



MORNING MANTRA



Daily Derivatives & Market Report

DEC 28, 2023

MARKET COMMENTARY



Bulls continued to roar on Dalal Street for fifth straight session with frontline gauges hitting fresh all-time high on Thursday. Indian equity benchmarks made an optimistic start on F&O expiry day as optimism over the outlook for the US interest rates into the New Year generated renewed buying interest. Sentiments remain up-beat with report that foreign institutional investors (FIIs) turned net buyers for the first time in the last seven consecutive sessions, buying shares worth Rs 2,926.05 crore on December 27. Traders also took encouragement as a report released by the Centre for Economics and Business Research (CEBR) showed that India is set to become the world's third-largest economy by 2032, and will eventually surpass China and the United States to become the world's largest economic superpower by the end of this century. It added India will sustain robust economic growth, averaging 6.5 percent from 2024 to 2028.

Markets continued to trade with traction as traders got support with reports that investment in the Indian capital markets through participatory notes (P-Note) jumped to Rs 1.31 lakh crore by the end of November 2023, bouncing back from a decline in the previous month, owing to the robust performance of the domestic market. Before registering a decline in October, investments through P-notes have been increasing continuously since March, following the stable Indian economy against an uncertain global macro backdrop. Traders shrugged off private report that private equity (PE) and venture capital (VC) inve

stments in India fell by around 41 per cent to \$27.89 billion across 697 deals in 2023 so far, compared to \$47.62 billion across 1,364 deals in the previous year. On the global front, European markets pared initial gains as the dollar declined against the euro amid bets that the Federal Reserve will cut interest rates aggressively next year. Asian markets ended mostly in green as US Treasury yields dipped to seven-month lows on bets for aggressive interest rate cuts by the Federal Reserve. However, Japanese shares slipped into the red on yen strength. The currency inched closer to a five-month peak it touched earlier this month as the dollar nursed steep losses against major currencies.

Back home, sentiments remained positive as External Affairs Minister S Jaishankar's statement that India will begin trade negotiations with the Eurasian Economic Union (EEU) bloc of countries for a free trade deal in January. Traders took a note of the Department of Financial Services Secretary Vivek Joshi's statement that India Inc needs to think 'big and bold', and kickstart a new private sector investment cycle. Joshi also asked banks to include stress testing of cyber risks as part of the risk assessment framework. Meanwhile, shares of Banks and non-banking financial companies (NBFCs) remained in focus after RBI in its Trend & Progress Report for 2022-23 stated that the both the financial institutions remained sound and resilient with banks' gross non-performing assets (GNPAs) at a decade-low.

MARKET SELFIE



MARKET SUMMARY

| Domestic Indices | Close | Points | % Change |
|------------------|----------|--------|----------|
| SENSEX | 72410.39 | 371.96 | 0.52 |
| NIFTY | 21778.70 | 123.95 | 0.57 |
| MIDCAP | 36528.19 | 241.30 | 0.66 |
| SMLCAP | 42382.30 | 95.39 | 0.23 |
| BSEFMC | 20292.76 | 248.50 | 1.24 |
| AUTO | 41739.35 | 348.48 | 0.84 |
| POWER | 5804.72 | 54.64 | 0.95 |
| REALTY | 6140.59 | 59.03 | 0.97 |
| BSE IT | 36178.68 | -80.16 | -0.22 |
| BANKEX | 54666.44 | 229.06 | 0.42 |
| OIL GAS | 23277.51 | 557.46 | 2.45 |
| METAL | 26950.42 | 425.25 | 1.60 |
| INDIA VIX | 15.14 | -0.42 | -2.70 |

ADVANCE - DECLINE

| Index | Advance | Decline | Unchanged |
|-------|---------|---------|-----------|
| NSE | 1364 | 1193 | 49 |
| BSE | 1815 | 1973 | 132 |

MARKET TURNOVER (₹ in Crs)

| Segment | Current | Previous | Net % |
|----------|----------|----------|-------|
| BSE CASH | 6943 | 6886 | 1 |
| NSE CASH | 87161 | 80764 | 8 |
| NSE F&O | 61306682 | 33159924 | 85 |

