

**Global Indices Market**

Global Indices	(Close)	(Pts)	Chg (%)
SGX Nifty*	8,716.50	0.00	0.00
Dow Jones	18,636.05	59.58	0.32
NASDAQ	5,262.02	29.12	0.56
S&P 500	2,190.15	6.10	0.28
FTSE 100	6,941.19	25.17	0.36
Nikkei 225*	16,833.74	-35.82	-0.21
Hang Seng*	22,918.89	-13.62	-0.06

Source: Bloomberg, leading business web \*(as of 7:30 am) IST

**Sectoral Gainers/Losers**

Sector	(Close)	(Pts)	Chg (%)
S&P BSE BANKEX	21757.34	433.78	2.03
S&P BSE FINANCE	4318.78	75.35	1.78
S&P BSE IT	10944.31	-48.44	-0.44
S&P BSE REALTY	1584.72	-7.69	-0.48

Source: BSE India; IT : Information Technology

**Nifty: Top Gainers & Losers**

Gainers	%Chg	Losers	%Chg
SBIN	7.18	BPCL	-2.82
AXISBANK	3.53	TECHM	-2.24
YESBANK	2.99	CIPLA	-2.10
HINDALCO	2.81	IDEA	-1.73
TATAMOTORS	2.65	INFY	-1.52

Source: NSE India

**Institutional Activity**

Cash Market	Net Value	Futures (FII)	Net Value
FII	1203.71	Index	-173.67
DII	-392.47	Stock	612.83

Source: NSE India | Value (Rs in Crs)

**Intra-day Recommendations**

Scrip Code	Act	Entry	SL	TGT
TCS	L	2735	2700	2770
ICICIBANK	L	244	239	252
TVSMOTOR	L	299	295	308
VOLTAS	L	363	359	370
CIPLA	S	513	520	502

Note: Act= Action; Entry= Entry; SL= Stop loss; TGT= Target; L= Long; S= Short

**Market Watch**

- ✓ Supreme Court squashes ban on diesel vehicles above 2000 cc in NCR
- ✓ Aban Offshore Q1 net at Rs 89 cr
- ✓ GVK in advanced talks to sell road project
- ✓ Lupin looks to launch 25 products in US this fiscal
- ✓ Aurobindo Pharma to set up vaccine manufacturing facility
- ✓ ONGC to invest Rs 823 cr for CBM gas development
- ✓ Kotak Bank starts Innovation Lab, open to investing in start-ups
- ✓ Petrol price slashed by Re 1 per litre, diesel by Rs 2
- ✓ Pfizer plans to bring more global drugs to India

Source: Bloomberg, leading business web

**Market View**


**Markets to remain range bound, trade with positive bias:** Nifty ended the week with marginal loss of 11 points at 8672.15. On the sectoral front Nifty FMCG & Financial Services outperformed the broader markets, while, Nifty Pharma & Realty remained underperformers during the week. July CPI rose at a faster-than-expected pace to 6.07% vs 5.77% MoM basis, and June IIP came at 2.1% vs 1.2%, which came on Friday post market hours. Market participants will be eyeing on Wholesale Price Index (WPI) inflation data of July slated to be announced today and activity in global markets is likely to dictate the near term trend. Technically, after failing to sustain above 8700 mark, Nifty dipped towards its 21-DEMA support, pierced the average and bounced back in the last two trading sessions of the previous week, taking support from 8500-8550 levels. In the second consecutive week, Nifty formed Hanging Man at higher levels which reflects that Nifty is finding stiff resistance near 8700-8750 zones, at the same time long lower shadow depicts support from lower levels. Hence, Nifty on moving and sustaining above 8750 levels positive momentum is likely to pick up further. On the upside, immediate resistance is pegged around 8690-8700 zone followed by 8750 mark. While on the downside, 8600 will work as immediate support followed by 8540-8550 levels. Therefore for the day, we recommend traders to buy Nifty if it sustains above 8700 or else on dips towards 8670 levels with a stop below 8640 for targets of 8750 and 8770 levels.

**Nifty Option: Buy Nifty Aug. 8700 CE @ 65 | SL: 55 | TGT: 88-90 | TF: Intraday**

DERIVATIVES INSIGHT

Nifty Tracker

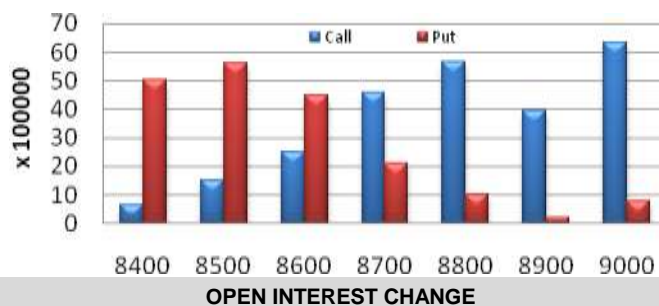
Particulars	(Close)	(Previous)	Chg (%)
Nifty Spot	8672.15	8592.15	0.93
Nifty Near Fut.	8678.40	8612.45	0.77
Nifty Near Fut. OI	2.46	2.55	-3.43
Nifty COC %	2.02	6.16	-4.14
Nifty PCR Vol	1.20	1.08	10.55
Nifty PCR OI	1.08	0.99	9.08
Bank Nifty Spot	18963.70	18662.50	1.61
Bank Nifty Fut.	18984.45	18720.25	1.41
Bank Nifty Fut. OI	0.18	0.17	6.56
Bank Nifty COC %	3.07	8.07	-5.00
Market OI (Rs. cr.)	240,285	235,187	2.17
India VIX	13.77	14.21	-3.10

