



MORNING MANTRA



Daily Derivatives & Market Report

AUG 19, 2022



Indian equity benchmarks witnessed heavy selling on the last trading day of the week, with both Sensex and Nifty ending near their intraday low points. After a positive start, markets traded flat, taking some support with the Reserve Bank of India's state of the economy report showing that the fall in consumer price index (CPI)-based inflation to 6.7% in July from 7% in the previous month was a heartening development, and retail inflation may ease to 5% by the Q1 of FY23 before hitting the target of 4%.

However, in late morning deals, a sharp fall witnessed over the Dalal Street, as an analysis of industrial output and merchandise exports by India Ratings and Research suggested that the Indian manufacturing sector, which received a fillip in FY22 due to export growth, is likely to be hit by a slump in foreign trade activity in FY23. Also, an RBI article has warned that big bang privatisation of public sector banks can do more harm than good, and asked the government to take a nuanced approach on the issue.

Key indices continued weak trade in the second half of the trading session, as traders got cautious, after Reserve Bank of India turned net seller of the US currency in June after it sold USD 3.719 billion on a net basis. In the reporting month, the central bank purchased USD 18.96 billion from the spot market and sold USD 22.679 billion. Some concerns also came with reports that the finance ministry has said that exemptions specified in Free Trade Agreement (FTA) with regard to country of origin will prevail in case of conflict between revenue department and importer.

Domestic sentiments remained cautious after all-India Consumer Price Index Number for Agricultural Labourers and Rural Labourers (Base: 1986-87=100) for the month of July, 2022 increased by 6 points each to stand at 1131 and 1143 points respectively. Adding more concerns among traders, foreign institutional investors (FIIs) turned net sellers for the first time in current month, offloading shares worth Rs 1,706 crore on August 18, as per provisional data available on the NSE.

On the global front, European markets were trading lower as investors fretted about soaring inflation, tightening monetary policy, and slowing growth. Asian markets settled mostly lower on Friday, after Japan inflation continued to remain above the 2 percent target on higher fuel prices and weaker yen. Excluding fresh food, core inflation increased to 2.4 percent from 2.2 percent in the previous month, the Ministry of Internal Affairs and Communications reported. Core inflation exceeded the central bank's 2 percent target for the fourth straight month.

MARKET SELFIE



MARKET SUMMARY

Domestic Indices	Close	Points	% Change
SENSEX	59646.15	-651.85	-1.08
NIFTY	17758.45	-198.05	-1.10
MIDCAP	24965.57	-320.94	-1.27
SMLCAP	28175.38	-263.19	-0.93
BSEFMC	15650.87	-196.47	-1.24
AUTO	29733.48	-431.36	-1.43
POWER	5038.05	26.81	0.53
REALTY	3587.66	-78.57	-2.14
BSE IT	30510.03	-4.29	-0.01
BANKEX	44738.35	-729.81	-1.61
OIL GAS	19682.94	-324.92	-1.62
METAL	18882.39	-353.79	-1.84
INDIA VIX	18.29	0.94	5.42

ADVANCE - DECLINE

Index	Advance	Decline	Unchanged
NSE	935	1325	54
BSE	1427	1981	120

MARKET TURNOVER (₹ in Crs)

Segment	Current	Previous	Net %
BSE CASH	5301	10247	(48)
NSE CASH	68060	59054	15
NSE F&O	201791	150865	34

KEY INDICES RATIOS

INDEX	P/E	P/B	Dividend Yield
NIFTY	21.20	4.15	1.41
SENSEX	23.00	3.40	1.21

KEY NUMBERS TRACKER



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

FII-DII*	Buy	Sell	Net
DII	7018	5908	1111
FII	5683	7317	(1633)

Note: FPI & DII Figures are provisional

FII ACTIVITY IN DERIVATIVES SEGMENT (₹ in Crs)

FII	Buy	Sell	Net
Index Futures	2414.20	4061.39	(1647)
Index Options	729740.10	731755.48	(2015)
Stock Futures	17113.34	18471.10	(1358)
Stock Options	13314.34	13211.02	103

PUT-CALL RATIO

Index	Current	Previous
NIFTY	0.89	1.24
BANK NIFTY	0.71	1.23

DOLLAR INDEX

Dollar Index	Current	Previous	% Change
DXY	108.10	107.48	0.58

10-YEARS G-SEC YIELD

Country	Current	Previous	% Change
INDIA	7.266	7.242	0.33
USA	2.928	2.880	1.67

KEY COMMODITIES TRACKER (in \$)

