Sensex (31098) / Nifty (9137)

It was clearly a week of consolidation despite PM Modi announcing a gargantuan stimulus package of 20 Lac crores. There was initial reaction seen at the opening on Wednesday; but didn't have enough strength to buck the global trend. We kept sliding gradually throughout the remaining part of the week to eventually close with a cut of a percent as compared to the previous weekly close.

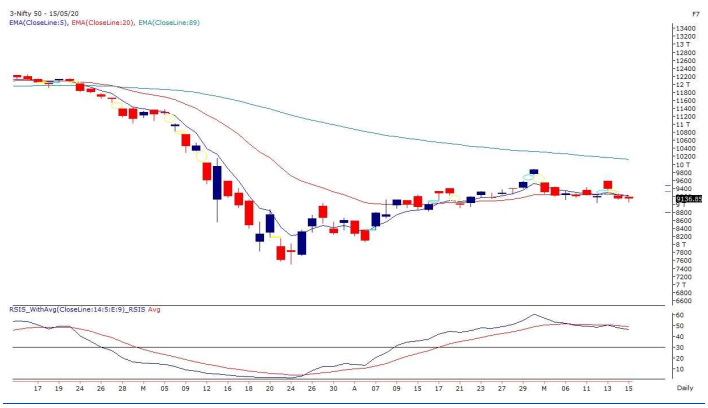
It was disappointing to see our markets failing at higher levels despite such a massive trigger. Hence, it is clear now, market participants are focusing more on global developments and if market needs to see some uptick in the market, we must have some relief with respect to US-China trade deal as well as the Coronavirus pandemic. Till then Nifty is likely to remain in the range of **9500-9000**. In last couple of weeks, we have seen bears respecting the key support of **9000** and every time we move closer to it, some buying tends to emerge. Hence, till the time we are holding **9000**, the bulls should remain hopeful; whereas on the other side, it would be important to see whether we break the higher boundary or not.

At this juncture, the pragmatic approach would be to stay light within the range and should focus more on potential movers. Despite market remaining in a range, we have seen good trading opportunities in few individual pockets.

Key Levels

Support 1 –	9100	Resistance 1 –	9270
Support 2 –	9000	Resistance 2 –	9350

Exhibit 1: Nifty Daily Chart



Nifty Bank Outlook - (18834)

Bank Nifty as well consolidated within a broad range and ended the week with a loss of 2.68% against the previous close.

During the week gone by, the bank index failed to hold at higher levels at around **20000** mark however managed to hold the key support at around **18000**. Going ahead, the bank index may continue to consolidate within this broad range and the next directional move can only be seen on a breakout from the above-mentioned levels. Traders are advised to have a stock-specific approach with proper exit setup. Immediate support is placed around **18350** whereas immediate resistance is placed around **19200**.

Key Levels

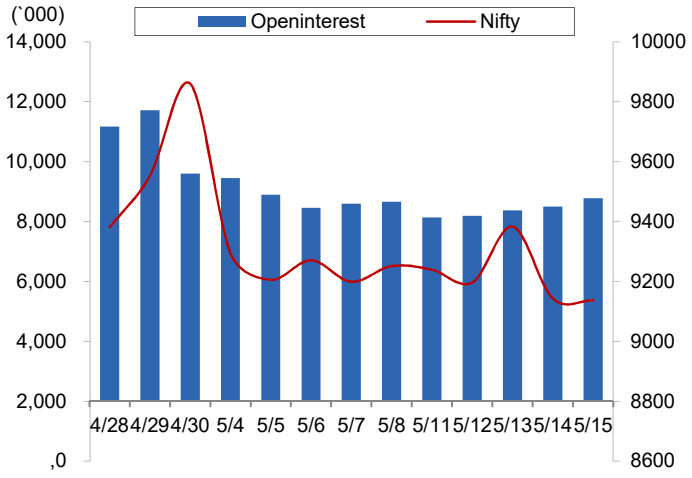
Support 1 –	18350	Resistance 1 –	19200
Support 2 –	18000	Resistance 2 –	20000

Exhibit 2: Nifty Bank Daily Chart

Comments

- The Nifty futures open interest has increased by 3.33% Bank Nifty futures open interest has increased by 11.17% as market closed at **9136.85** levels.
- The Nifty May future closed with a premium of 0.25 point against a premium of 1.15 point in last trading session. The June series closed at a premium of 1.7 points.
- The INDIA VIX has decrease from 38.18 to 38.01 At the same time, the PCR-OI of Nifty increased from 0.88 to 1.11.
- Few of the liquid counters where we have seen high cost of carry are, IDEA, YESBANK, BHEL, BANDHANBNK and RELIANCE.

