



MORNING MANTRA



Daily Derivatives & Market Report

DEC 20, 2022



After trading with massive losses for most part of the day, Indian equity benchmarks managed to cut most of their losses in last hour of trade to end the session marginally lower. Mirroring weak Asian markets cues, key indices made a negative start, as traders continued to concern about a global recession and an increase in COVID-19 infections in China, which have tempered hope for easing stringent pandemic restrictions. Besides, foreign fund outflows also dented sentiments in domestic markets. Foreign institutional investors (FIIs) have net-sold shares worth Rs 538.10 crore on December 19, as per provisional data available on the NSE. Markets further extended their losses, as some cautiousness came after liquidity in the banking system has slipped into a deficit for the first time in three weeks, prompting banks to borrow the largest quantum of funds from the Reserve Bank of India (RBI) in around a month and a half.

Indices continued to sag under weakness in afternoon session, as sentiments got hit after Japan's central bank unexpectedly tweaked its bond yield controls - a move that will allow long-term interest rates to rise more. Meanwhile, Hawkish comments on interest rates from former Federal Reserve official William Dudley also fueled worries about a worldwide recession. Traders overlooked Union Finance Minister Nirmala Sitharaman's statement that scheduled commercial banks have written off loans amounting to Rs 10,09,511 crore in the last five financial years and the process of recovery of dues from the borrowers continues. Besides, Finance Minister Nirmala Sitharaman stated that the notes in circulation (NIC) in the economy rose 8% as of December 2 from a year before to Rs 31.93 trillion. Between March 2016 (the note ban exercise was undertaken in November 2016) and March 2022, the notes in circulation rose from Rs 16.42 trillion to Rs 31.06 trillion. This means it grew from the pre-demonetisation level of 10.7% of GDP in FY16 to 13.1% in FY22. However, losses got trimmed in late afternoon session as traders went for value buying.

On the global front, European markets were trading lower after the Bank of Japan held its benchmark rate at record lows, but widened the range for yield fluctuations in the benchmark government bonds. This move has been taken as a step toward the country leaving behind its policy of yield curve control and near-zero interest rates as the country grapples with surging inflation. All Asian markets ended lower as traders fret that central bank efforts to tame inflation will tip economies into recession. Back home, sector wise, aviation sector remained in limelight after Directorate General of Civil Aviation (DGCA) in its latest data has said India's domestic passenger traffic rose 11.06 per cent to 116 lakh in November 2022 over the year-ago period. In November 2021, the air passenger traffic stood at 105.16 lakh.

MARKET SELFIE



MARKET SUMMARY

Domestic Indices	Close	Points	% Change
SENSEX	61702.29	-103.90	-0.17
NIFTY	18385.30	-35.15	-0.19
MIDCAP	25843.13	-69.39	-0.27
SMLCAP	29596.46	-5.57	-0.02
BSEFMC	16618.45	-94.91	-0.57
AUTO	29541.44	-227.01	-0.76
POWER	4527.16	-13.12	-0.29
REALTY	3492.33	-36.60	-1.04
BSE IT	28664.15	31.03	0.11
BANKEX	49311.76	-56.10	-0.11
OIL GAS	20649.57	19.92	0.10
METAL	20525.95	-104.30	-0.51
INDIA VIX	13.78	0.23	1.70

ADVANCE - DECLINE

Index	Advance	Decline	Unchanged
NSE	1142	1212	57
BSE	1672	1850	135

MARKET TURNOVER (₹ in Crs)

Segment	Current	Previous	Net %
BSE CASH	4374	3444	27
NSE CASH	46750	47337	(1)
NSE F&O	21649921	12507946	73

KEY INDICES RATIOS

INDEX	P/E	P/B	Dividend Yield
NIFTY	22.10	4.32	1.28
SENSEX	24.00	3.45	1.15

KEY NUMBERS TRACKER



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

FII-DII*	Buy	Sell	Net
DII	4951	4457	495
FII	5678	5222	456

Note: FPI & DII Figures are provisional

FII ACTIVITY IN DERIVATIVES SEGMENT (₹ in Crs)

FII	Buy	Sell	Net
Index Futures	2614.20	5600.65	(2986)
Index Options	1294147.83	1291814.43	2333
Stock Futures	7959.69	9089.55	(1130)
Stock Options	12346.95	12294.15	53

