



Sensex (28142) / Nifty (8716)

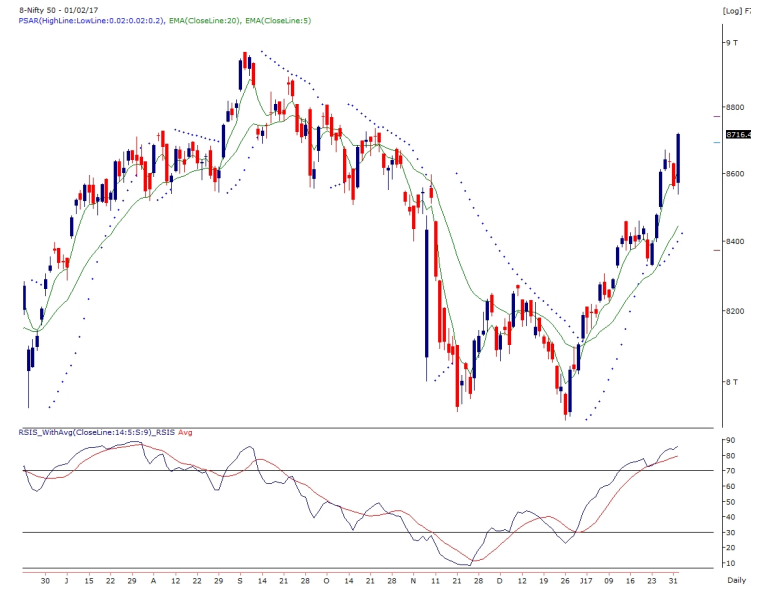
Finally, our Finance Minister presented the Union Budget for FY 2017 – 2018, which was much awaited event for the market participants. Last year our markets bottomed out on the Budget day and this time, we witnessed a massive intraday up move post the announcement to add another 1.81% to the recent upward leg of the rally.

Now, going back to our previous article, we once again did not get carried away by Tuesday's correction and in fact, interpreted this as a healthy development. During the day, Nifty managed to find a strong support in the vicinity of mentioned support zone of **8560 – 8500**. Due to this massive broad based rally, the Nifty almost tested our expected level of **8737**. We continue with our statement that the trend is so strong and one should look to ride the tide rather than looking for resistances or overbought conditions. Traders should look for potential buying candidates as the Nifty is poised for higher levels of **8805 – 8893**. On the flipside, **8672 – 8620** would act as a strong support zone.

Key Levels

Support 1 – 8672	Resistance 1 – 8805
Support 2 – 8620	Resistance 2 – 8893

Exhibit 1: Nifty Daily Chart



Nifty Bank Outlook - (20021)

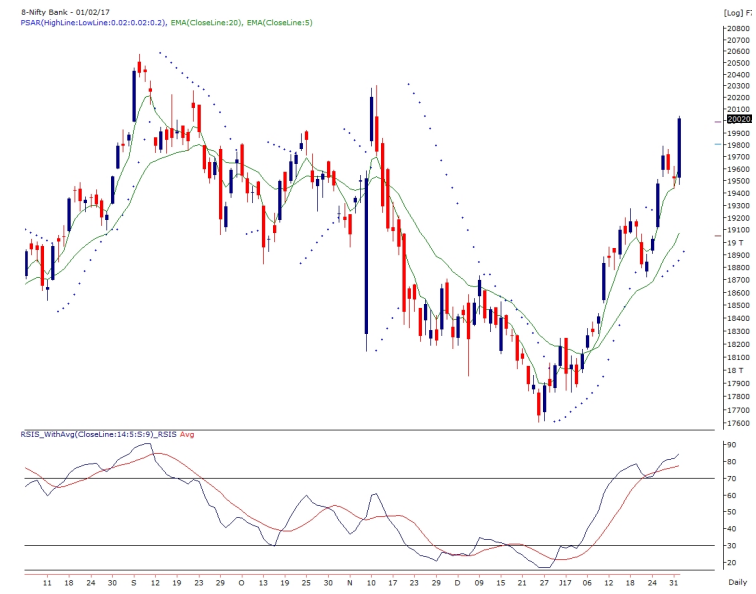
It was a remarkable day for the traders as the Nifty Bank index continued with its uptrend and rallied higher throughout the session. The index formed another large body bullish candle and ended the session with gains of 2.59 percent.