Nifty Dynamics

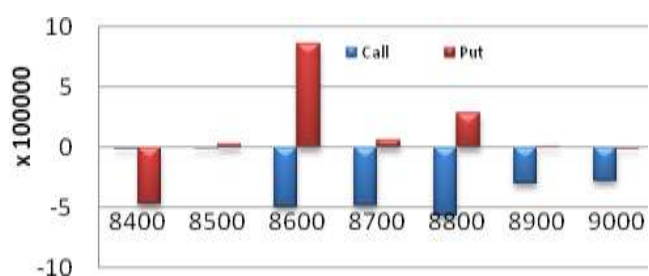
- ✓ Nifty Aug. future is trading at a premium of 6.25 points as compared to a premium of 20.30 points in the last trading session. Bank Nifty Aug. future is trading at a premium of 20.75 as compared to a premium of 57.75 points.
- ✓ On the options front, Nifty Aug. 8600 PE witnessed addition of 8.58 lakh shares in Open Interest while Nifty Aug. 8800 CE witnessed shedding of 5.67 lakh shares. The highest OI is seen in Nifty Aug. 8500 PE to the tune of 56.17 lakh shares, whereas, on the higher side, Nifty Aug. 9000 CE to the extent of 63.20 lakh shares.
- ✓ Nifty put options witnessed addition of 27 lakh shares in open interest, while Nifty call options witnessed shaded of 20 lakh shares in open interest. India VIX ended at 13.77 from 14.21 while Nifty historical volatility increased to 13.95% from 13.68%.
- ✓ Nifty call options average Implied Volatility (IV) decreased to 12.07% from 14.78% and Nifty Put options average Implied Volatility (IV) decreased to 14.47% from 14.65% with market open interest at Rs. 240285 Crore.

Options Activity (Near Month)

OPEN INTEREST



OPEN INTEREST CHANGE



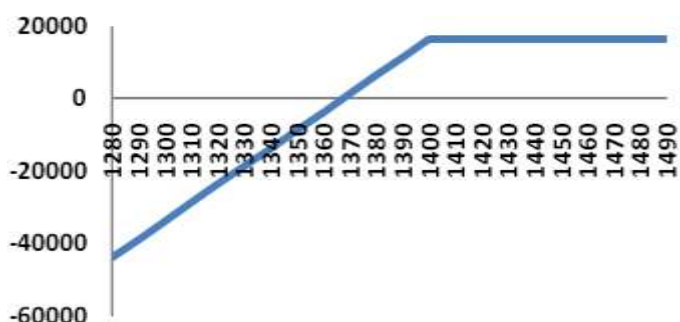
Positional Recommendations

**OIL Aug. Future: Buy @ 367.5-368 levels for the target of 380 with a stop loss below 360 (Spot levels):** OIL has been trading in range from 360-380 levels from past couple of trading sessions. The price has taken support near 50-day EMA and has given bullish crossover to short term EMA on daily chart. On the last trading session the security has seen short covering, as the OI has declined 5.35% with rise in price by 0.83%.

**CONCOR Aug. Future: Sell on rise 1420 levels for the targets of 1360 levels with a stop loss placed above 1460 (Spot levels):** The stock has breached its support around 1400 levels. The price has given negative crossover to 21 & 50 day EMA, initiating short signal at current levels. Derivative data suggests that the stock has seen long closure on week on week basis and has witnessed short buildup on last trading session.

**L&TFH Aug. 92.50 CE:** Buy L&TFH 92.50-strike Call option having open interest of 12,87,000 shares. It added 243,000 shares in previous trading session with IVs at 39.51%. Derivative suggests that the stock has witnessed long buildup, as weekly open interest has increased 17.45% with rise in price by 3.79%. One can buy 92.50 CE at Rs. 2 with stop loss placed below 1 for the higher target of 4 in short term.

Hybrid Strategy Payoff



Hybrid Strategy

COVERED CALL IN HDFC

HDFC August Future has total open interest of 1,12,31,500 shares while HDFC Aug 1400 CE witnessed addition of 2,000 shares making a total OI of 3,33,000 shares during the last trading session. The counter is in the uptrend forming higher highs and higher lows on the daily and weekly chart from the lows of 1011 and also trending above its major moving averages. Hence, we recommend building a COVERED CALL strategy in this counter.

