

**Global Indices Market**

Global Indices	(Close)	(Pts)	Chg (%)
SGX Nifty	8657.00	15.50	0.18
Dow Jones	18448.41	-33.07	-0.18
NASDAQ	5212.20	-5.49	-0.11
S&P 500	2172.47	-2.97	-0.14
FTSE 100	6816.9	-18.88	0.28
Nikkei 225*	16409.25	-146.7	-0.89
Hang Seng*	22956.81	+141.86	0.62

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

**Sectoral Gainers/Losers**

Sector	(Close)	(Pts)	Chg (%)
S&P BSE TELECOM	1241.77	-23.02	-1.82
S&P BSE METAL	9885.18	-143.37	-1.43
S&P BSE FMCG	8716.13	26.77	0.31
S&P BSE O&G	10834.26	31.61	0.29

Source: BSEIndia; O&amp;G:Oil &amp; Gas | HC:HealthCare

**Nifty: Top Gainers & Losers**

Gainers	%Chg	Losers	%Chg
BHEL	3.22	WIPRO	-3.15
BPCL	2.38	ADANI PORTS	-2.89
GAIL	2.09	IDEA	-2.69
ITC	1.10	ZEEL	-2.17
HCLTECH	0.97	TECHM	-2.10

Source: NSE India

**Institutional Activity**

Cash Market	Net Value	Futures (FIIs)	Net Value
FII	-39.28	Index	-254.55
DII	129.18	Stock	371.82

Source: NSE India | Value (Rs in Crs)

**Intra-day Recommendations**

Scrip Code	Act	Entry	SL	TGT
CESC	L	655-656	648	668
ULTRACEMCO	L	ABV 3845	3760	3973
CEATLTD	S	857-858	874	831
IDEA	S	BLW 95	98	90.5
JETAIRWAYS	S	535-536	548	518

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

**Market Watch**

- ✓ Union Bank to raise Rs 750 cr via Basel III bonds
- ✓ Airtel upgrades over 9,000 network sites under Open Network
- ✓ IOC to consider issuing bonus shares to shareholders
- ✓ Allcargo Logistics announces JV with CCI Logistics
- ✓ Postal Dept blacklists HCL Infosystems for six months
- ✓ ITNL to sell Andhra Pradesh road asset to Cube Highways
- ✓ Government mulls phasing out 15-year-old trucks, buses
- ✓ Provide loans to women SHGs at 7%: RBI to banks
- ✓ Essar said to be in asset sale spat with IDFC private equity

Source: Bloomberg, leading business web

**Market View**


**Weak global cues likely to drag markets lower:** Markets posts their worst day in two weeks ahead of Yellen speech today. Indices reversed early gains and closed at its lowest levels in two weeks as participants became wary before the key event today. Sensex fell 0.80% to end at 27,836 and Nifty lost 0.67% to shut shop at 8592, for the first time in the last nine trading sessions. India VIX continued to slide down and closed at its 17 months low of 13.29 with a cut of 1.50%, indicating that participants are not expecting any major triggers in the near term. However, any sharp rebound in volatility may provoke sharp trending move on large cap indices. In August series, Nifty closed down 0.9% while Sensex slipped 1.3%. Nifty Midcap index was up 2.7% and BSE Small Cap index up 1.8%. On the global front, both US and European stocks saw their biggest fall in the three weeks on Thursday and currency markets were noticeably subdued as participants took to sidelines ahead of one of the big global central banker gatherings of the year. The world's central bankers and leading economists will arrive today for the annual economics symposium. Fed Chair Jannet Yellen's speech and take on interest rates is keenly awaited. Technically, Nifty is still stuck in the range of 8500-8730 over last one month but has closed at its lowest levels over last 9days. Index has formed a bearish outside bar at its crucial minor support zone. Hence, any sustenance below 8580 can drag Nifty towards its major support area of 8500, while resistance is pegged around 8680-8720 and above it at 8770-8780. Therefore for the day, we recommend traders to sell Nifty around 8610-8620 zone with stop loss placed at 8660 for a target of 8550-8540.

**Nifty Option: Buy Nifty SEPT. 8500 PE @ 68-70 | SL: 49 | TGT: 98-100| TF: Intraday**

DERIVATIVES INSIGHT

Nifty Tracker

Particulars	(Close)	(Previous)	Chg (%)
Nifty Spot	8592.20	8650.30	-0.67
Nifty Near Fut.	8639.00	8702.00	-0.72
Nifty Near Fut. OI	2.64	0.93	183.83
Nifty COC %	6.40	18.35	-11.95
Nifty PCR Vol	1.11	0.92	21.61
Nifty PCR OI	1.06	1.08	-1.76
Bank Nifty Spot	19304.25	19355.60	-0.27
Bank Nifty Fut.	19411.00	19494.30	-0.43
Bank Nifty Fut. OI	0.20	0.15	36.67
Bank Nifty COC %	5.79	38.47	-32.68
Market OI (Rs. cr.)	170151	284378	-40.17
India VIX	13.28	13.89	-1.48