PUT-CALL RATIO

Index	Current	Previous
NIFTY	1.02	1.01
BANK NIFTY	0.91	0.97

DOLLAR INDEX

Dollar Index	Current	Previous	% Change
DXY	104.03	104.72	-0.66

10-YEARS G-SEC YIELD

Country	Current	Previous	% Change
INDIA	7.299	7.297	0.03
USA	3.666	3.583	2.31

KEY COMMODITIES TRACKER (in \$)

Commodity	Current	Change Points	% Change
Gold	1806.56	19.34	1.08
Silver	23.73	0.75	3.28
Crude-Oil	76.51	1.13	1.50
Brent-Crude	80.64	0.84	1.05

CURRENCY FUTURES & INDEX TRENDS TRACKER



CURRENCY FUTURES

Expiry	Close	Change Points	% Change
28 DEC -22 USD-INR	82.79	0.08	0.09
28 DEC -22 EUR-INR	88.01	0.20	0.23
28 DEC -22 GBP-INR	100.70	-0.12	-0.11
28 DEC -22 JPY- INR	62.54	1.78	2.92

INDICES – SUPPORT-RESISTANCE-PIVOT LEVELS

Index	Close	S2	S1	Pivot	R1	R2
NIFTY	18385	18129	18257	18331	18459	18533
SENSEX	61702	60851	61277	61528	61954	62206
NIFTY FUTURES	18425	18152	18288	18369	18505	18586
BANK NIFTY	43360	42776	43068	43247	43539	43718
CNX IT	28613	27920	28266	28455	28801	28990
CNX MIDCAP	32117	31651	31884	32038	32271	32424
CNX SMALLCAP	10020	9868	9944	10020	10096	10171
INDIA VIX	13.78	12.03	12.91	13.91	14.79	15.79

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	Sell	Sell	Buy
CNX MIDCAP	Neutral	Buy	Buy
CNX SMALLCAP	Neutral	Buy	Buy
INDIA VIX	Neutral	Sell	Sell

