

Sensex (39044) / Nifty (11522)

The overnight rally in US markets had a rub off effect on almost all major Asian bourses. Hence, we too started the day with a gap up opening despite Monday's shaky session. Subsequently, similar to recent behaviour, index went into a consolidation mode and kept flirting around the **11500** mark. However from nowhere, a strong buying emerged in the banking conglomerates at the stroke of the penultimate hour. This pushed Nifty higher to end convincingly above **11500**.

Indices seemed to have lost clear direction and are clearly trapped in a range. On Monday, we witnessed strong sell off from higher levels and yesterday, it was almost the reverse action. With yesterday's late surge in banking stocks, both Nifty as well as BankNifty are interestingly poised. For Nifty, if **11570** is taken out, we would see some extension towards **11625 - 11675** levels and if this has to happen, the banking stocks needs to replicate yesterday's move. On the flipside, **11450** followed by **11380** are to be seen as key supports.

.Key Levels

Support 1 – 11450	Resistance 1 – 11570
Support 2 – 11380	Resistance 2 – 11625

Nifty Bank Outlook - (22466)

In line with the benchmark index, Bank Nifty as well started on a positive note however for the major part it consolidated with a lack of clear trend. During the penultimate hours, all of sudden strong buying was seen in heavyweight private bank stocks which pushed bank nifty higher to eventually end at the high point with gains of 1.65% at **22466**. For the last few sessions, we have been advocating strong support for the bank index at **22000** levels, and yesterday we mentioned that if any bounce has to come then it will be from this support level. Quite similar to the last few sessions, the bank nifty managed to defend the support levels and for the first time in the last couple of weeks, the banking stocks and bank index showed some performance. Now the immediate resistance is placed around **22750 - 22800** that has acted as resistance for the last few sessions however the way bank nifty bounced during the last hour from the key support we sense the prices may surpass the same to retest **23000** and beyond. On the flip side, **22000** remains a sacrosanct level. Traders are advised to focus on stocks from this basket as they are likely to give good trading opportunities after its recent slumber phase.

Key Levels

Support 1 – 22100	Resistance 1 – 22800
Support 2 – 22000	Resistance 2 – 23000

Exhibit 1: Nifty Daily Chart



Yesterday for the second day, stocks from the broader market kept buzzing. However, this is nowhere similar to mid n small cap rally that we witnessed in previous couple of months. Hence, one needs to pick the right stock and should keep booking timely profits. Apart from this, Pharma stocks had a good first half yesterday after a brief pause of nearly 2-3 weeks. We reiterate, one should follow stock specific moves but avoid aggressive bets.

Exhibit 2: Nifty Bank Daily Chart



Comments

- The Nifty futures open interest has increased by 1.95%. Bank Nifty futures open interest has decreased by 6.63% as market closed at **11521.80** levels.
- The Nifty September future closed with a premium of 5.6 point against a premium of 11.9 point in last trading session. The October series closed at a premium of 18.4 point.
- The INDIA VIX has decreased from 21.19 to 20.6. At the same time, the PCR-OI of Nifty increased from 1.36 to 1.47.
- Few of the liquid counters where we have seen high cost of carry are JINDALSTEL, INDUSINDBNK, MRF, L&TFH AND BOSCHLTD.

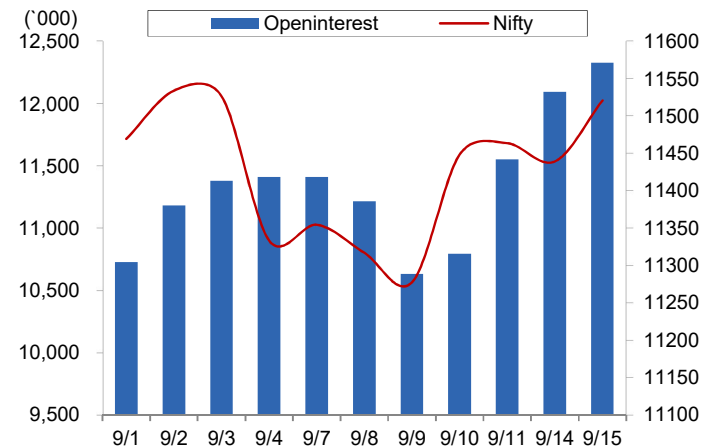
Views

- Nifty started on a positive note and then consolidated within a range for the major part. Post the mid-session buying in banking spaced pushed index higher to end with gains of 0.72% at **11521.80**.
- FII's were net buyers in cash market segment to the tune of Rs. 1171 crores. In index futures, the activity was muted as they bought worth Rs. 84 crores with no relevant change in open interest.
- In yesterday's session, we witnessed some short covering move in the Bank Nifty wherein the open interest declined by more than 6 percent. FII's bought equities worth more than 1100 crores while their activity was muted in the futures segment. In options segment, some unwinding was witnessed in 11500-11600 call options whereas 11500-11400 put options added fresh open interest. The options data hints at a trading range of 11400-11600 and a breakout beyond the same could then lead to some directional move. The Bank Nifty index was short heavy and we witnessed short covering near its support of 22000. Further covering could lead to some upmove in stocks within the sector. Thus, we continue with our advise to look for stock specific opportunities.