Quite on our expected lines, the Nifty Bank index continued with its uptrend and led the broader indices higher. The individual heavyweights within the sector too showed significant up move. With no signs of reversal in trend and the momentum reading continuing to show strength, we continue with our optimistic stance on the index and its components. The Nifty PSU Bank index too is showing strength and could continue with its up move. The near term supports for the Nifty Bank index are placed around **19800** and **19655** whereas resistance is seen in the range of **20280-20350**.

Key Levels

Support 1 – 19800	Resistance 1 – 20280
Support 2 – 19655	Resistance 2 – 20350

Exhibit 2: Nifty Bank Daily Chart





Comments

- The Nifty futures open interest has increased by 7.58% BankNifty futures open interest has increased by 24.15% as market closed at 8716.40 levels.
- The Nifty February future closed with a premium of 21.50 points against the premium of 23.00 points in last trading session. The March series closed at a premium of 49.60 points.
- The Implied Volatility of at the money options has decreased from 16.15% to 12.24%. At the same time, the PCR-OI of Nifty has increased from 0.98 to 1.00 levels.
- The total OI of the market is Rs. 2,75,143/- cr. and the stock futures OI is Rs. 81,707/- cr.
- Few of the liquid counters where we have seen high cost of carry are JPASSOCIAT, GMRINFRA, SOUTHBANK, DLF and ADANIPOWER.

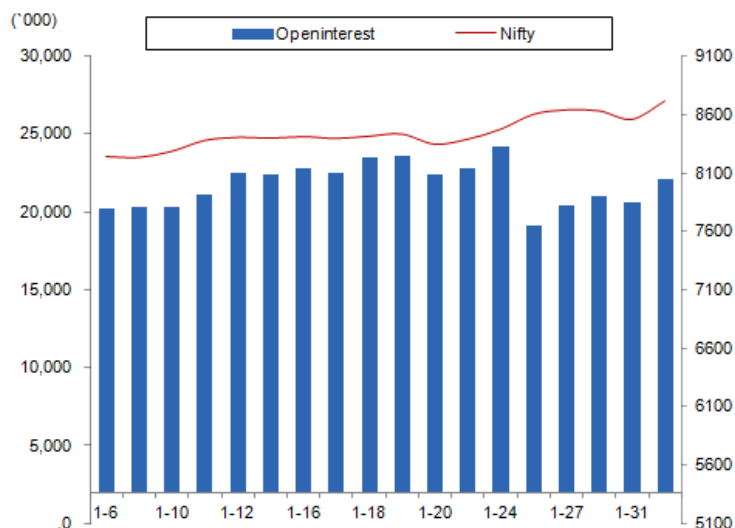
Views

- Yesterday, FII activity in cash market segment was subdued. While in index futures, they were net buyer to the tune of Rs. 119 crores with good amount of rise in open interest, suggesting blend of long and short formation in last trading session.
- In Index Options segment, FII bought worth Rs. 2210 crores with some rise in open interest. In call options, 8800 and 9000 strikes remained active and they also added decent positions. On the other hand, in put option, some build-up was visible in 8500-8700 strikes prices. Highest open interest in current series remains intact at 9000 call and 8400 put options.
- Yesterday, post 'Union Budget' market rallied 1.79%. We witnessed good amount of long formation in both Nifty and BankNifty. Although, FII formed mixed positions in Index Futures yesterday, majority of positions formed were on long side. At present, we are hardly witnessing any relevant profit booking or fresh short positions in Index. While, longs formed in last couple of weeks are still intact. Thus, we continue to remain optimistic in near term and would suggest traders to trade with a positive bias.