SECURITIES BAN IN F&O TRADES FOR 21-12-2022

DELTACORP, GNFC, IBULHSGFIN, IRCTC, PNB

TECHNICAL VIEWS



NIFTY

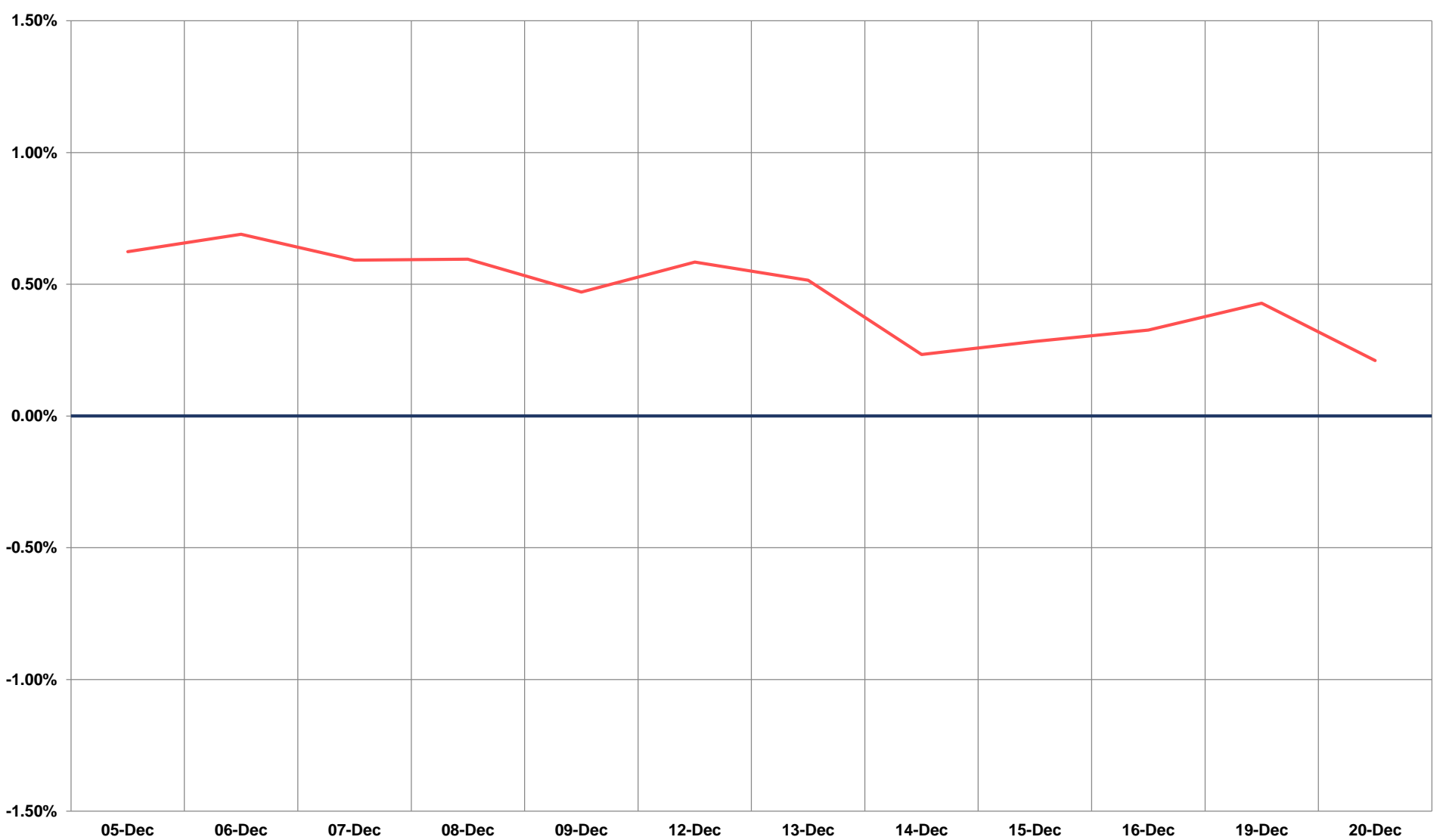
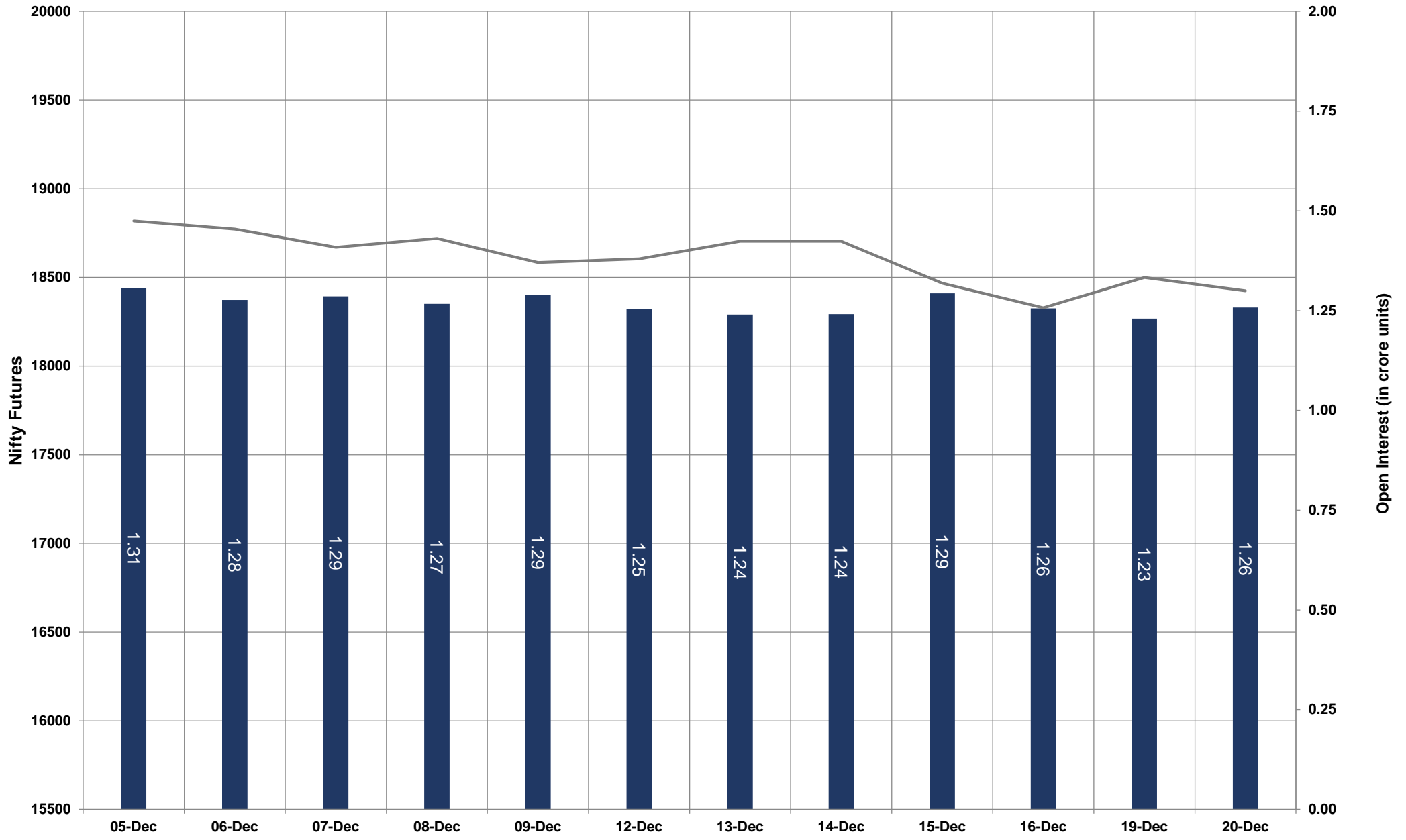


