



MORNING MANTRA



Daily Derivatives & Market Report

AUG 12, 2022



Indian equity benchmarks ended higher on Friday. After a cautious start, markets traded volatile, as Credit rating agency ICRA noted that risks have emerged on account of the flagging external demand and rising uncertainty amidst a global slowdown, which could curtail India's exports and defer the anticipated broad-basing of private capex activity. Given the MPC's focus on anchoring inflation expectations and the RBI Governor's statement on ensuring that inflation moving closer to the target of 4.0% over the medium term, the agency expects another rate hike of around 10-35 bps in the September 2022 Policy meeting, albeit lower than the newly coined 'new normal' of 50 bps. After that, ICRA believes the MPC is likely to turn extremely data dependent.

Despite volatility, key indices remained in green terrain for the most part of the trading session, taking support with a private report that India will be the fastest growing major economy this year and the next despite headwinds from rising inflation, widening trade deficit and a declining rupee. It added that the 7 per cent decline in rupee value against the US dollar this year was not worrisome, and the government and RBI are confident of managing the situation. Also, S&P Global Ratings said the Indian economy can handle some erosion of its foreign exchange reserves as its external position is very strong. Traders took note of commerce and industry ministry's statement that India and the UK aim to conclude the free trade agreement by the end of October this year.

Finally, a day ended on a positive note with notable gains, as traders got support amid reports that start-ups have been the buzzword in India for the last several years. India is powering its growth with innovation and entrepreneurship. Currently, there are 75,000 start-ups in the country, which coincides with the 75th year of independence. Some support came as State Bank of India in a report said India's inflation trajectory going forward is expected to be benign with headline retail inflation potentially printing at less than 5 per cent in March 2023. It added that CPI (consumer price index) numbers for March 23 could be even lower than 5 per cent, if July CPI numbers are closer to 6.5-6.6 per cent, a likely possibility.

MARKET SELFIE



MARKET SUMMARY

| Domestic Indices | Close | Points | % Change |
|------------------|----------|---------|----------|
| SENSEX | 59462.78 | 130.18 | 0.22 |
| NIFTY | 17698.15 | 39.15 | 0.22 |
| MIDCAP | 24765.05 | 37.67 | 0.15 |
| SMLCAP | 27905.91 | 107.89 | 0.39 |
| BSEFMC | 15471.79 | -12.19 | -0.08 |
| AUTO | 29617.70 | -67.06 | -0.23 |
| POWER | 4858.04 | 72.81 | 1.52 |
| REALTY | 3530.69 | 22.48 | 0.64 |
| BSE IT | 30350.80 | -231.04 | -0.76 |
| BANKEX | 44758.13 | 182.20 | 0.41 |
| OIL GAS | 19772.86 | 476.07 | 2.47 |
| METAL | 19239.98 | 333.90 | 1.77 |
| INDIA VIX | 17.61 | -0.75 | -4.08 |

ADVANCE - DECLINE

| Index | Advance | Decline | Unchanged |
|-------|---------|---------|-----------|
| NSE | 1314 | 952 | 47 |
| BSE | 1811 | 1579 | 153 |

MARKET TURNOVER (₹ in Crs)

| Segment | Current | Previous | Net % |
|----------|---------|----------|-------|
| BSE CASH | 4349 | 3543 | 23 |
| NSE CASH | 55885 | 53806 | 4 |
| NSE F&O | 117895 | 124969 | (6) |

KEY INDICES RATIOS

| INDEX | P/E | P/B | Dividend Yield |
|--------|-------|------|----------------|
| NIFTY | 21.18 | 4.15 | 1.35 |
| SENSEX | 22.89 | 3.38 | 1.21 |

KEY NUMBERS TRACKER



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

| FII-DII* | Buy | Sell | Net |
|----------|------|------|-------|
| DII | 5752 | 6592 | (839) |
| FII | 8260 | 5220 | 3040 |

Note: FPI & DII Figures are provisional

FII ACTIVITY IN DERIVATIVES SEGMENT (₹ in Crs)

| FII | Buy | Sell | Net |
|---------------|-----------|-----------|-------|
| Index Futures | 3207.66 | 2286.29 | 921 |
| Index Options | 388010.20 | 384586.24 | 3424 |
| Stock Futures | 10626.29 | 10506.98 | 119 |
| Stock Options | 8525.65 | 8626.16 | (101) |