Historical Volatility

SCRIP	HV
INDIACEM	59.70
MARUTI	31.39
M&M	33.64
ITC	34.11
BOSCHLTD	41.42

Nifty Vs OI



OI Gainers

SCRIP	OI	OI CHG. (%)	PRICE	PRICE CHG. (%)
INDUSINDBK	5798400	28.31	1314.30	4.63
KOTAKBANK	9961600	21.82	778.40	0.43
NTPC	21032000	21.21	170.15	-0.70
HDIL	37992000	18.43	66.45	6.07
AMARAJABAT	675000	16.58	905.25	0.94
DLF	33490000	16.51	144.80	6.82
GODREJIND	1140000	15.85	437.80	2.16
JPASSOCIAT	166056000	15.63	12.60	9.57

OI Losers

SCRIP	OI	OI CHG. (%)	PRICE	PRICE CHG. (%)
ABIRLANUVO	2736000	-8.32	1399.15	3.02
PIDILITIND	1053000	-7.71	692.70	2.56
IBREALEST	33610000	-6.82	77.80	2.84
CEATLTD	1628900	-6.47	1211.70	3.39
JINDALSTEL	49968000	-5.66	83.50	4.11
GRASIM	7352250	-5.04	944.10	3.29
AJANTPHARM	540400	-4.99	1702.85	-0.37
GODREJCP	480800	-4.45	1622.20	2.23

Put-Call Ratio

SCRIP	PCR-OI	PCR-VOL
NIFTY	1.00	0.95
BANKNIFTY	1.07	0.85
ICICIBANK	0.56	0.58
INFY	0.49	0.92
IDEA	1.21	0.76



FII Statistics for February 01, 2017

Detail	Buy	Sell	Net	Open Interest		
				Contracts	Value (in Cr.)	Change (%)
INDEX FUTURES	3380.92	3261.70	119.22	251447	16938.52	8.56
INDEX OPTIONS	87032.00	84821.63	2210.38	956130	63789.86	1.10
STOCK FUTURES	11083.20	11530.22	(447.02)	975951	64433.39	2.02
STOCK OPTIONS	6461.41	6387.98	73.43	59217	4078.95	11.18
TOTAL	107957.54	106001.53	1956.01	2242745	149240.73	2.53

Turnover on February 01, 2017

Instrument	No. of Contracts	Turnover (in Cr.)	Change (%)
INDEX FUTURES	426728	29940.59	86.68
INDEX OPTIONS	7387024	533515.35	151.69
STOCK FUTURES	833923	57786.27	21.14
STOCK OPTIONS	475546	34165.48	27.46
TOTAL	9123221	655407.69	116.65

Nifty Spot = 8716.40

Lot Size = 75

Bull-Call Spreads

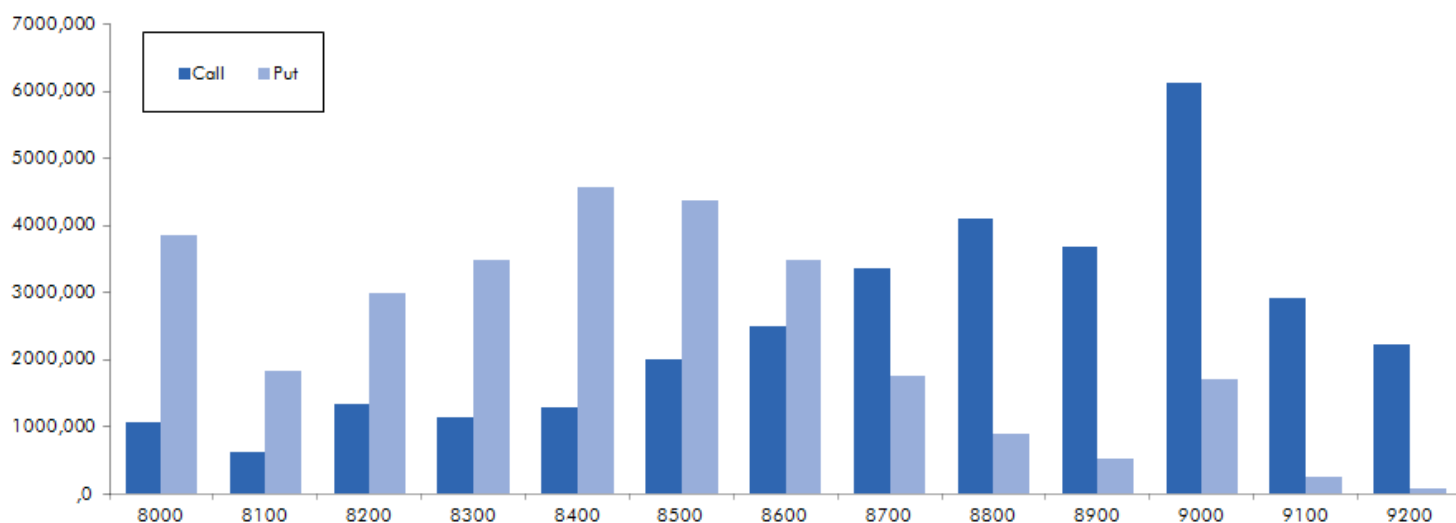
Action	Strike	Price	Risk	Reward	BEP
Buy	8800	76.00	34.30	65.70	8834.30
Sell	8900	41.70			
Buy	8800	76.00	54.90	145.10	8854.90
Sell	9000	21.10			
Buy	8900	41.70	20.60	79.40	8920.60
Sell	9000	21.10			