Nifty Vs OI



Views

- The indices witnessed some pullback move during the week post the announcement of the Covid relief package by the Prime Minister. However, there was no follow up buying seen after a gap up opening on Wednesday and Nifty again corrected to end the week with a loss of about seven-tenths of a percent.
- FIIs were net sellers in the cash market segment to the tune of Rs. **2388** crores. In index futures, they sold worth **620** crores with a increase in open interest, indicating shorts created and longs unwinded on Friday.
- During the last week, FII's squared off their long positions in index futures segment and formed some short positions as well. Due to this, their 'Long Short Ratio' now stands at 34 percent. As far as Nifty options activities for the week are concerned, we witnessed some open interest addition in **9300-9500** call options. On the flipside, **8800-8600** put options saw some open interest additions as well. Maximum open interest for the May monthly series now stands at **10000** call option and **9000** put option. The options data hints at a continuation of the consolidation within the range of **9000-9500**. Hence, traders are advised to trade with a stock specific approach till the index trades within the range.

OI Gainers

SCRIP	OI	OI CHG. (%)	PRICE	PRICE CHG. (%)
CUMMINSIND	1880100	28.47	338.35	-2.43
UBL	950600	19.12	914.40	-2.48
EQUITAS	7728800	18.48	49.85	-4.24
PVR	1616800	16.15	853.25	-5.04
ESCORTS	2758800	15.68	823.60	3.46
MUTHOOTFIN	1905000	9.20	819.85	0.34
UJJIVAN	3766100	8.98	167.55	-3.26
RELIANCE	29219300	8.33	1459.40	1.86

OI Losers

SCRIP	OI	OI CHG. (%)	PRICE	PRICE CHG. (%)
APOLLOHOSP	905000	-12.39	1355.30	4.35
RAMCOCEM	465600	-11.82	575.25	4.53
JUSTDIAL	1720600	-9.23	350.25	-2.36
INFRATEL	7684000	-8.48	202.50	-3.50
BEL	26196400	-7.09	67.75	6.28
BATAINDIA	1254000	-6.75	1335.00	-2.35
GODREJPROP	295100	-6.39	624.10	-4.04
TORNTPOWER	2088000	-6.07	304.60	-0.05

Historical Volatility

SCRIP	HV
BEL	84.77
APOLLOHOSP	71.01
RAMCOCEM	71.34
DABUR	53.71
SIEMENS	54.09

Put-Call Ratio

SCRIP	PCR-OI	PCR-VOL
NIFTY	1.11	0.77
BANKNIFTY	0.65	0.75
RELIANCE	0.61	0.50
ICICIBANK	0.37	0.47
INFY	0.47	0.64

FII Statistics for May 15, 2020

Detail	Buy	Sell	Net	Open Interest		
				Contracts	Value (in Cr.)	Change (%)
INDEX FUTURES	4079.20	4699.06	(619.86)	88292	5184.68	5.96
INDEX OPTIONS	86838.36	86026.72	811.64	506452	32285.43	8.19
STOCK FUTURES	12333.81	12652.60	(318.79)	1536199	74649.68	(0.36)
STOCK OPTIONS	2754.26	2906.67	(152.41)	65691	3324.30	12.91
Total	106005.63	106285.05	(279.42)	2196634	115444.09	2.11

Turnover on May 15, 2020

Instrument	No. of Contracts	Turnover (in Cr.)	Change (%)
Index Futures	5,20,079	26325.02	-9.02
Index Options	86,72,303	4,49,154.65	-80.15
Stock Futures	8,33,318	42295.40	-9.65
Stock Options	7,89,776	44110.79	0.74
Total	1,08,15,476	5,61,885.86	-76.41