KEY INDICES RATIOS

| INDEX | P/E | P/B | Dividend Yield |
|--------|-------|------|----------------|
| NIFTY | 23.14 | 3.80 | 1.28 |
| SENSEX | 25.44 | 3.71 | 1.11 |

KEY NUMBERS TRACKER



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

| FII-DII* | Buy | Sell | Net |
|----------|-------|-------|------|
| DII | 18258 | 18122 | 137 |
| FII | 13490 | 9131 | 4359 |

Note: FPI & DII Figures are provisional

FII ACTIVITY IN DERIVATIVES SEGMENT (₹ in Crs)

| FII | Buy | Sell | Net |
|---------------|------------|------------|----------|
| Index Futures | 5971.93 | 6875.04 | (903) |
| Index Options | 3488106.64 | 3611917.82 | (123811) |
| Stock Futures | 44625.77 | 37519.63 | 7106 |
| Stock Options | 2898.03 | 4273.85 | (1376) |

PUT-CALL RATIO

| Index | Current | Previous |
|------------|---------|----------|
| NIFTY | 1.27 | 1.42 |
| BANK NIFTY | 1.08 | 1.35 |

DOLLAR INDEX

| Dollar Index | Current | Previous | % Change |
|--------------|---------|----------|----------|
| DXY | 100.68 | 100.92 | -0.23 |

10-YEARS G-SEC YIELD

| Country | Current | Previous | % Change |
|---------|---------|----------|----------|
| INDIA | 7.211 | 7.205 | 0.08 |
| USA | 3.819 | 3.788 | 0.83 |

KEY COMMODITIES TRACKER (in \$)

| Commodity | Current | Change Points | % Change |
|-------------|---------|---------------|----------|
| Gold | 2076.73 | -2.80 | -0.14 |
| Silver | 24.27 | -0.02 | -0.08 |
| Crude-Oil | 73.00 | -1.11 | -1.50 |
| Brent-Crude | 78.61 | -1.04 | -1.31 |

CURRENCY FUTURES & INDEX TRENDS TRACKER



CURRENCY FUTURES

| Expiry | Close | Change Points | % Change |
|--------------------|--------|---------------|----------|
| 29 JAN-24 USD-INR | 83.26 | -0.16 | -0.20 |
| 29 JAN-24 EUR-INR | 92.62 | 0.38 | 0.42 |
| 29 JAN-24 GBP-INR | 106.44 | 0.32 | 0.30 |
| 29 JAN-24 JPY- INR | 59.41 | 0.59 | 1.01 |

INDICES – SUPPORT-RESISTANCE-PIVOT LEVELS

| Index | Close | S2 | S1 | Pivot | R1 | R2 |
|---------------|-------|-------|-------|-------|-------|-------|
| NIFTY | 21779 | 21629 | 21704 | 21753 | 21827 | 21876 |
| SENSEX | 72410 | 71997 | 72204 | 72344 | 72551 | 72691 |
| NIFTY FUTURES | 21775 | 21648 | 21711 | 21751 | 21815 | 21854 |
| BANK NIFTY | 48509 | 48203 | 48356 | 48496 | 48649 | 48789 |
| CNX IT | 35692 | 35483 | 35588 | 35719 | 35823 | 35955 |
| CNX MIDCAP | 45815 | 45439 | 45627 | 45737 | 45925 | 46035 |
| CNX SMALLCAP | 15051 | 14929 | 14990 | 15026 | 15088 | 15124 |
| INDIA VIX | 15.14 | 14.01 | 14.58 | 15.52 | 16.09 | 17.03 |

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 | Buy | Buy |
| CNX MIDCAP | Buy | Buy | Buy |
| CNX SMALLCAP | Buy | Buy | Buy |
| INDIA VIX | Buy | Buy | NEUTRAL |