Historical Volatility

SCRIP	HV
LUPIN	46.92
IDFCFIRSTB	62.60
AMBUJACEM	45.71
CIPLA	43.34
CUMMINSIND	41.84

Nifty Vs OI



OI Gainers

SCRIP	OI	OI CHG. (%)	PRICE	PRICE CHG. (%)
CUMMINSIND	2450400	26.36	484.05	2.59
SIEMENS	1990450	21.69	1237.70	0.60
IDEA	404740000	20.56	11.75	2.16
TORNTPHARM	993500	11.32	2850.45	2.23
TITAN	6111000	9.86	1174.55	-0.78
PVR	2014243	9.03	1264.75	-2.65
SAIL	51319000	8.13	39.45	-0.25
INDIGO	3658500	8.10	1343.60	1.84

OI Losers

SCRIP	OI	OI CHG. (%)	PRICE	PRICE CHG. (%)
ESCORTS	2755500	-11.89	1229.80	-1.40
APOLLOHOSP	1142500	-10.46	1672.85	2.58
BALKRISIND	1561600	-7.31	1379.60	0.58
BAJFINANCE	5200250	-7.22	3513.45	1.97
ASHOKLEY	34389000	-7.01	77.85	4.08
APOLLOTYRE	8765000	-6.95	127.75	2.24
CADILAHC	9653600	-6.86	375.05	1.83
IGL	6655000	-5.98	419.85	2.45

Put-Call Ratio

SCRIP	PCR-OI	PCR-VOL
NIFTY	1.47	0.90
BANKNIFTY	0.84	0.92
RELIANCE	0.80	0.55
ICICIBANK	0.45	0.52
INFY	0.62	0.33

FII Statistics for September 15, 2020

Detail	Buy	Sell	Net	Contracts	Open Interest	
					Value (in Cr.)	Change
INDEX FUTURES	3548.17	3464.07	84.10	131088	10469.66	(0.04)
INDEX OPTIONS	185665.69	185157.67	508.02	870626	67306.93	(1.68)
STOCK FUTURES	13567.93	13869.21	(301.28)	1211829	86437.32	(0.45)
STOCK OPTIONS	7215.14	7203.96	11.18	1111115	8046.77	3.18
Total	209996.93	209694.91	302.02	2324658	172260.68	(0.73)

Turnover on September 15, 2020

Instrument	No. of Contracts	Turnover (in Cr.)	Change (%)
Index Futures	4,40,426	28667.21	-7.97
Index Options	2,08,86,775	13,84,112.90	4.59
Stock Futures	7,72,623	59197.85	-10.86
Stock Options	13,19,476	1,08,976.95	-19.15
Total	2,34,19,300	15,80,954.91	1.62

