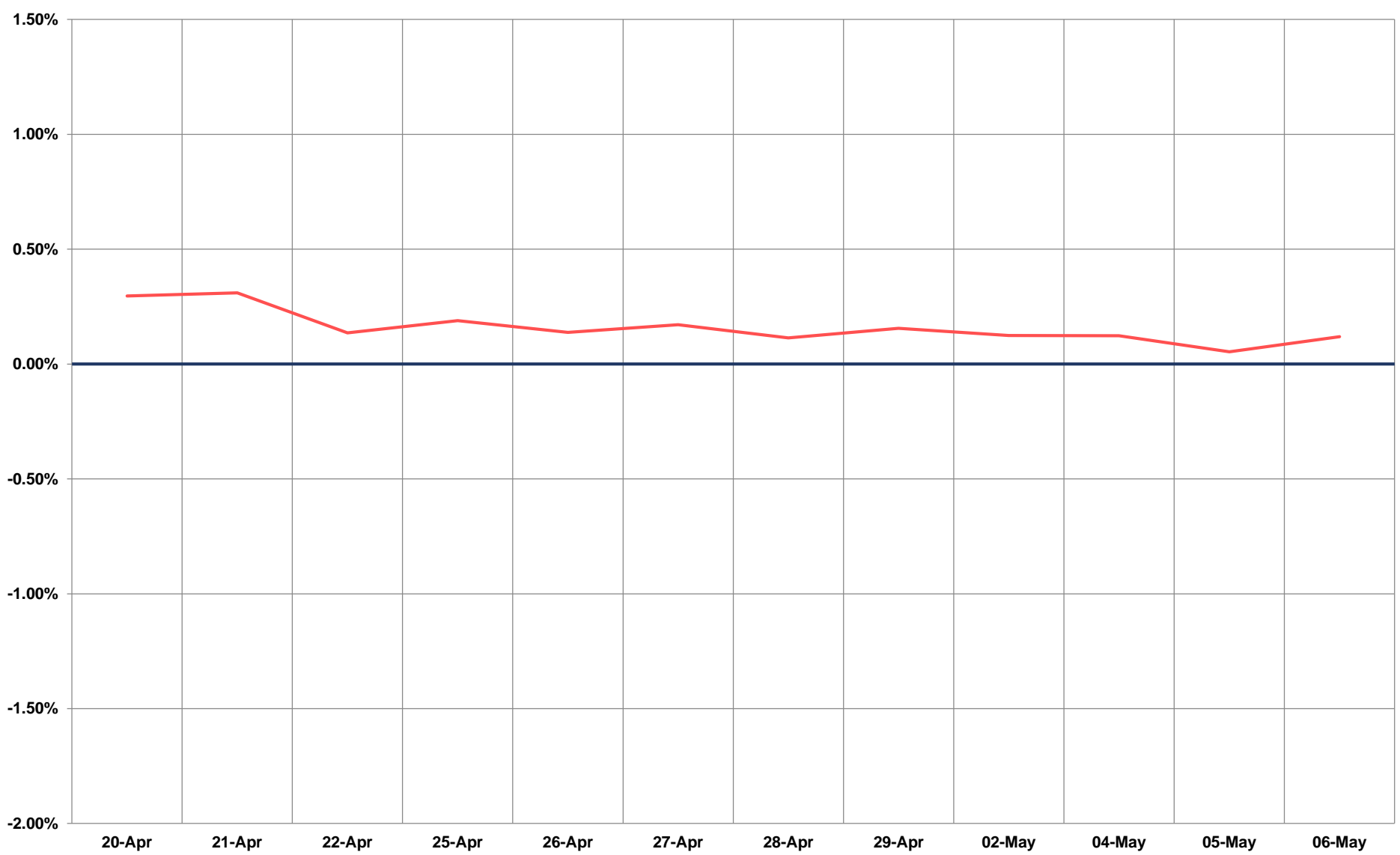