Nifty Spot = 9136.85

Bull-Call Spreads

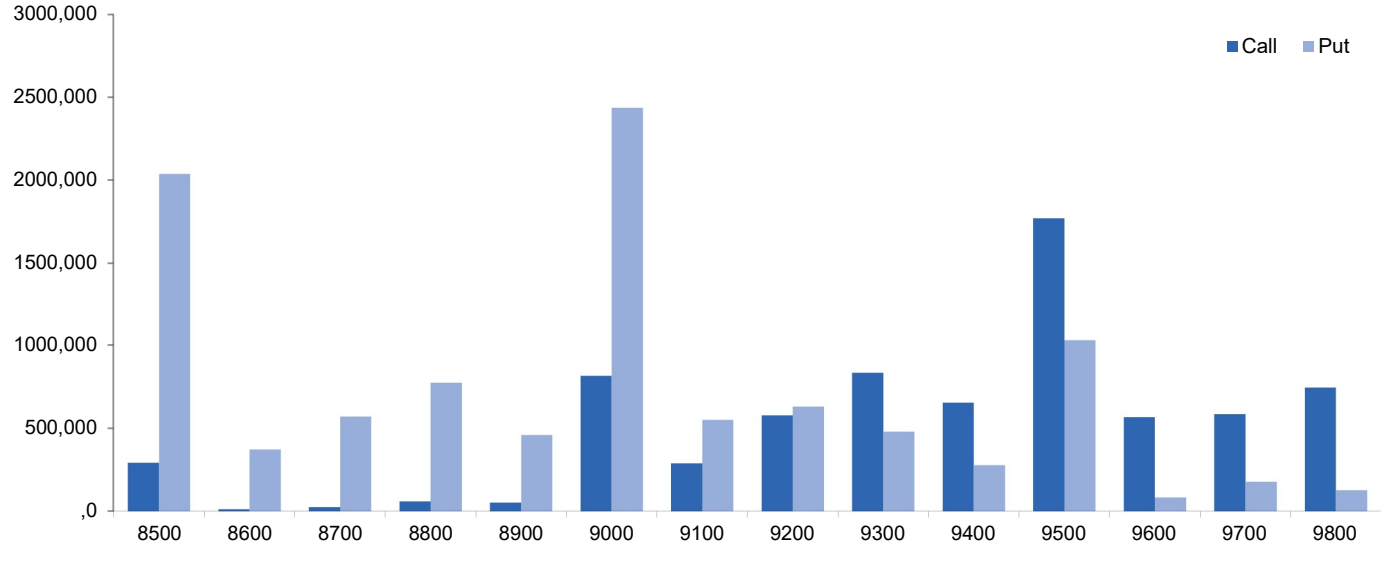
Action	Strike	Price	Risk	Reward	BEP
Buy	9200	215.55	44.65	55.35	9244.65
Sell	9300	170.90			
Buy	9200	215.55	82.10	117.90	9282.10
Sell	9400	133.45			
Buy	9300	170.90	37.45	62.55	9337.45
Sell	9400	133.45			

Bear-Put Spreads

Action	Strike	Price	Risk	Reward	BEP
Buy	9100	227.75	43.95	56.05	9056.05
Sell	9000	183.80			
Buy	9100	227.75	80.25	119.75	9019.75
Sell	8900	147.50			
Buy	9000	183.80	36.30	63.70	8963.70
Sell	8900	147.50			

Note: Above mentioned Bullish or Bearish Spreads in Nifty (May Series) are given as an information and not as a recommendation.