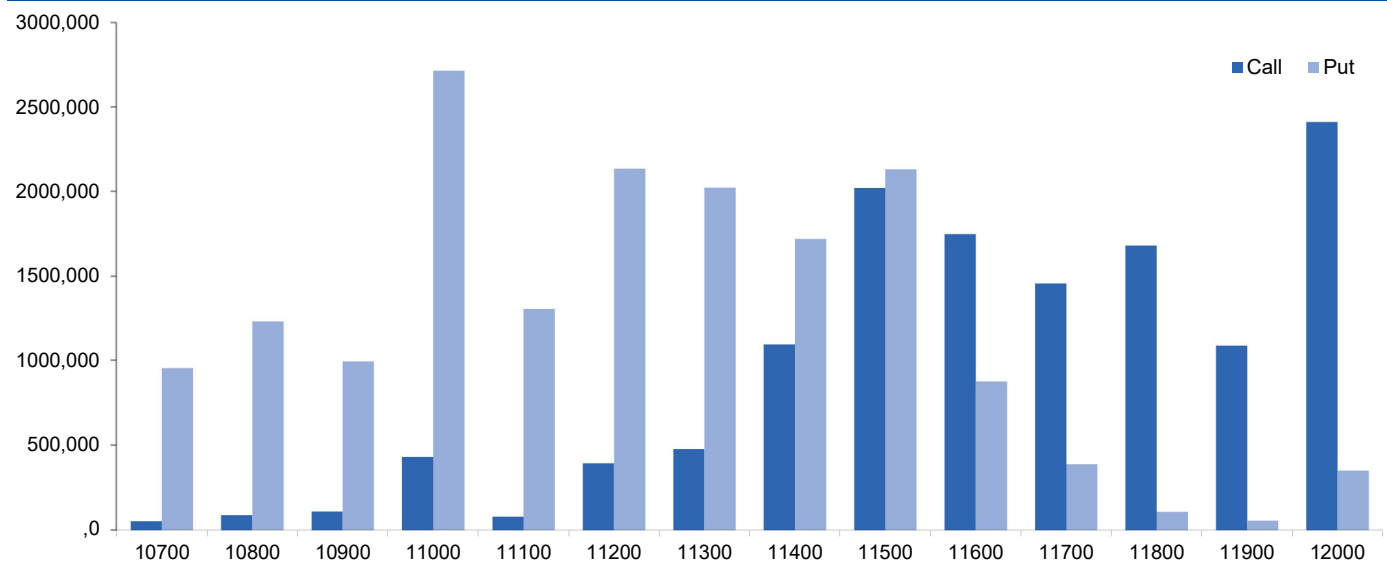
Nifty Spot = 11521.80
Bull-Call Spreads

Action	Strike	Price	Risk	Reward	BEP
Buy	11500	146.15	53.60	46.40	11553.60
Sell	11600	92.55			
Buy	11500	146.15	92.60	107.40	11592.60
Sell	11700	53.55			
Buy	11600	92.55	39.00	61.00	11639.00
Sell	11700	53.55			

Bear-Put Spreads

Action	Strike	Price	Risk	Reward	BEP
Buy	11500	118.30	32.35	67.65	11467.65
Sell	11400	85.95			
Buy	11500	118.30	56.20	143.80	11443.80
Sell	11300	62.10			
Buy	11400	85.95	23.85	76.15	11376.15
Sell	11300	62.10			

Note: Above mentioned Bullish or Bearish Spreads in Nifty (September 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
ADANI PORTS	348	350	353	356	359
ASIAN PAINT	1,985	2,001	2,025	2,042	2,066
AXIS BANK	430	440	446	456	462
BAJAJ-AUTO	2,901	2,919	2,939	2,958	2,978
BAJAJ FINANCE	3,428	3,471	3,498	3,540	3,567
BAJAJ FINSV	5,969	6,042	6,101	6,174	6,232
BPCL	404	409	417	422	431
BHARTIARTL	463	475	481	492	499
INFRA TEL	198	200	203	205	207
BRITANNIA	3,687	3,711	3,739	3,762	3,790
CIPLA	708	725	740	757	771
COAL INDIA	123	123	125	125	127
DR REDDY	4,278	4,360	4,455	4,537	4,631
EICHERMOT	2,093	2,117	2,144	2,167	2,194
GAIL	90	91	92	93	94
GRASIM	704	712	718	726	732
HCL TECH	768	781	795	807	822
HDFC BANK	1,050	1,060	1,068	1,078	1,086
HDFC	585	590	596	600	607
HEROMOTOCO	1,725	1,742	1,760	1,776	1,794
HINDALCO	2,985	3,011	3,031	3,058	3,078
HINDUNILVR	172	174	177	179	182
ICICI BANK	2,095	2,110	2,123	2,138	2,151
IOC	361	366	369	375	378
INDUSINDBK	81	82	82	83	84
INFY	587	610	625	648	662
ITC	960	971	983	994	1,005
JSW STEEL	179	180	182	184	186
KOTAK BANK	285	287	291	293	297
LT	1,274	1,299	1,314	1,339	1,354
M&M	893	902	908	917	924
MARUTI	604	609	616	621	629
NESTLE IND	6,908	6,980	7,078	7,150	7,248
NTPC	15,919	15,980	16,073	16,134	16,227
ONGC	89	90	91	92	94
POWER GRID	73	73	74	74	75
RELIANCE	170	172	173	174	176
SHREECEM	2,273	2,296	2,311	2,334	2,349
SBIN	19,390	19,728	19,938	20,275	20,486
SUN PHARMA	196	198	199	202	203
TCS	489	497	505	514	521
TATAMOTORS	2,425	2,458	2,498	2,531	2,571
TATA STEEL	145	147	148	150	151
TECHM	399	402	406	409	413
TITAN	762	776	790	805	818
ULTRACEMCO	1,138	1,156	1,188	1,206	1,238
UPL	3,854	3,893	3,924	3,963	3,994
VEDANTA	510	520	526	536	542
WIPRO	299	303	307	311	316
ZEEL	214	216	218	220	222

Technical and Derivatives Team:

Sameet Chavan	Chief Analyst - Technical & Derivatives	sameet.chavan@angelbroking.com
Ruchit Jain	Senior Analyst - Technical & Derivatives	ruchit.jain@angelbroking.com
Rajesh Bhosale	Technical Analyst	rajesh.bhosle@angelbroking.com
Sneha Seth	Derivatives Analyst	sneha.seth@angelbroking.com

Research Team Tel: 022 – 39357600 (Extn. 6844)

Website: www.angelbroking.comFor Technical & Derivatives QueriesE-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.