PUT-CALL RATIO

| Index | Current | Previous |
|------------|---------|----------|
| NIFTY | 1.25 | 1.27 |
| BANK NIFTY | 1.22 | 1.23 |

DOLLAR INDEX

| Dollar Index | Current | Previous | % Change |
|--------------|---------|----------|----------|
| DXY | 105.56 | 105.09 | 0.46 |

10-YEARS G-SEC YIELD

| Country | Current | Previous | % Change |
|---------|---------|----------|----------|
| INDIA | 7.289 | 7.267 | 0.30 |
| USA | 2.878 | 2.888 | -0.33 |

KEY COMMODITIES TRACKER (in \$)

| Commodity | Current | Change Points | % Change |
|-------------|---------|---------------|----------|
| Gold | 1786.79 | -2.19 | -0.12 |
| Silver | 20.30 | 0.03 | 0.17 |
| Crude-Oil | 92.94 | -1.40 | -1.48 |
| Brent-Crude | 98.47 | -1.11 | -1.11 |

CURRENCY FUTURES & INDEX TRENDS TRACKER



CURRENCY FUTURES

| Expiry | Close | Change Points | % Change |
|---------------------|-------|---------------|----------|
| 26 AUG -22 USD-INR | 79.83 | 0.09 | 0.11 |
| 26 AUG -22 EUR-INR | 82.13 | -0.26 | -0.31 |
| 26 AUG -22 GBP-INR | 96.87 | -0.37 | -0.38 |
| 26 AUG -22 JPY- INR | 59.73 | -0.40 | -0.66 |

INDICES – SUPPORT-RESISTANCE-PIVOT LEVELS

| Index | Close | S2 | S1 | Pivot | R1 | R2 |
|---------------|-------|-------|-------|-------|-------|-------|
| NIFTY | 17698 | 17547 | 17622 | 17674 | 17749 | 17800 |
| SENSEX | 59463 | 58946 | 59205 | 59371 | 59630 | 59796 |
| NIFTY FUTURES | 17717 | 17565 | 17641 | 17697 | 17773 | 17830 |
| BANK NIFTY | 39042 | 38608 | 38825 | 38957 | 39174 | 39306 |
| CNX IT | 29886 | 29591 | 29738 | 29967 | 30114 | 30343 |
| CNX MIDCAP | 30806 | 30450 | 30628 | 30739 | 30917 | 31028 |
| CNX SMALLCAP | 9422 | 9374 | 9398 | 9428 | 9452 | 9482 |
| INDIA VIX | 17.61 | 16.73 | 17.17 | 17.85 | 18.29 | 18.97 |