Commodity	Current	Change Points	% Change
Gold	1744.39	-13.97	-0.79
Silver	18.98	-0.51	-2.66
Crude-Oil	89.60	-0.51	-0.57
Brent-Crude	96.09	-0.50	-0.52

CURRENCY FUTURES & INDEX TRENDS TRACKER



CURRENCY FUTURES

Expiry	Close	Change Points	% Change
26 AUG -22 USD-INR	79.94	0.26	0.33
26 AUG -22 EUR-INR	80.40	-0.72	-0.88
26 AUG -22 GBP-INR	94.71	-1.40	-1.46
26 AUG -22 JPY- INR	58.46	-0.58	-0.99

INDICES – SUPPORT-RESISTANCE-PIVOT LEVELS

Index	Close	S2	S1	Pivot	R1	R2
NIFTY	17758	17539	17649	17820	17930	18102
SENSEX	59646	58907	59277	59844	60213	60781
NIFTY FUTURES	17732	17534	17633	17811	17910	18089
BANK NIFTY	38986	38287	38637	39198	39547	40109
CNX IT	30036	29621	29828	30152	30359	30682
CNX MIDCAP	31005	30489	30747	31170	31428	31851
CNX SMALLCAP	9458	9315	9386	9509	9580	9702
INDIA VIX	18.28	16.22	17.25	17.91	18.94	19.60