- Nifty Cash = **18385.30 (-0.19%)**
- Resistance levels = **18400** and **18510**
- Support levels = **18300** and **18210**

TECHNICAL VIEWS



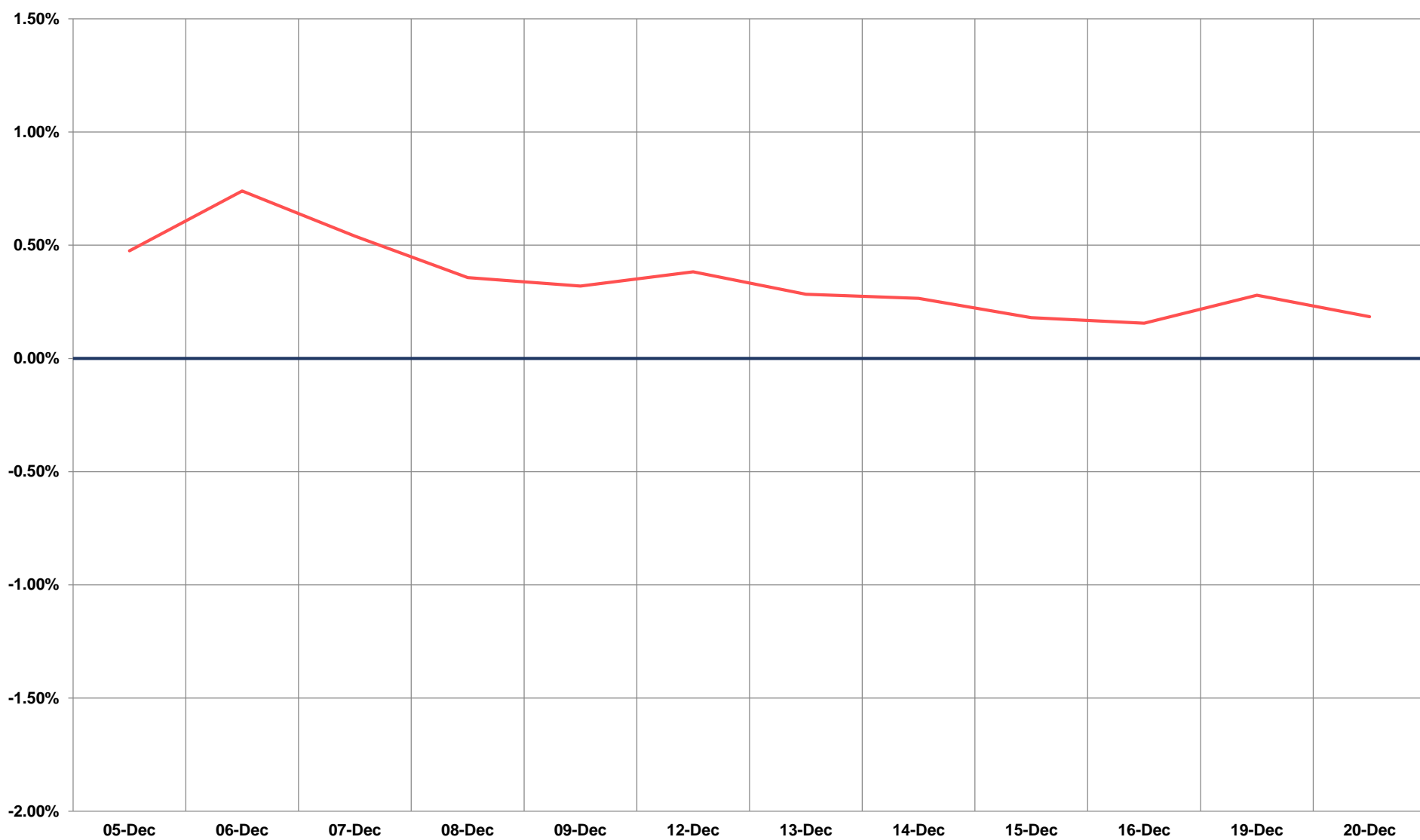
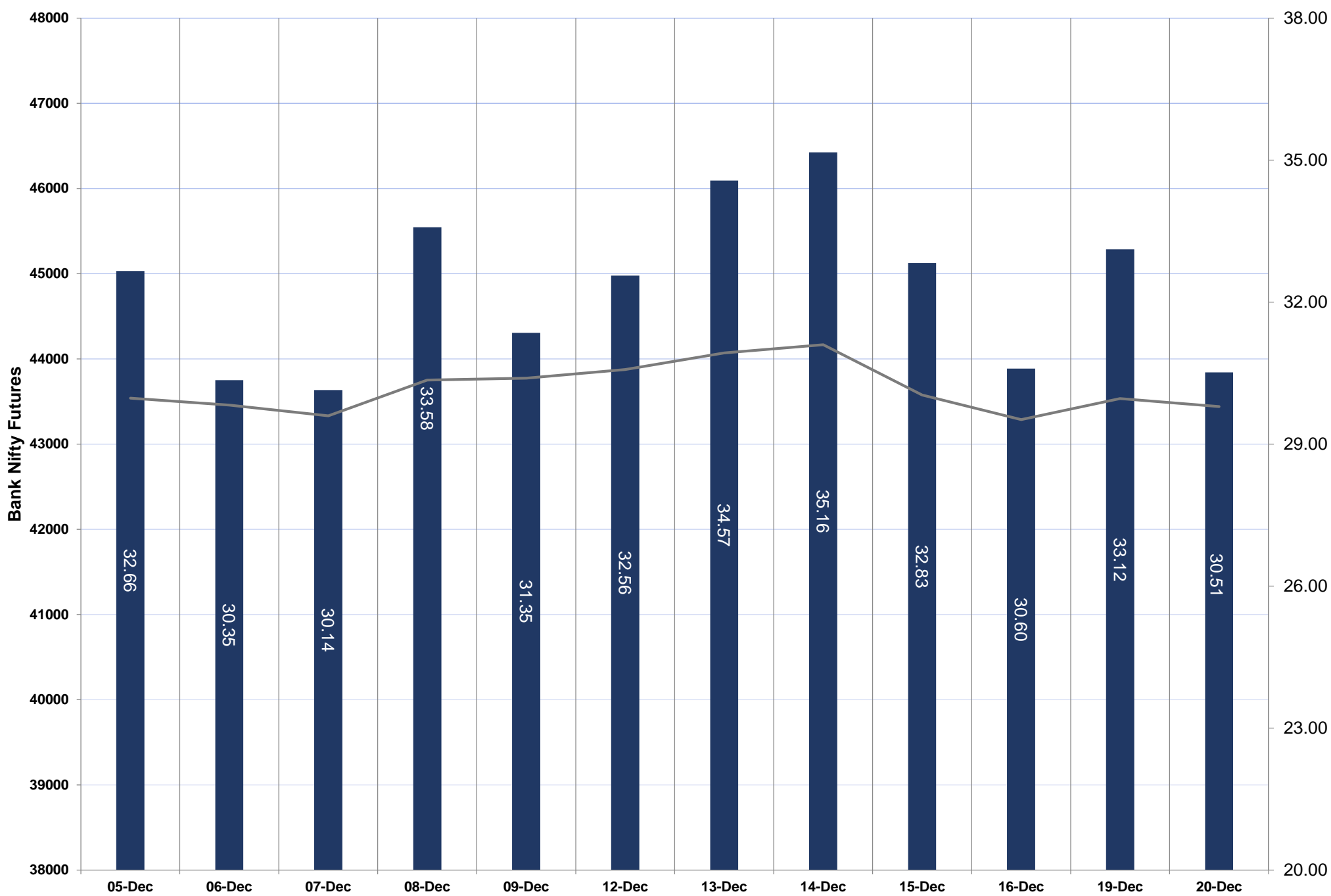
NIFTY FUTURES



