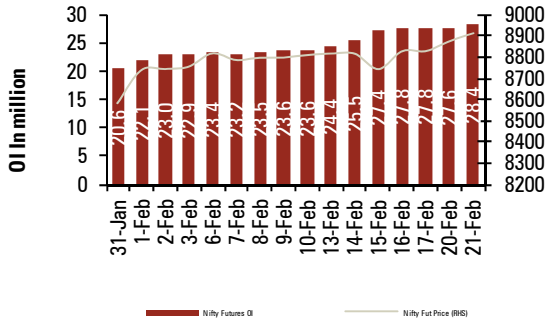
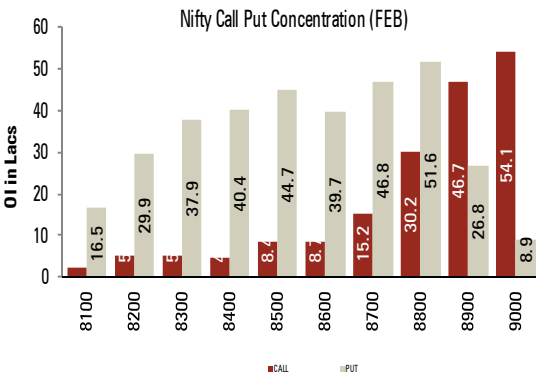


February 22, 2017

Nifty Futures – OI vs. Price



Nifty Options OI Distribution



Active Nifty Strike

Strike	Call		Put	
	OI chg %	Price	OI chg %	Price
8600	-2.91	306.90	-3.35	1.40
8700	-9.57	208.25	8.60	2.50
8800	0.56	114.15	14.86	6.90
8900	0.99	40.80	11.08	29.00
9000	8.91	8.00	-9.11	93.00

F&O Turnover

Instrument	No. of Contracts	Turnover (Cr)	%Chg
Index Futures	393696	27892.35	75.77
Stock Futures	1303417	89942.83	20.04
Index Options	4938233	358852.16	33.53
Stock Options	539597	38000.37	3.77
F&O Total	7174943	514687.72	29.92

FII Activities (In ₹ crore)

Segment	Buy	Sell	Net	OI (lots)	%Chg
Index futures	10171	11189	-1017	414456	8.12
Index options	37459	38186	-727	1311559	2.67
Stock futures	27988	27647	341	1205285	2.79
Stock options	5963	5811	152	127330	1.14
Total	81581	82833	-1251	3058630	3.36

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Nifty Snapshot & Pivot Points

	Spot	Fut	COC	Future OI	PCR OI	PCR Vol	ATM IV
Current	8908	8910	5.12	28449675	1.20	0.98	13.38
Previous	8879	8874	-1.98	27575100	1.12	1.06	13.23
Change (%)	0.33%	0.41%	-	3.17%	-	-	-
Pivot levels (FEB)	S3	S2	S1	Piv	R1	R2	R3
Nifty future	8767	8832	8871	8898	8937	8964	9029
Bank Nifty future	20210	20491	20668	20772	20949	21054	21335

Source: NSE, Seediff, ICICIdirect.com Research

F&O Highlights

- Post a flat start, the Nifty remained choppy for the first half. However, participation in the HDFC group along with RIL, banking and other heavyweights helped the index to end well above 8900 adding 29 points. Nifty futures turned into a premium of 2 points. India VIX fell 0.6% to 13.5
- FII sold ₹ 1436 crore while DII bought ₹ 1534 crore, in the cash segment. FII sold ₹ 1017 crore in index futures and ₹ 727 crore in index options. In stock futures, they bought ₹ 341 crore
- The highest Put base is at the 8800 strike with 52 lakh shares while the highest Call base is at the 9000 strike with 54 lakh shares. The 8800 and 9000 Call strikes saw reductions of 5.8 and 12.4 lakh shares, respectively, while 8400 and 8900 Put strikes saw additions of 2.6 and 12.0 lakh shares, respectively