SECURITIES BAN IN F&O TRADES FOR 29-12-2022

NIL

TECHNICAL VIEWS



NIFTY

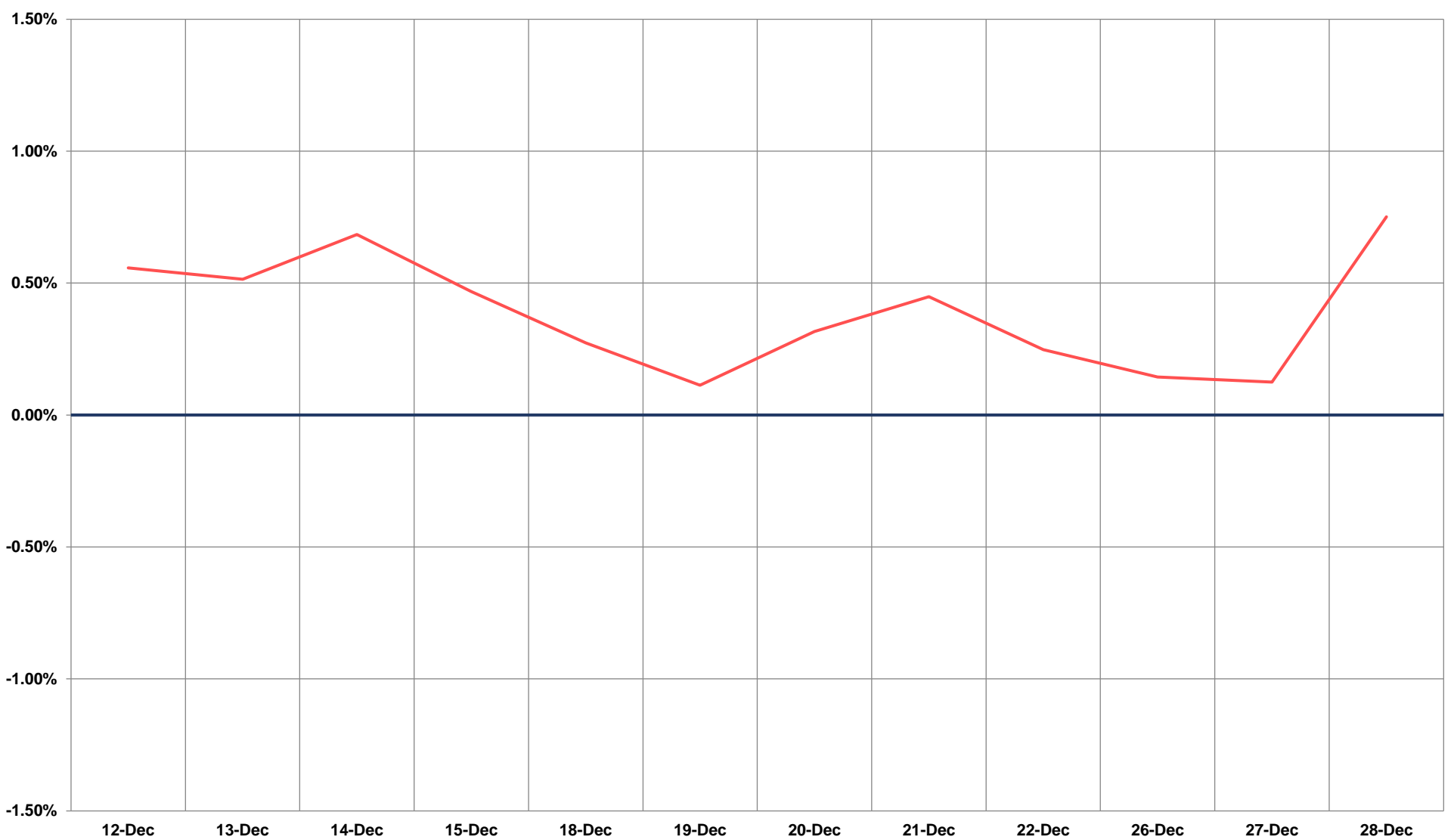
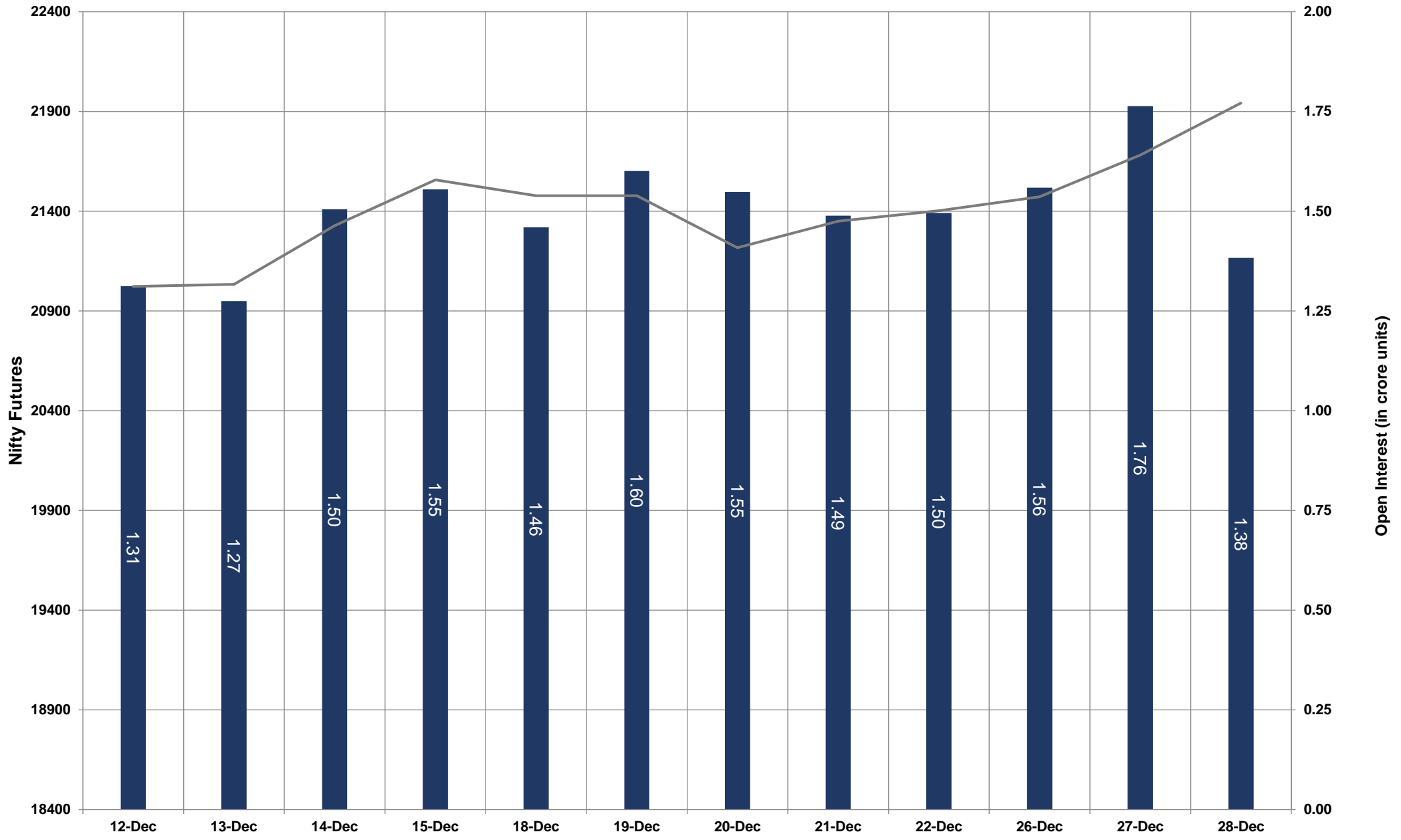