INDEX TREND ANALYSIS

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

SECURITIES BAN IN F&O TRADES FOR 16-08-2022

BALRAMCHIN, DELTACORP, TATACHEM

TECHNICAL VIEWS



NIFTY

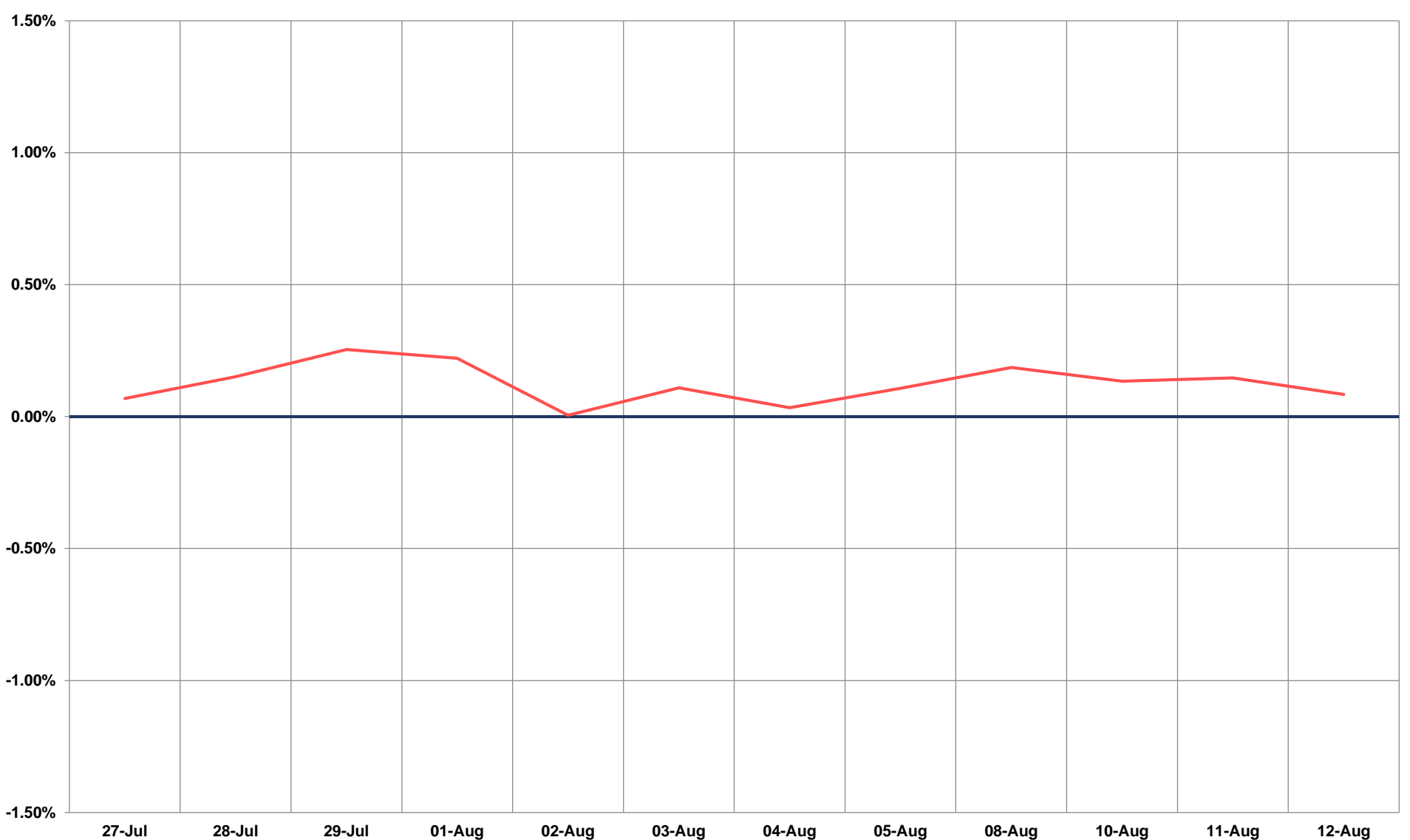
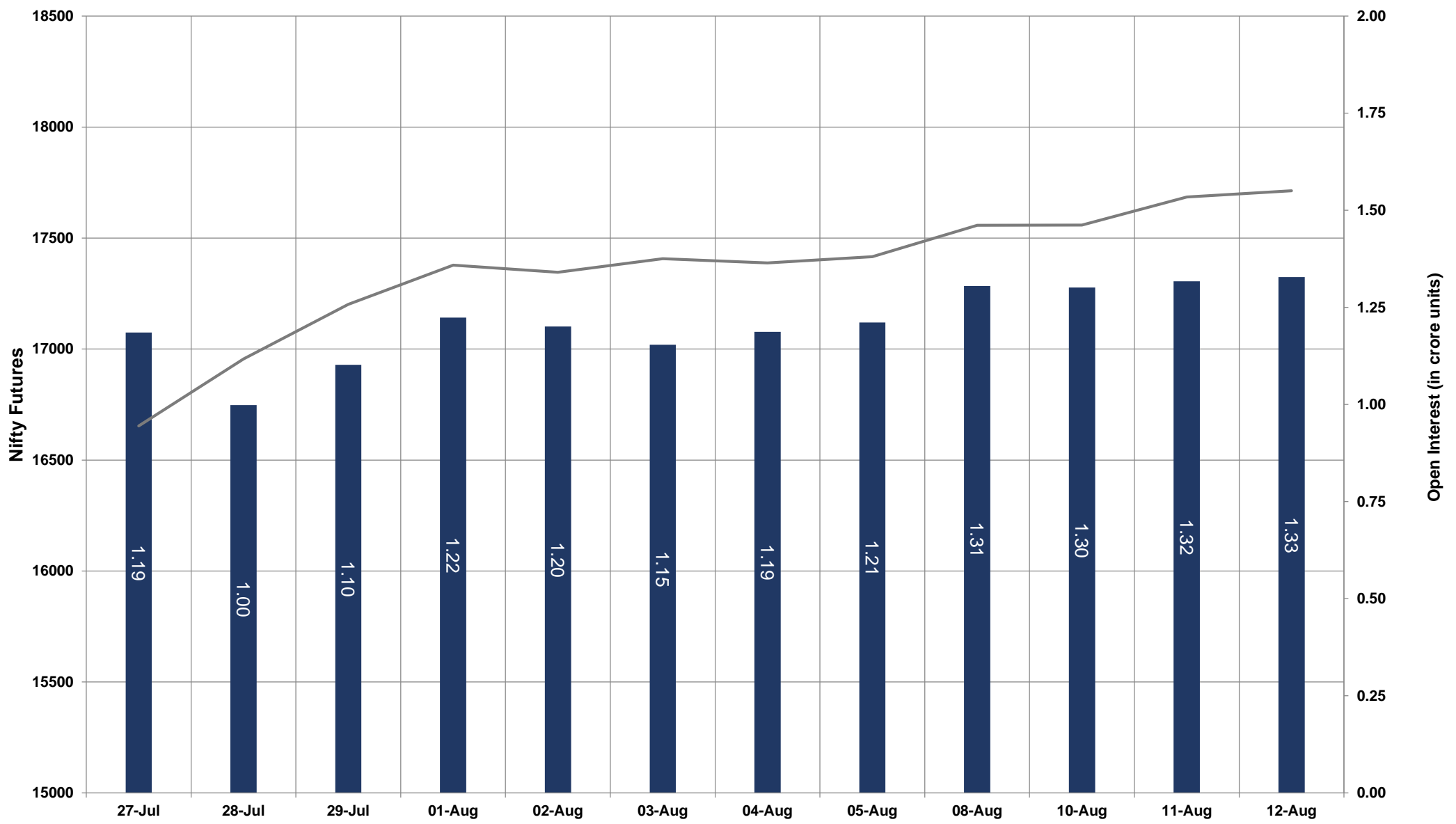