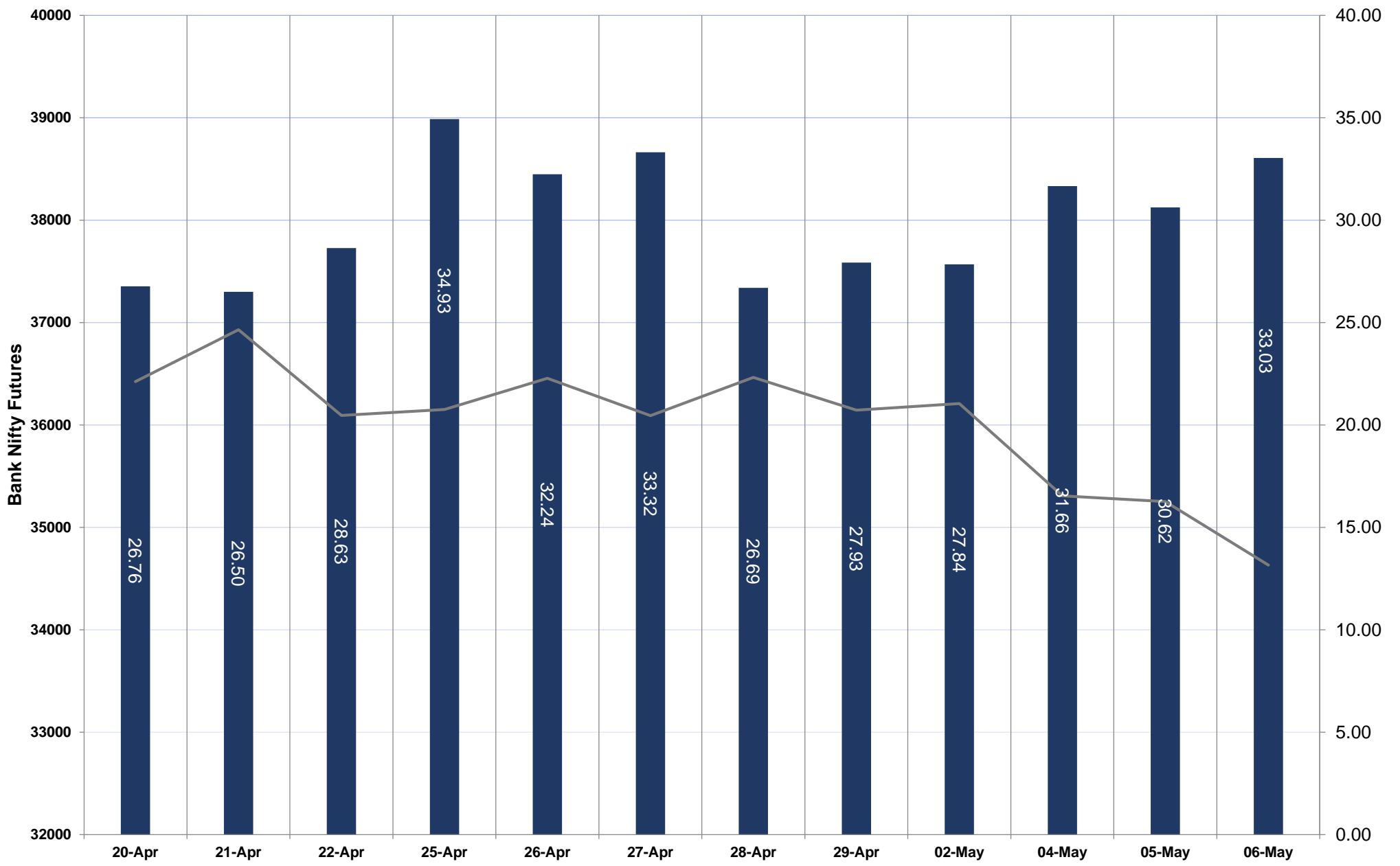
NIFTY FUTURES