- Nifty Cash = **21778.70 (0.57%)**
- Resistance levels = **21850** and **21980**
- Support levels = **21480** and **21350**

TECHNICAL VIEWS



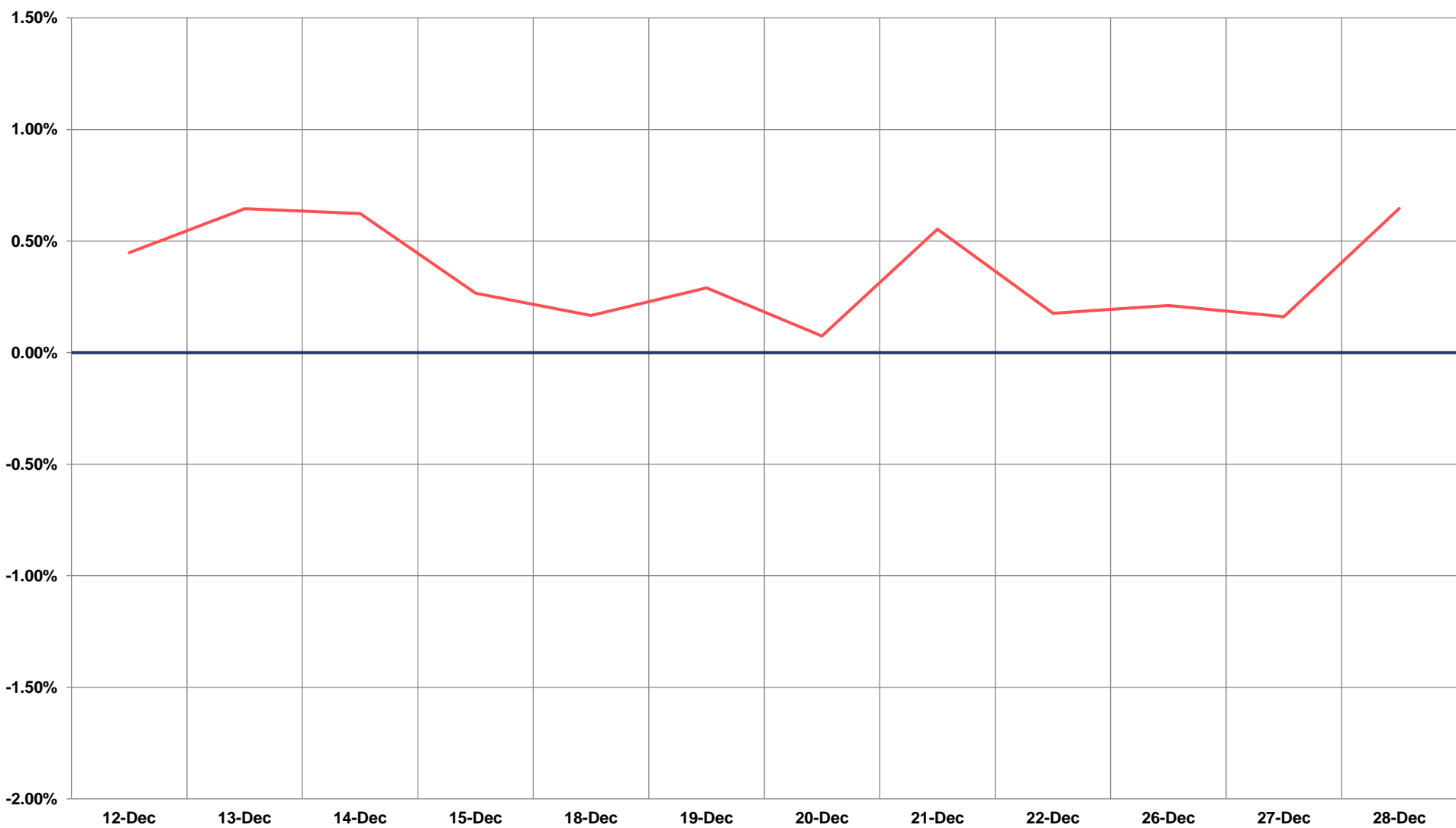
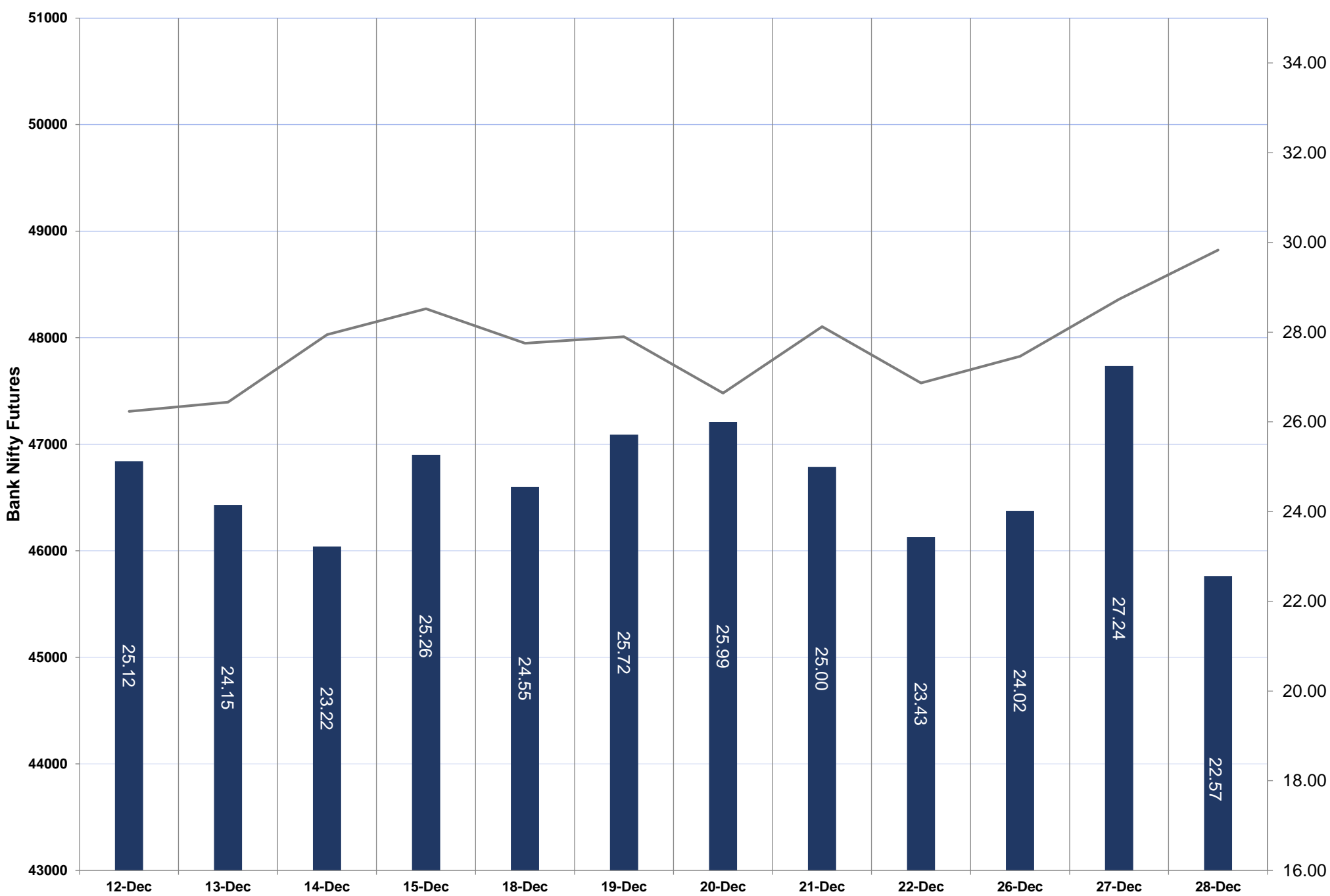
NIFTY FUTURES