**Buy one lot of HDFC August Futures @ 1380 and Sell one lot of HDFC August 1400 CE @ 12.50; Max Profit:16250; Max Loss: Unlimited below BEP; BEP:1367.50; StopLoss:1335**

## PIVOT TABLE

SYMBOL	CMP	S2	S1	PIVOT	R1	R2
SENSEX	28152.40	27783.17	27967.78	28085.53	28270.14	28387.89
NIFTY	8672.15	8573.78	8622.97	8653.63	8702.82	8733.48
NIFTYBANK	18963.70	18590.70	18777.20	18882.00	19068.50	19173.30
ADANIPTS	258.25	247.02	252.63	256.82	262.43	266.62
ASIANPAINT	1137.50	1105.53	1121.52	1141.38	1157.37	1177.23
AXISBANK	591.00	561.27	576.13	584.67	599.53	608.07
BAJAJ-AUTO	2868.70	2806.90	2837.80	2870.90	2901.80	2934.90
BHARTIARTL	347.80	342.07	344.93	346.97	349.83	351.87
CIPLA	515.95	503.85	509.90	518.15	524.20	532.45
COALINDIA	337.95	333.78	335.87	337.73	339.82	341.68
DRREDDY	3011.15	2967.72	2989.43	3005.72	3027.43	3043.72
GAIL	374.15	367.92	371.03	374.27	377.38	380.62
HDFC	1382.15	1341.58	1361.87	1372.83	1393.12	1404.08
HDFCBANK	1228.70	1212.10	1220.40	1227.70	1236.00	1243.30
HEROMOTOCO	3310.95	3260.35	3285.65	3325.30	3350.60	3390.25
HINDUNILVR	935.00	915.00	925.00	936.00	946.00	957.00
ICICIBANK	245.95	238.52	242.23	244.92	248.63	251.32
INFY	1062.55	1048.32	1055.43	1067.12	1074.23	1085.92
ITC	254.10	248.10	251.10	253.30	256.30	258.50
LT	1491.90	1464.83	1478.37	1492.03	1505.57	1519.23
LUPIN	1581.95	1559.98	1570.97	1582.98	1593.97	1605.98
M&M	1450.85	1397.68	1424.27	1450.63	1477.22	1503.58
MARUTI	4898.60	4802.33	4850.47	4895.23	4943.37	4988.13
NTPC	160.55	158.32	159.43	160.37	161.48	162.42
ONGC	233.60	228.00	230.80	232.60	235.40	237.20
POWERGRID	178.05	172.28	175.17	177.08	179.97	181.88
RELIANCE	1035.80	1006.00	1020.90	1031.90	1046.80	1057.80
SBIN	243.30	215.00	229.15	238.55	252.70	262.10
SUNPHARMA	800.55	770.32	785.43	805.67	820.78	841.02
TATAMOTORS	516.80	500.80	508.80	514.15	522.15	527.50
TATASTEEL	374.75	365.15	369.95	374.15	378.95	383.15
TCS	2738.45	2685.68	2712.07	2728.43	2754.82	2771.18
WIPRO	543.75	535.58	539.67	544.58	548.67	553.58

## Corporate Actions

Company	Series	Ex-Date	Record Date	Purpose
NMDC	EQ	18-AUG-16	19-AUG-16	BUY BACK
LT	EQ	18-AUG-16	-	DIVIDEND - RS 18.25/- PER SHARE
BEL	EQ	18-AUG-16	-	AGM/DIVIDEND RS 14.50 PER SHARE
DIVISLAB	EQ	18-AUG-16	-	ANNUAL GENERAL MEETING

## Results

OCL | POWERGRID | JUSTDIAL | NAMASTEXP

Page 1: FII= Foreign institutional investor, DII= Domestic institutional investor. | Page 2:Fut=Futures; COC=Cost of Carry; PCR = Put Call Ratio; Vol = Volume; OI = Open Interest; VIX = Volatility Index | Page 3:Pivot Point: Intra-day trading tool that applies stop loss based on NSE prices. | Pivot Point: This is a trigger point for intra-day buy/sell based on the price range of the previous day, based on NSE prices. | R1 (Resistance 1): First resistance over pivot point; R2 (Resistance 2): Second resistance over R1. | S1 (Support 1): First support below pivot point; S2 (Support 2): Second support below S1. | As per the tool, the trader should take a BUY position just above the pivot point; the stop loss should be kept at the pivot point and the first target would be R1. If R1 is crossed, then R2 becomes the next target with the stop loss at R1. Similarly, if the price falls below the pivot point, the trader should SELL, keeping the pivot point as the stop loss and the first target as S1. If S1 is crossed, then S2 becomes the next target with the stop loss at S1.

## KARVY RESEARCH DESK – STOCK BROKING

## QUERIES & FEEDBACK

**JK Jain**

**Toll-Free: 1800 425 8283**

**Head Research**

**Email ID: [service@karvy.com](mailto:service@karvy.com)**

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## Karvy Stock Broking Limited

Plot No.31, 6th Floor, Karvy Millennium Towers, Financial District, Nanakramguda, Hyderabad, 500 032, India

Tel: 91-40-2331 2454; Fax: 91-40-2331 1968

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