TECHNICAL VIEWS



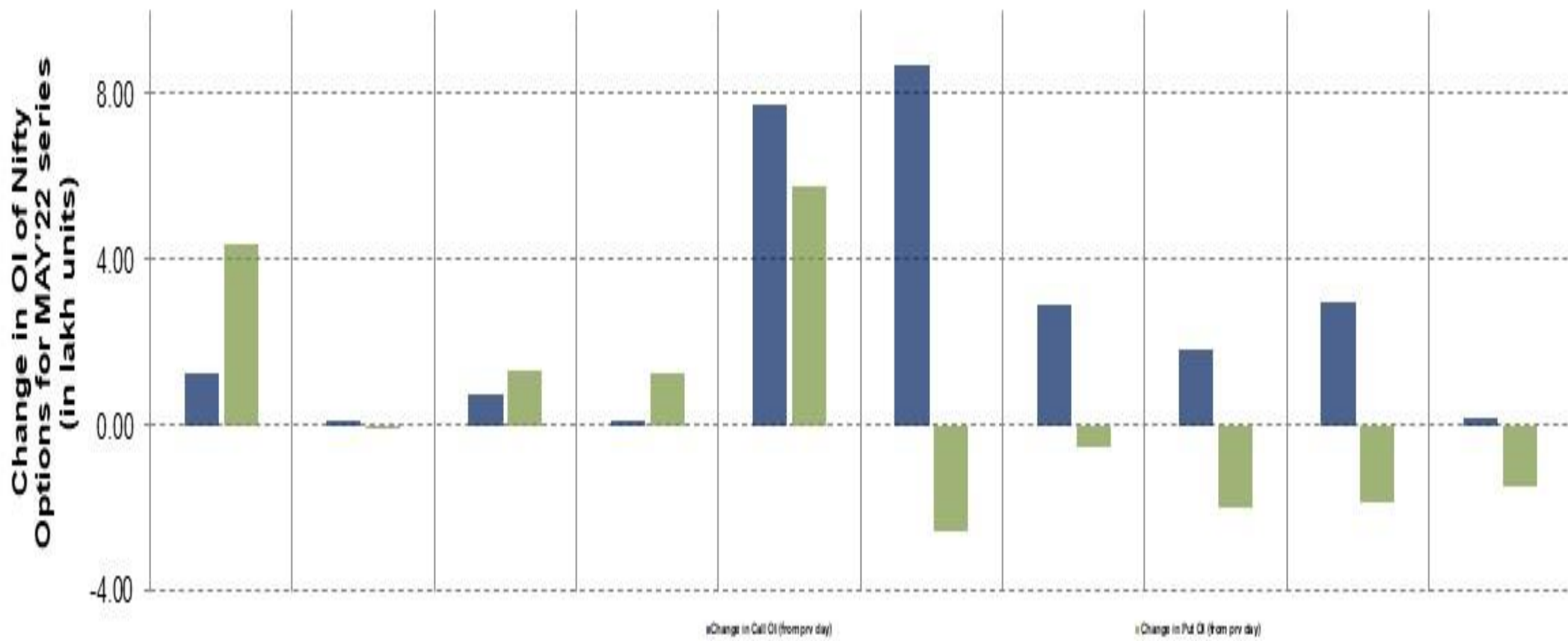
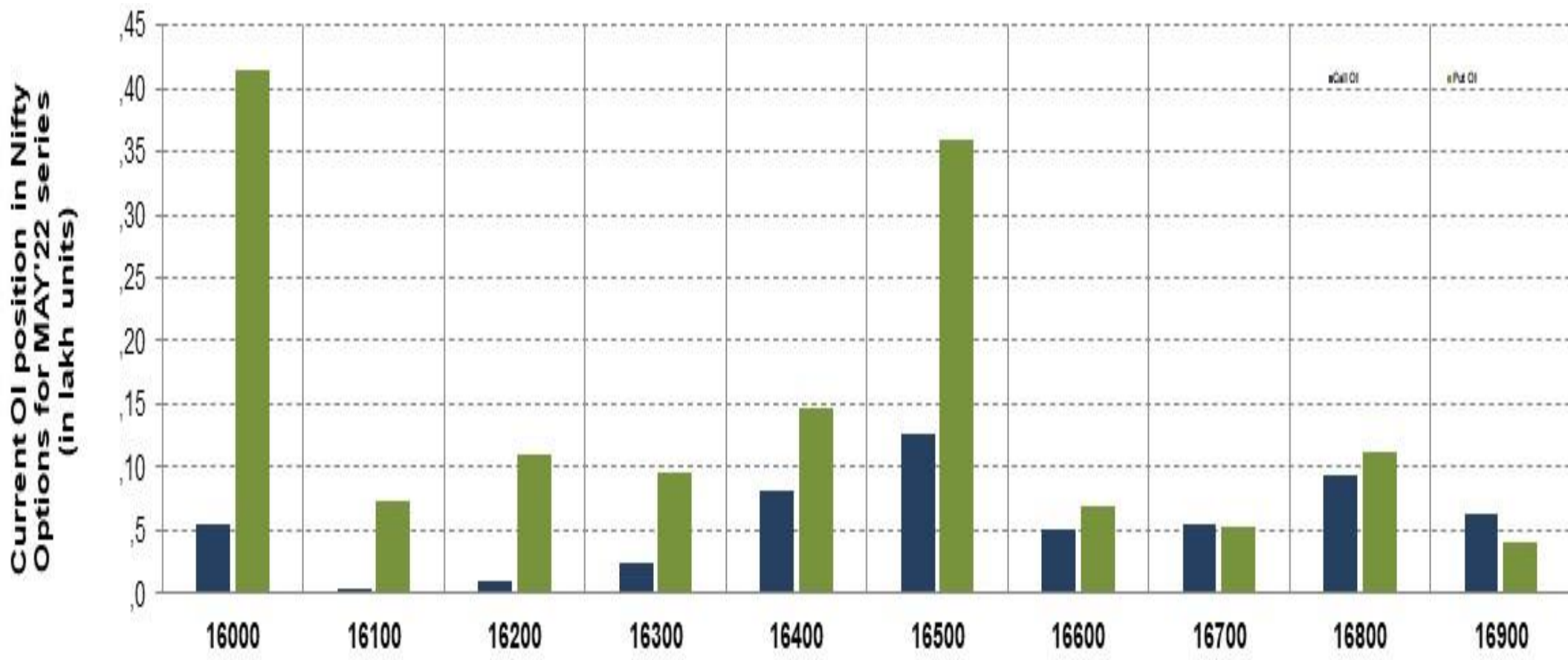
BANK NIFTY FUTURES



TECHNICAL VIEWS



NIFTY OPTIONS



- **Most Active Nifty Call** with an addition of **0.87 million** in Open Interests is **Strike Price of 16500**
- **Most Active Nifty Put** with a reduction of **0.57 millions** in Open Interests is **Strike Price of 16400**
- **Maximum Open Interest** an outstanding was **1.26 millions** for Calls at **Strike Price of 16500**
- **Maximum Open Interest** an outstanding was **4.14 millions** for puts at **Strike Price of 16000**

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