Bear-Put Spreads

Action	Strike	Price	Risk	Reward	BEP
Buy	8700	90.20	32.40	67.60	8667.60
Sell	8600	57.80			
Buy	8700	90.20	53.55	146.45	8646.45
Sell	8500	36.65			
Buy	8600	57.80	21.15	78.85	8578.85
Sell	8500	36.65			

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

Nifty Put-Call Analysis





Daily Pivot Levels for Nifty Constituents

Scripts	S2	S1	PIVOT	R1	R2
ACC	1,389	1,429	1,452	1,492	1,516
ADANI PORTS	289	297	301	309	314
AMBUJACEM	226	230	233	238	241
ASIANPAINT	957	974	987	1,005	1,018
AUROPHARMA	651	659	669	677	687
AXISBANK	452	464	472	484	492
BAJAJ-AUTO	2,786	2,820	2,846	2,880	2,906
BANKBARODA	162	168	171	176	179
BHEL	134	137	139	142	144
BPCL	664	678	688	702	712
BHARTIARTL	335	340	345	350	355
INFRA TEL	282	288	296	302	310
BOSCH	21,342	22,321	23,160	24,139	24,979
CIPLA	560	566	573	579	586
COALINDIA	304	308	311	316	318
DRREDDY	2,904	2,953	2,993	3,041	3,082
EICHERMOT	22,618	23,324	23,756	24,462	24,894
GAIL	454	470	479	494	503
GRASIM	910	925	935	950	960
HCLTECH	763	789	804	829	845
HDFCBANK	1,269	1,287	1,299	1,317	1,328
HDFC	1,352	1,382	1,400	1,430	1,448
HEROMOTOCO	3,119	3,203	3,254	3,338	3,389
HINDALCO	182	190	195	204	209
HINDUNILVR	839	846	857	865	875
ICICIBANK	255	268	276	289	296
IDEA	100	104	108	112	116
INDUSINDBK	1,220	1,264	1,290	1,334	1,359
INFY	897	907	915	925	933
ITC	255	262	266	274	278
KOTAKBANK	723	750	766	794	810
LT	1,429	1,459	1,477	1,508	1,526
LUPIN	1,416	1,445	1,465	1,494	1,514
M&M	1,200	1,251	1,279	1,331	1,359
MARUTI	5,772	5,976	6,090	6,293	6,407
NTPC	167	169	171	173	175
ONGC	196	198	202	204	207
POWERGRID	203	204	206	208	210
RELIANCE	1,030	1,040	1,045	1,055	1,061
SBIN	258	264	268	275	278
SUNPHARMA	608	617	627	636	646
TCS	2,103	2,136	2,188	2,220	2,272
TATAMTRDVR	327	336	341	350	355
TATAMOTORS	515	529	537	550	558
TATAPOWER	78	79	80	81	82
TATASTEEL	450	463	469	481	488
TECHM	427	438	448	459	468
ULTRACEMCO	3,624	3,702	3,748	3,826	3,871
WIPRO	445	450	456	461	467
YESBANK	1,370	1,391	1,404	1,426	1,438
ZEEL	480	492	499	512	519



Research Team Tel: 022 - 39357800

Website: www.angelbroking.com

For Technical Queries

E-mail: technicalresearch-cso@angelbroking.com

For Derivatives Queries

E-mail: derivatives.desk@angelbroking.com

DISCLAIMER

Angel Broking Private 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 with SEBI. It also has registration with AMFI as a Mutual Fund Distributor. Angel Broking Private 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 Pvt. 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 Pvt. 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 Pvt. 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 Pvt. 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.