- Nifty Cash = **17698.15 (0.22%)**
- Resistance levels = **17750** and **17800**
- Support levels = **17500** and **17420**

TECHNICAL VIEWS



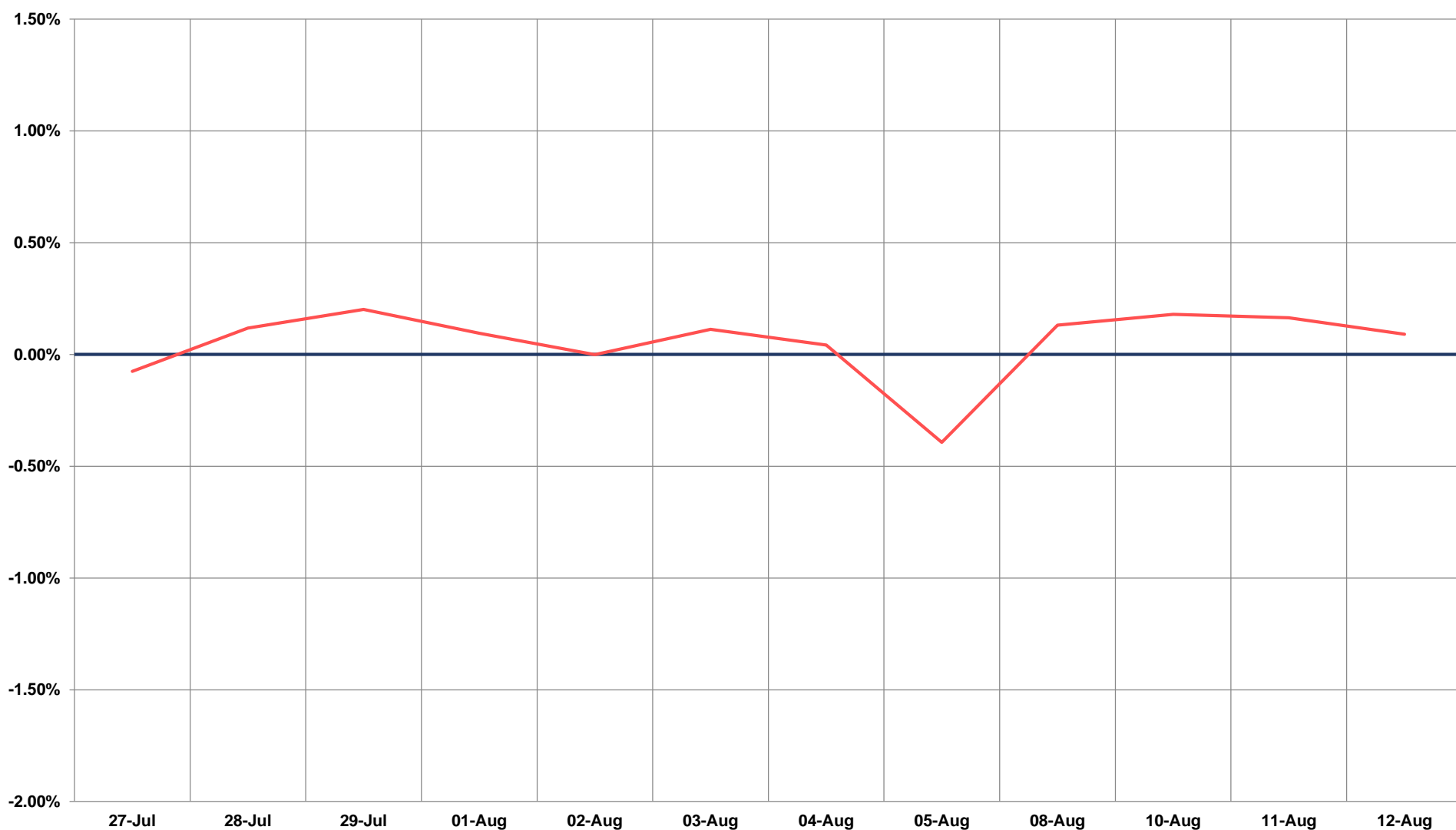
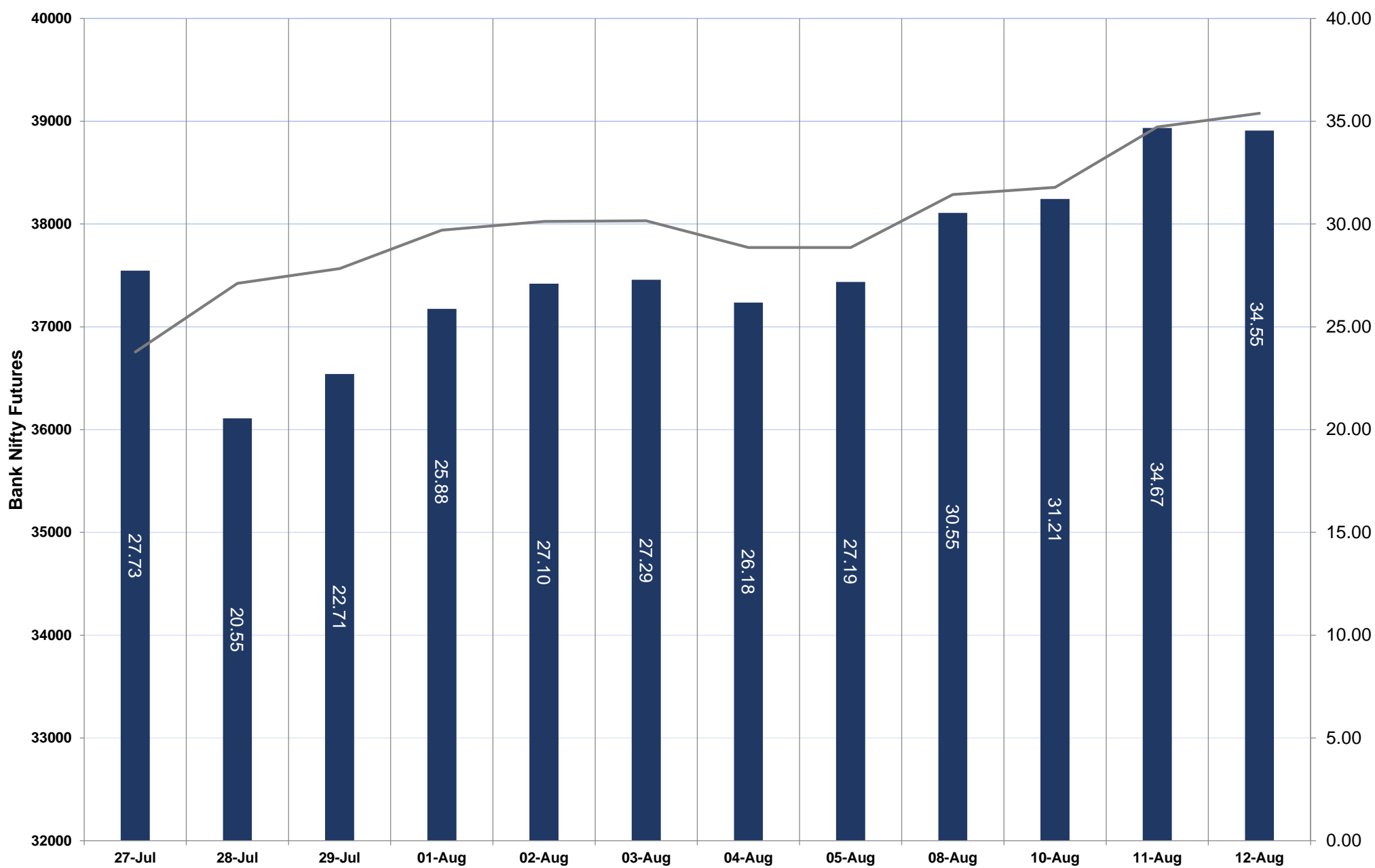
NIFTY FUTURES