Nifty Put-Call Analysis



Daily Pivot Levels for Nifty Constituents

Scrips	S2	S1	PIVOT	R1	R2
ADANIPORTS	302	306	309	312	316
ASIANPAINT	1,491	1,522	1,541	1,572	1,591
AXISBANK	376	382	393	399	410
BAJAJ-AUTO	2,615	2,639	2,675	2,699	2,735
BAJFINANCE	2,012	2,049	2,093	2,130	2,174
BAJAJFINSV	4,620	4,672	4,753	4,804	4,885
BPCL	305	311	318	325	331
BHARTIARTL	533	543	550	561	568
INFRATEL	197	200	204	206	210
BRITANNIA	3,065	3,095	3,146	3,176	3,227
CIPLA	554	562	574	582	593
COALINDIA	126	128	129	131	133
DRREDDY	3,682	3,708	3,744	3,770	3,806
EICHERMOT	13,434	13,767	13,983	14,316	14,532
GAIL	84	85	86	87	88
GRASIM	506	512	516	522	526
HCLTECH	499	505	511	518	524
HDFCBANK	868	878	885	895	903
HDFC	1,585	1,609	1,634	1,658	1,682
HEROMOTOCO	2,125	2,159	2,204	2,238	2,283
HINDALCO	116	117	119	121	123
HINDUNILVR	1,994	2,013	2,025	2,045	2,057
ICICIBANK	312	317	324	329	336
IOC	75	75	76	76	77
INDUSINDBK	408	414	422	427	436
INFY	637	644	655	663	673
ITC	159	162	164	166	168
JSW STEEL	170	172	176	178	182
KOTAKBANK	1,138	1,158	1,174	1,194	1,210
LT	837	851	868	882	899
M&M	355	368	386	399	417
MARUTI	4,900	5,000	5,062	5,162	5,224
NESTLEIND	16,051	16,247	16,399	16,595	16,747
NTPC	88	89	91	92	93
ONGC	74	75	77	78	79
POWERGRID	156	158	160	162	163
RELIANCE	1,395	1,427	1,447	1,479	1,499
SHREECEM	18,433	18,807	19,185	19,559	19,937
SBIN	163	165	166	168	170
SUNPHARMA	438	443	451	456	464
TCS	1,840	1,866	1,892	1,918	1,944
TATAMOTORS	82	83	84	86	87
TATASTEEL	265	269	273	277	281
TECHM	500	505	513	518	525
TITAN	831	838	849	856	867
ULTRACEMCO	3,506	3,544	3,587	3,625	3,668
UPL	367	373	383	389	400
VEDANTA	85	89	92	96	100
WIPRO	181	182	184	186	188
ZEEL	157	160	166	170	176

Research Team Tel: 022 – 39357600 (Extn. 6844) Website: www.angelbroking.com

For Technical & Derivatives Queries E-mail: technicalresearch-cso@angelbroking.com

DISCLAIMER

Angel Broking Limited (hereinafter referred to as "Angel") is a registered Member of National Stock Exchange of India Limited, Bombay Stock Exchange Limited and Metropolitan Stock Exchange Limited. It is also registered as a Depository Participant with CDSL and Portfolio Manager and Investment Adviser with SEBI. It also has registration with AMFI as a Mutual Fund Distributor. Angel Broking Limited is a registered entity with SEBI for Research Analyst in terms of SEBI (Research Analyst) Regulations, 2014 vide registration number INH000000164. Angel or its associates has not been debarred/ suspended by SEBI or any other regulatory authority for accessing /dealing in securities Market. Angel or its associates/analyst has not received any compensation / managed or co-managed public offering of securities of the company covered by Analyst during the past twelve months.

This document is solely for the personal information of the recipient, and must not be singularly used as the basis of any investment decision. Nothing in this document should be construed as investment or financial advice. Each recipient of this document should make such investigations as they deem necessary to arrive at an independent evaluation of an investment in the securities of the companies referred to in this document (including the merits and risks involved), and should consult their own advisors to determine the merits and risks of such an investment.

Reports based on technical and derivative analysis center on studying charts of a stock's price movement, outstanding positions and trading volume, as opposed to focusing on a company's fundamentals and, as such, may not match with a report on a company's fundamentals. Investors are advised to refer the Fundamental and Technical Research Reports available on our website to evaluate the contrary view, if any.

The information in this document has been printed on the basis of publicly available information, internal data and other reliable sources believed to be true, but we do not represent that it is accurate or complete and it should not be relied on as such, as this document is for general guidance only. Angel Broking Limited or any of its affiliates/ group companies shall not be in any way responsible for any loss or damage that may arise to any person from any inadvertent error in the information contained in this report. Angel Broking Limited has not independently verified all the information contained within this document. Accordingly, we cannot testify, nor make any representation or warranty, express or implied, to the accuracy, contents or data contained within this document. While Angel Broking Limited endeavors to update on a reasonable basis the information discussed in this material, there may be regulatory, compliance, or other reasons that prevent us from doing so.

This document is being supplied to you solely for your information, and its contents, information or data may not be reproduced, redistributed or passed on, directly or indirectly.

Neither Angel Broking Limited, nor its directors, employees or affiliates shall be liable for any loss or damage that may arise from or in connection with the use of this information.