TECHNICAL VIEWS



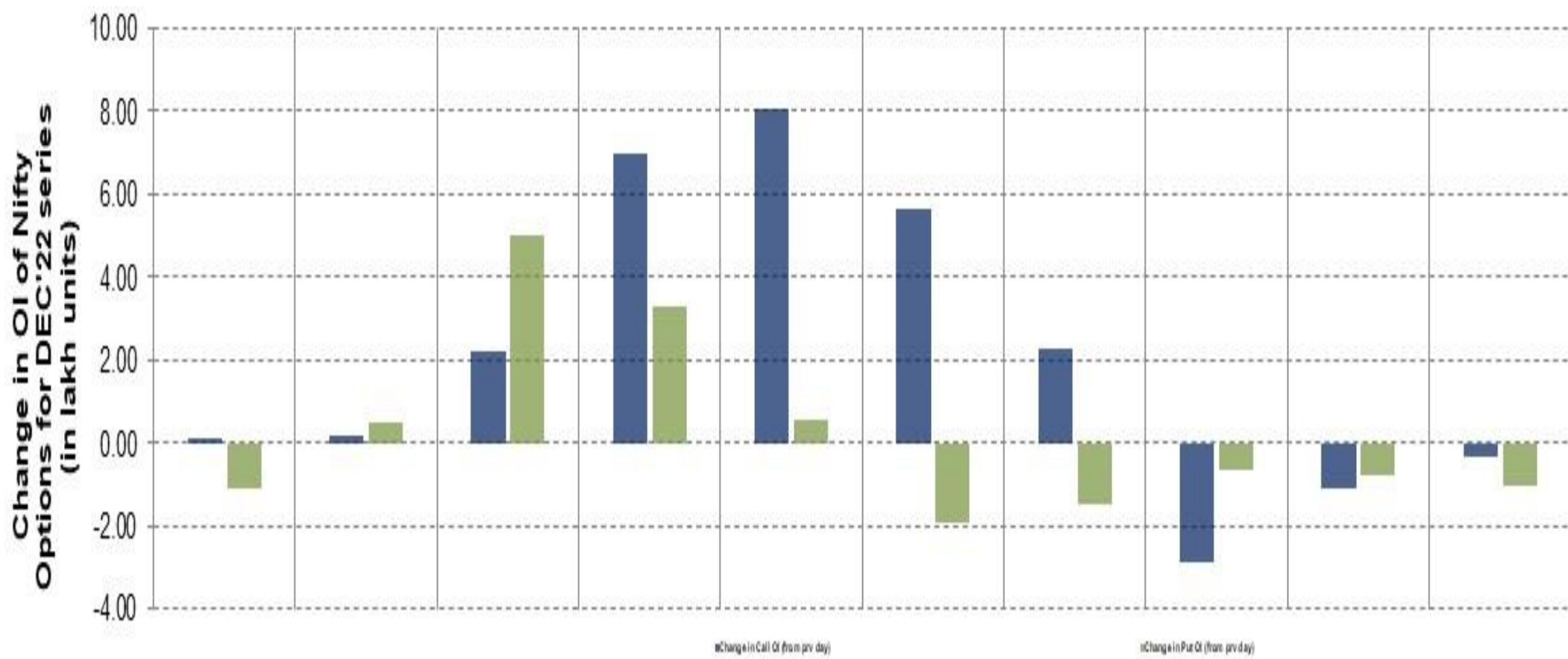
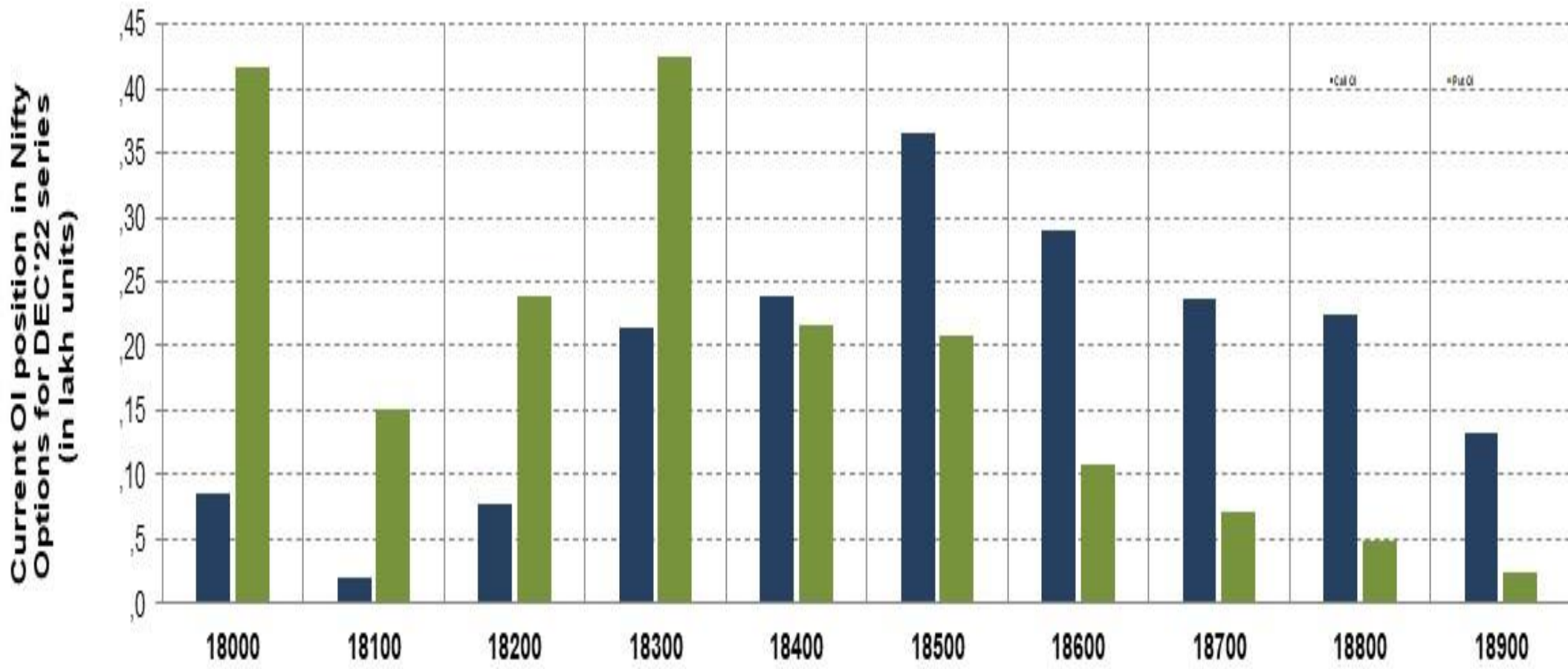
BANK NIFTY FUTURES



TECHNICAL VIEWS



NIFTY OPTIONS



- **Most Active Nifty Call** with an addition of 0.80 million in Open Interests is **Strike Price of 18400**
- **Most Active Nifty Put** with an addition of 0.50 millions in Open Interests is **Strike Price of 18200**
- **Maximum Open Interest an outstanding** was 3.64 millions for Calls at **Strike Price of 18500**
- **Maximum Open Interest an outstanding** was 4.24 millions for puts at **Strike Price of 18300**

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