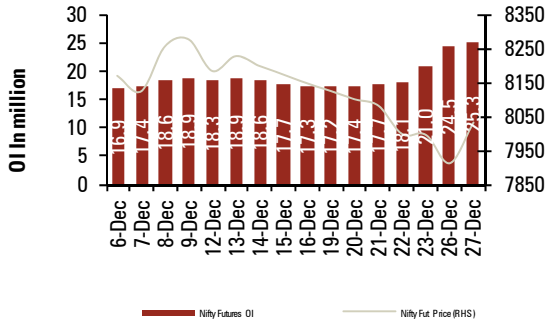
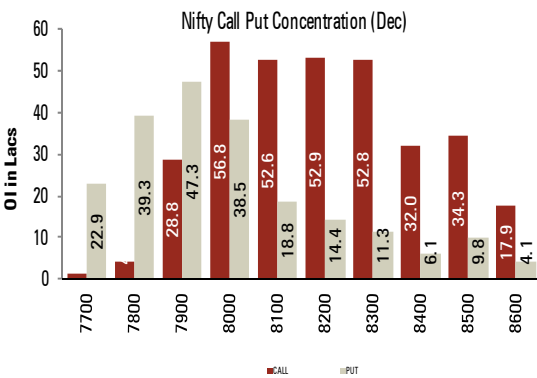


December 28, 2016

Nifty Futures – OI vs. Price



Nifty Options OI Distribution



Active Nifty Strike

Strike	Call		Put	
	OI chg %	Price	OI chg %	Price
7800	-34.06	228.40	9.94	2.90
7900	-58.49	133.70	24.40	7.75
8000	-36.44	55.90	41.21	24.30
8100	-21.15	12.90	-17.83	77.30
8200	-7.36	2.95	-9.73	169.50

F&O Turnover

Instrument	No. of Contracts	Turnover (Cr)	%Chg
Index Futures	349972	21993.28	34.29
Stock Futures	1041235	62785.65	24.02
Index Options	5899340	371346.73	19.90
Stock Options	371548	24830.07	1.12
F&O Total	7662095	480955.72	19.86

FII Activities (In ₹ crore)

Segment	Buy	Sell	Net	OI (lots)	%Chg
Index futures	5084	5529	-445	290147	10.35
Index options	40808	39347	1460	1187081	1.42
Stock futures	20713	19898	815	978039	2.60
Stock options	3940	3986	-45	95756	1.17
Total	70545	68760	1785	2551023	2.81

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Nifty Snapshot & Pivot Points

	Spot	Fut	COC	Future OI	PCR OI	PCR Vol	ATM IV
Current	8032	8031	-3.41	25312125	0.95	0.88	15.29
Previous	7908	7911	4.69	24479175	0.83	0.85	15.95
Change (%)	1.57%	1.52%	-	3.40%	-	-	-
Pivot levels (DEC)	S3	S2	S1	Piv	R1	R2	R3
Nifty future	7717	7856	7943	7994	8082	8133	8272
Bank Nifty future	17241	17525	17702	17809	17986	18092	18376

Source: NSE, Seediff, ICICIdirect.com Research

F&O Highlights

- The Nifty witnessed decent support near the highest Put base of 7900 and saw a U shaped recovery. Broad based participation of all sectors led the index to end 125 points higher. Nifty futures settled at a discount of 1 point. India VIX fell 9.1% to 15.1
- FII sold ₹ 712 crore while DII bought ₹ 1502 crore in the cash segment. FII sold ₹ 445 crore in index futures and bought ₹ 1460 crore in index options. In stock futures, they bought ₹ 815 crore
- The highest Put base is at the 7900 strike with 59 lakh shares while the highest Call base is at the 8300 strike with 50 lakh shares. The 8000 and 8100 Call strikes saw reductions of 20.7 and 11.1 lakh shares, respectively, while 8000 and 7900 Put strikes saw reductions of 15.9 and 11.6 lakh shares, respectively

Index Outlook*

- Nifty Future:** The Nifty is likely to open flat on the back of mixed global cues. Buy Nifty in range of 7980-7990 for targets of 8035-8055, stop loss: 7960
- Bank Nifty Future:** Aggressive short covering was seen in the index from the highest Put base of 17500. On the back of rollover activity, we feel the index is likely to retest the level of 18000. However, only a close above this level will confirm further up move in the index. Buy Bank Nifty in the range of 17700-17750, targets: 17850-17950, stop loss: 17640

Stocks Analysis

- OI addition:** We saw long build-up in Ceat, IndusInd Bank, Engineer's India and IDFC while short build-up was seen in Hexaware, Amara Raja Batteries, Just Dial and Mind Tree
- OI shedding:** We saw short covering in Voltas, ACC, IDBI and Lupin while long closure was seen in Grasim, Gail and Colgate

Intraday Recommendation*

i) Ambuja Cement	ii) Just Dial
Buy AMBCE DEC Fut at 204.00-204.40	Sell JUSDIA DEC Fut at 330.00-331.00
View: Bullish Strategy: Buy Future	View: Bearish Strategy: Sell Future
CMP: 202	CMP: 323.8
Target 1: 205.6 Target 2: 208.8	Target 1: 326 Target 2: 316
Stop Loss: 202.4	Stop Loss: 336

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
CEATLTD	1998500	19.26	1145	0.6	UNIONBANK	21084000	-12.80	124	2.8
INDUSINDBK	5856600	17.19	1,064	0.4	TORNTPHARM	254400	-10.04	1,290	2.2
IBREALEST	35980000	17.08	70	0.3	VOLTAS	5224000	-9.81	317	3.2
ENGINERSIN	9667000	16.79	315	5.0	ACC	1464400	-9.56	1,297	1.1
BANKBARODA	58898000	15.98	150	1.6	IDBI	34016000	-8.32	67	1.8

Strategy Follow-up

Date	Stock	View	Strategy	Reco	Target	SL	P&L	Comment
27-Dec-16	ITC	Buy	Long Fut	228.20	233.20	226.50	12500	Tgt Achieved
27-Dec-16	BANBAR	Sell	Short Fut	150.80	147.40	151.90	-	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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