Index Outlook*

- Nifty Future:** The Nifty is likely to open flat on the back of mixed global cues. Buy Nifty in the range of 8860-8870 for targets of 8920-8940, stop loss: 8840
- Nifty Bank Future:** The index continued to sail above 20500 on the back of fresh long accumulations. Closure of ATM strikes Calls and additions in 21000 strike Call indicating more upside. We feel the index is likely to test 21000 in the coming days with support now pegged at 20500. Buy Nifty Bank in the range of 20650-20700, targets: 20800-20900, stop loss: 20580

Stocks Analysis

- OI addition:** We saw long build-up in Jindal Steel & Power, PTC, Coal India and Titan while short build-up was seen in NIIT Tech, NHPC, ITC and Mind Tree
- OI shedding:** We saw short covering in Adani Ports, Union Bank, UBL and Cipla while long closure was seen in Jaiprakash Associates, Idea, DLF and Ceat Ltd

Intraday Recommendation*

i) Adani Ports		ii) Canara Bank	
Buy ADAPOR FEB Fut at 306.00-306.30	View: Bullish	Sell CANBAN FEB Fut at 290.80-291.00	View: Bearish
Strategy: Buy Future	CMP: 304	Strategy: Sell Future	CMP: 294
Target 1: 307.7	Target 2: 310.9	Target 1: 289.6	Target 2: 286.9
Stop Loss: 304.5		Stop Loss: 292.2	

Source: Company, ICICIdirect.com Research

*Call initiation message will be broadcast on iclick-2-gain"

Open Interest Activity

Symbol	OI	%Chg	Price	%Chg	Symbol	OI	%Chg	Price	%Chg
DCBBANK	4158000	34.30	153	10.9	TORNTPHARM	446400	-17.21	1291	2.4
EXIDEIND	17944000	24.13	216	2.5	JINDALSTEL	41643000	-8.54	100	7.1
TCS	6988500	21.80	2498	3.4	CEATLTD	2436000	-7.55	1125	-0.7
RECLTD	36984000	18.81	151	4.5	BEML	2219400	-7.46	1,319	2.0
HAVELLS	5578000	17.73	415	-2.9	JETAIRWAYS	6235000	-7.44	380	3.6

Strategy Follow-up

Date	Stock	View	Strategy	Reco	Target	SL	P&L	Comment
21-Feb-17	RECELE	Buy	Long Fut	153.20	156.10	152.10	-	Not Initiated
21-Feb-17	ACC	Sell	Short Fut	1478.00	1468.00	1488.00	-	Not Initiated

Trading Portfolio allocation

- It is recommended to spread out the trading corpus in a proportionate manner between the various derivatives research products.
- Please avoid allocating the entire trading corpus to a single stock or a single product segment.
- Within each product segment it is advisable to allocate equal amount to each recommendation.
- For example: The 'Daily Derivatives' product carries 2 intraday recommendations. It is advisable to allocate equal amount to each recommendation

Products	Allocation		Number of Calls	Return Objective		
	Product wise allocation	Max allocation per stock		Frontline Stocks	Mid-cap stocks	Duration
Daily Derivatives	5%	2-3%	2 Stocks	1%	2-3%	Intraday
Weekly Derivatives	10%	3-5%	2 Stocks	3-5%	5-7%	1 Week
High OI stock	5%	2-3%	2-3 Stocks	5-7%	7-10%	1-2 Weeks
Monthly Derivatives	20%	3-5%	4-7 Stocks	7-10%	10-15%	1 Month
Global Derivatives	5%	2-3%	1-2 index strategy	-	-	1 Month
Stock Trader/ Stock in Focus	10%	2-3%	5-6 Stocks	7-10%	10-15%	3 Months
Alpha Trader	5%	2-3%	2-3 Alpha strategy	5%	-	3 Months
Volatility Insights	5%	2-3%	1-2 Strategy	8-10%	10-15%	1-2 Month
Arbitrage Opportunity	5%	2-3%	2-3 Stocks	> 2.5%	>2.5%	Event Based
Intraday Futures	10%	2-3%	8-12 Stocks	05.-1%	1-3%	Intraday
Index option & Strategy	15%	3-4%	2-5 Nifty	2-3%	-	1-14 days
Stock option & Strategy	5%	3-4%	2-8 Stocks	-	3-5%	1-14 days



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