INDEX TREND ANALYSIS

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

SECURITIES BAN IN F&O TRADES FOR 22-08-2022

BALRAMCHIN, DELTACORP, TATACHEM

TECHNICAL VIEWS



NIFTY

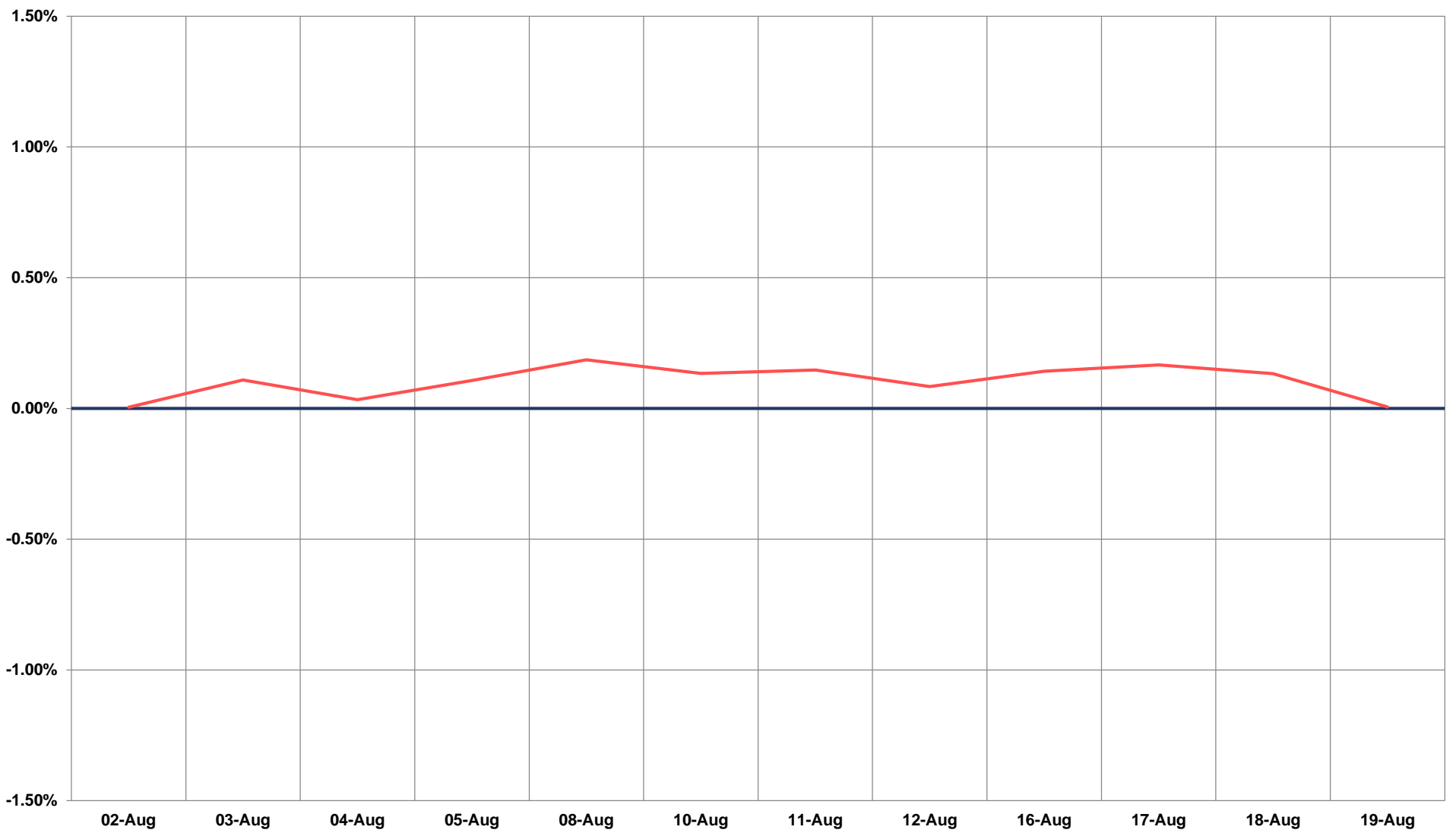
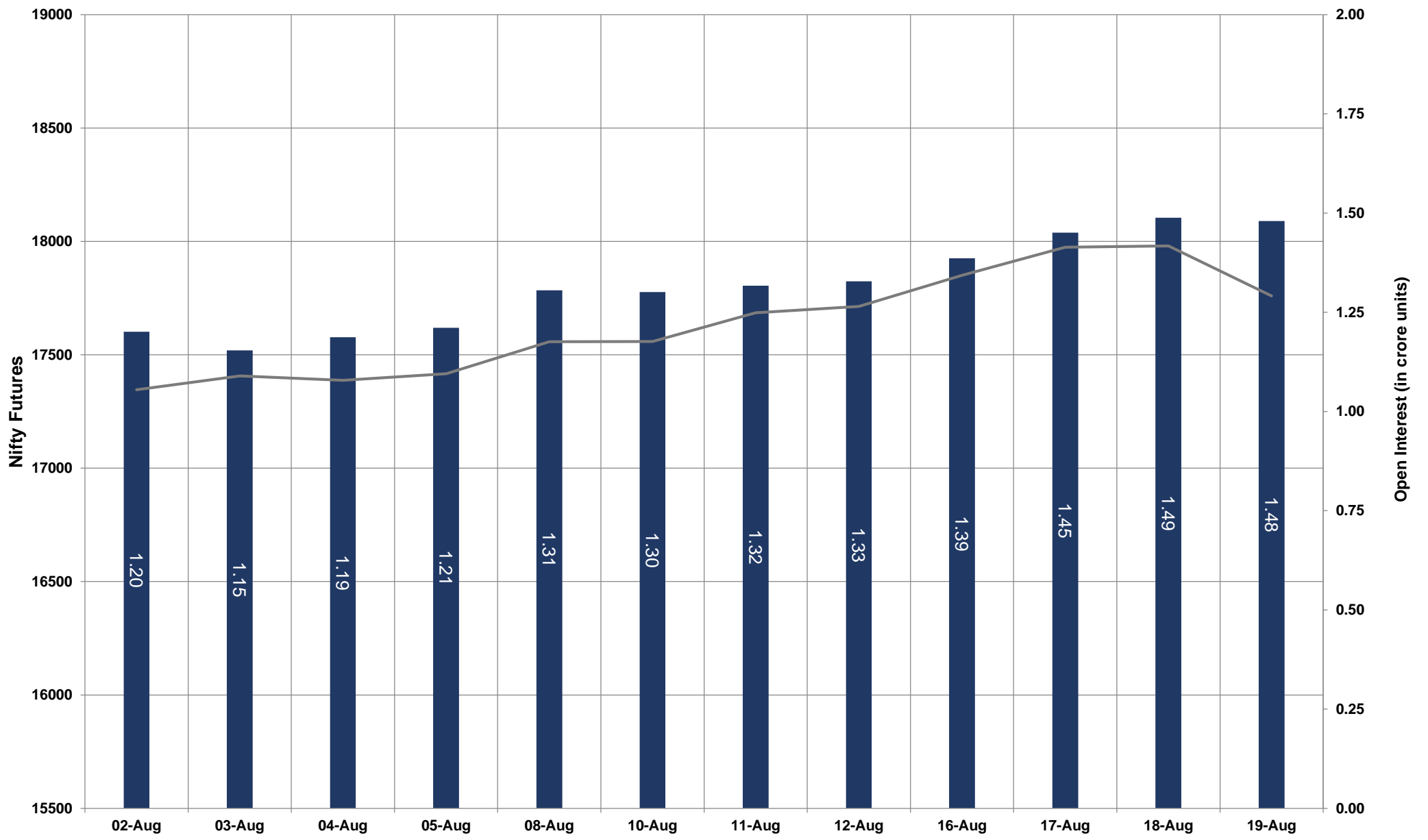