TECHNICAL VIEWS



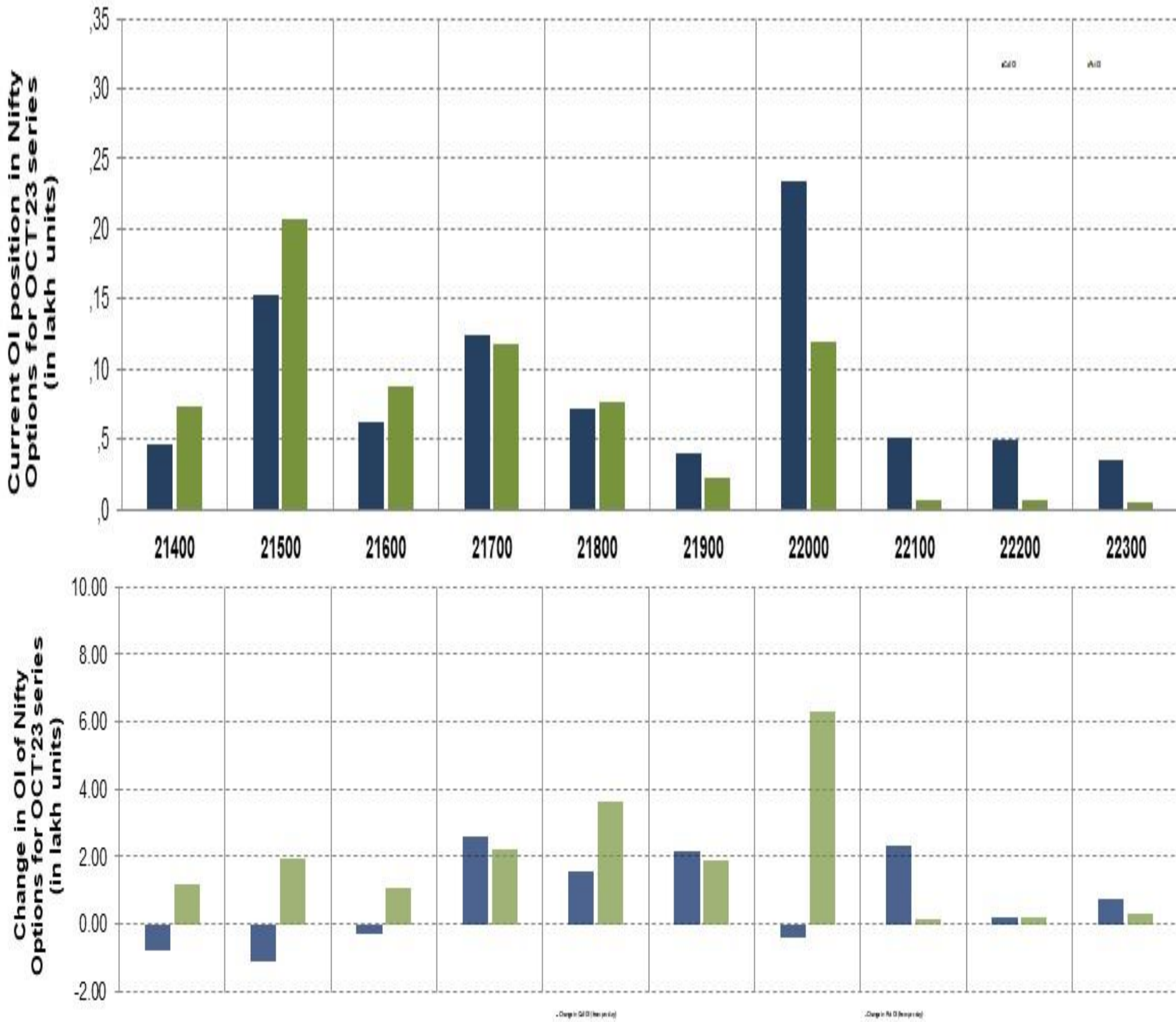
BANK NIFTY FUTURES



TECHNICAL VIEWS



NIFTY OPTIONS



- **Most Active Nifty Call** with an addition of 0.23 million in Open Interests is **Strike Price of 22100**
- **Most Active Nifty Put** with an addition of 0.36 millions in Open Interests is **Strike Price of 21800**
- **Maximum Open Interest an outstanding** was 2.34 millions for Calls at **Strike Price of 22200**
- **Maximum Open Interest an outstanding** was 2.07 millions for puts at **Strike Price of 21500**

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