TECHNICAL VIEWS



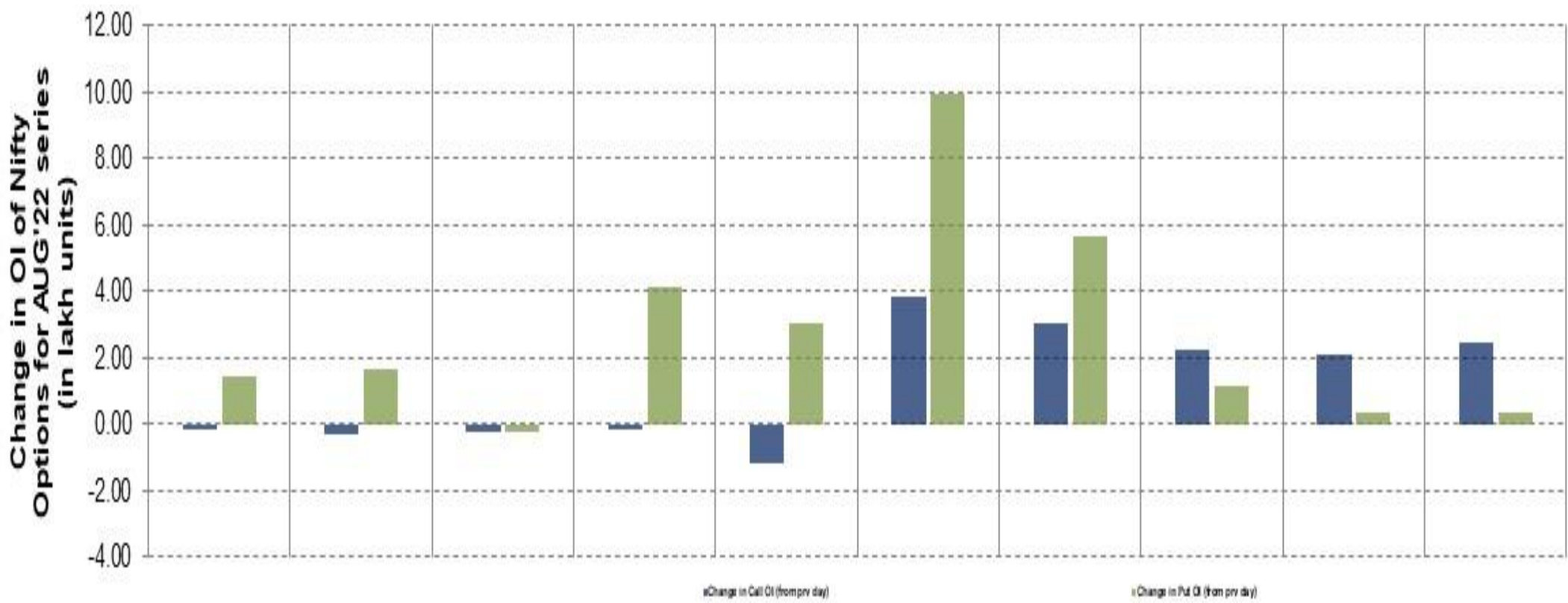
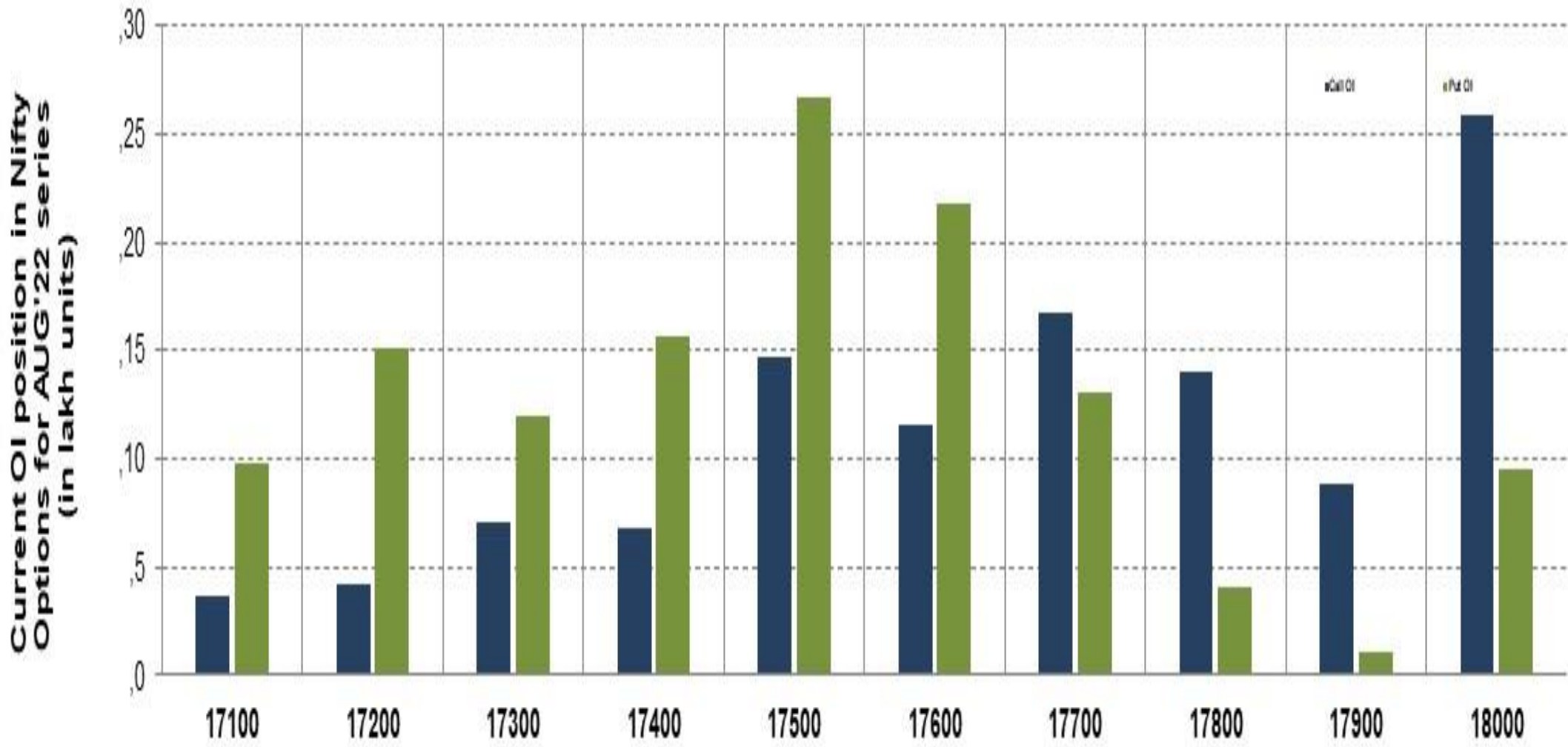
BANK NIFTY FUTURES



TECHNICAL VIEWS



NIFTY OPTIONS



- **Most Active Nifty Call** with an addition of 0.38 million in Open Interests is **Strike Price of 17600**
- **Most Active Nifty Put** with an addition of 0.99 millions in Open Interests is **Strike Price of 17600**
- **Maximum Open Interest** an outstanding was **2.58 millions** for Calls at **Strike Price of 18000**
- **Maximum Open Interest** an outstanding was **2.67 millions** for puts at **Strike Price of 17500**

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