- Nifty Cash = **17758.45 (-1.10%)**
- Resistance levels = **17886** and **18020**
- Support levels = **17640** and **17550**

TECHNICAL VIEWS



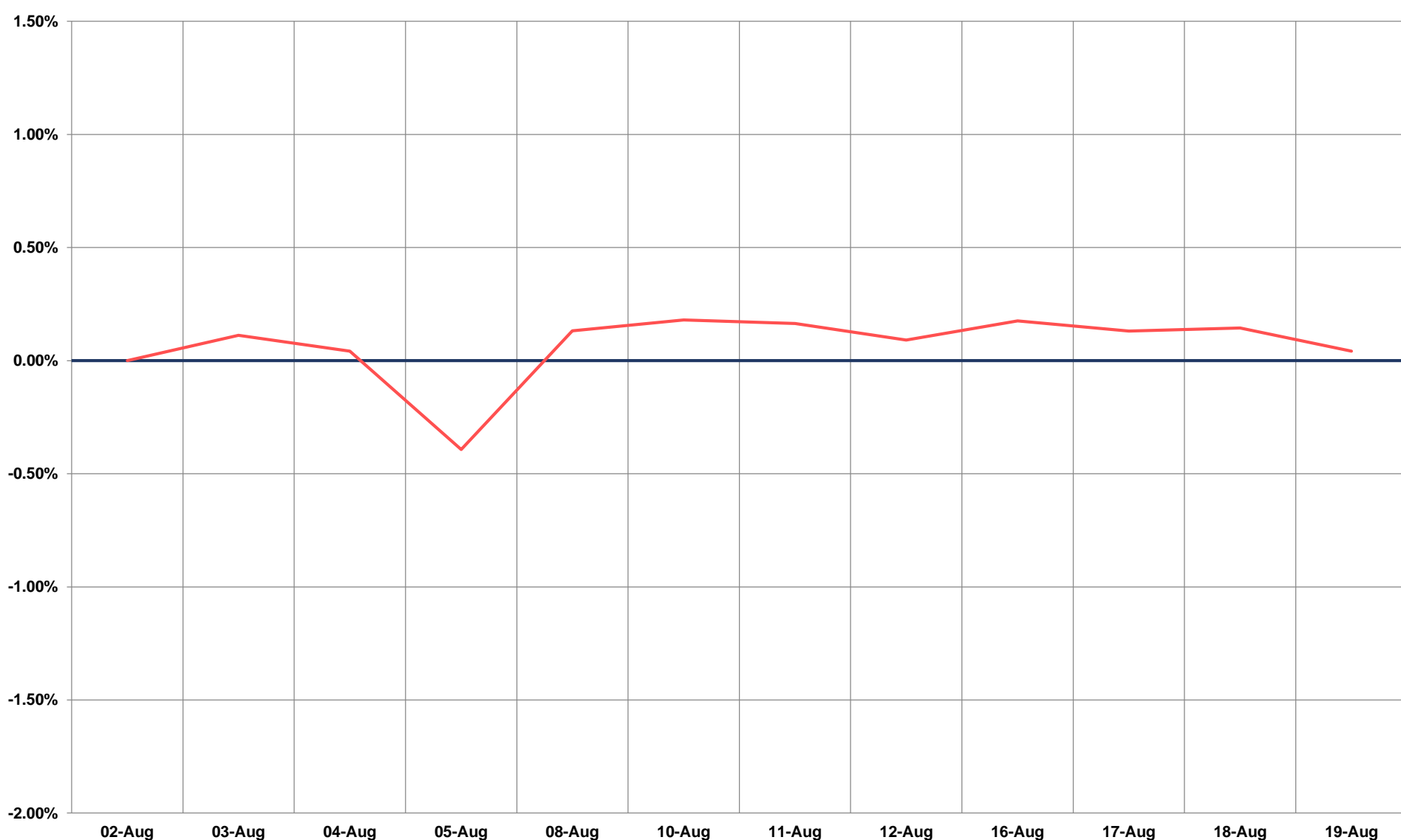
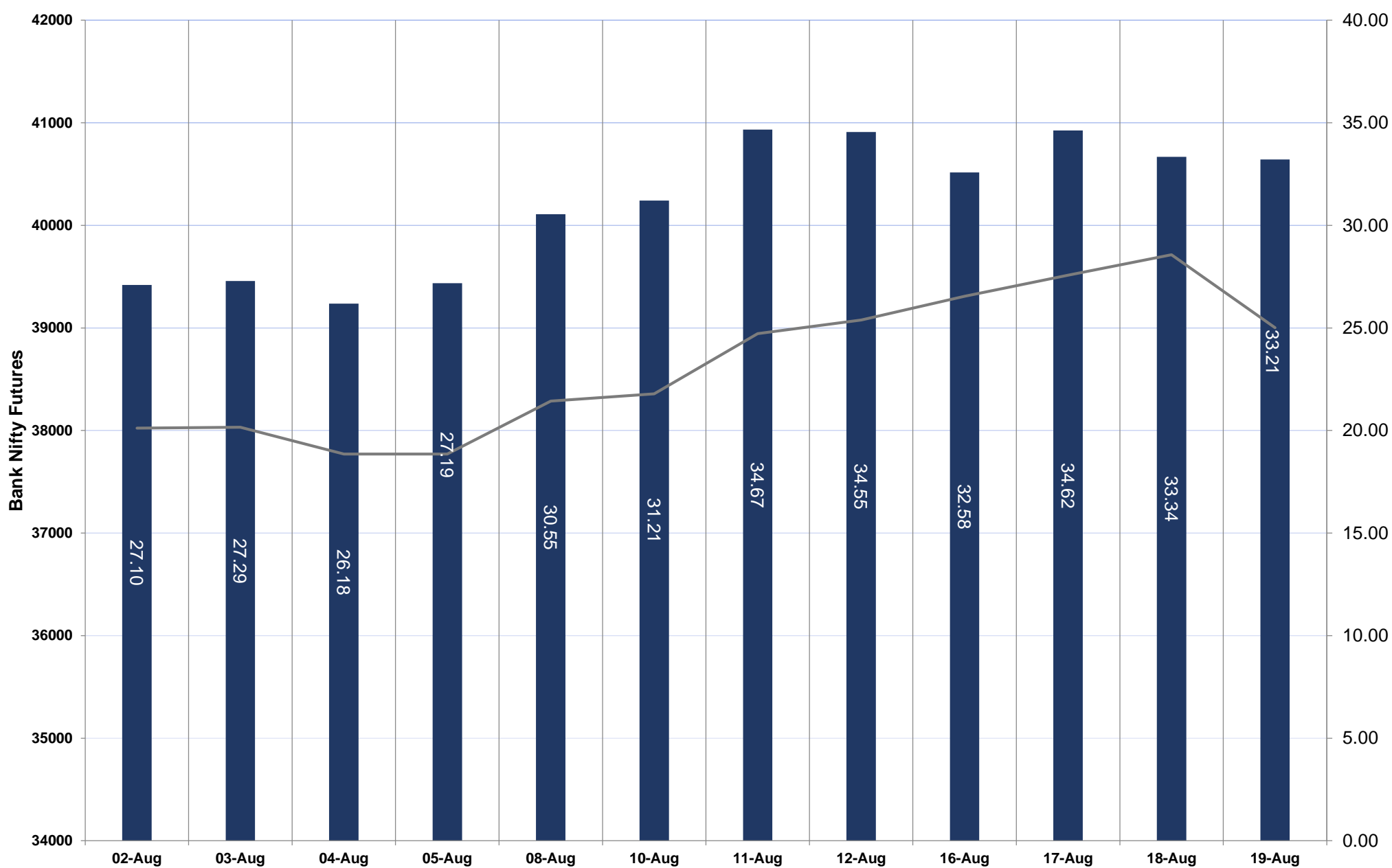
NIFTY FUTURES



TECHNICAL VIEWS



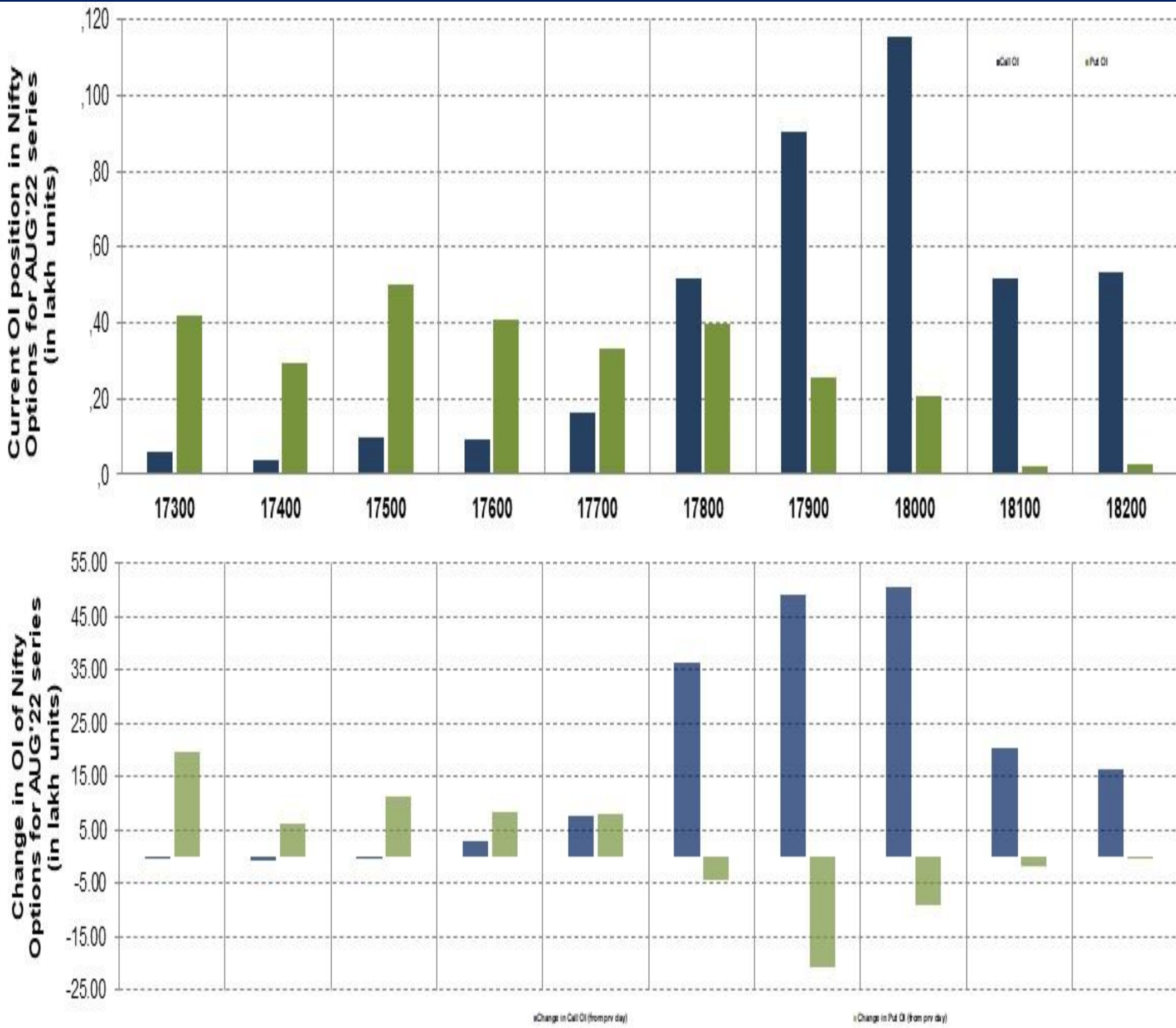
BANK NIFTY FUTURES



TECHNICAL VIEWS



NIFTY OPTIONS



- **Most Active Nifty Call** with an addition of 5.05 million in Open Interests is **Strike Price of 18000**
- **Most Active Nifty Put** with an addition of 1.95 millions in Open Interests is **Strike Price of 17300**
- **Maximum Open Interest** an outstanding was **11.50 millions** for Calls at **Strike Price of 18000**
- **Maximum Open Interest** an outstanding was **4.98 millions** for puts at **Strike Price of 17500**

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