Nifty Dynamics

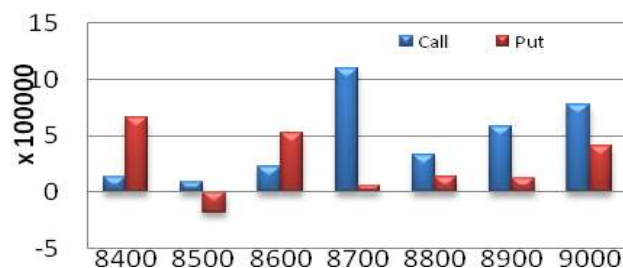
- ✓ Nifty Sept. future is trading at a premium of 46.80 points as compared to a premium of 51.70 points in the last trading session. Bank Nifty Sept. future is trading at a 106.75 points premium as compared to a premium of 138.70 points.
- ✓ On the options front, Nifty Sept. 8300 PE witnessed addition of 7.39 lakh shares in Open Interest while Nifty Sept. 8700 CE witnessed shed of 10.97 lakh shares. The highest OI is seen in Nifty Sept. 8500 PE to the tune of 35.30 lakh shares, whereas, on the higher side, the maximum OI is seen in Nifty SEP 9000 CE to the extent of 37.95 lakh shares.
- ✓ Nifty put options witnessed shed 325 lakh shares in open interest, while Nifty call options witnessed shed of 294 lakh shares in open interest. India VIX ended at 13.28 from 13.48 while Nifty historical volatility increased to 11.86% from 11.79%.
- ✓ Nifty call options average Implied Volatility (IV) decreased to 13.71% from 18.59% and Nifty Put options average Implied Volatility (IV) decreased to 12.65% from 20.24% with market's open interest at Rs.170151 Crore.

Options Activity (Near Month)

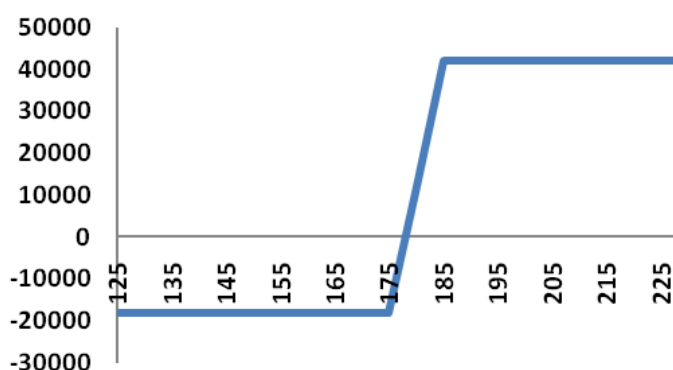
OPEN INTEREST



OPEN INTEREST CHANGE



Hybrid Strategy Payoff



Positional Recommendations

**KOTAKBANK September Futures: Buy @ 781 for the targets of 810 with a SL at 760 (SPOT):** KOTAKBANK September Futures witnessed addition of longs in the last trading session with increase in the stock price and increase in OI. Technically, the stock is making higher highs and higher lows from a low of 585 levels on weekly charts and even stock is also sustaining well above its short term moving averages on the daily charts adding bullishness into the counter. Hence, one may go long in the counter with a stop of 758 levels in the short term for targets of 615 levels.

**ADANIENT September Future: Sell @ 73.25-73.50 for targets of 69 with a SL of 76.50 (SPOT):** ADANIENT September Futures witnessed addition of shorts in the last trading session with decrease in the stock price and increase in OI taking the total OI to 1,79,28,000. On the technical front, the stock is forming lower lows and lower highs on the daily charts and is also sustaining well below its all major short term moving averages. Hence, one may go short in the counter at 73.50 levels for the short term with a stop of 76.50 levels.

**HDFCBANK September 1260 CE: Buy @ 26.50-27 with SL of 18 for targets of 42:** HDFCBANK September 1260 strike CE has OI of 66,000 and with IV's at 13.71% in the last trading session. Hence, long positions may be assumed in the call option around 26.50-27 with a stop loss placed at 18 for targets of 42 levels in the short term.

Hybrid Strategy

BULL CALL SPREAD IN VEDL

VEDL September Future has total OI of 3,30,90,000 shares while VEDL SEP 175 CE witnessed addition of 1,50,000 shares making a total OI of 2,64,000 and VEDL SEP 185 CE witnessed addition of 48,000 shares making total OI of 2,58,000 shares in the previous trading session. The counter is in the uptrend forming higher highs and higher lows on daily and weekly charts and also trading above major moving averages. Hence, we recommend building a Bull CALL Spread strategy in this counter.

**Strategy: Buy one lot of VEDL SEP 175 CE @ 6.50 and Sell one lot of VEDL SEP 185 CE @ 3.50 | Maximum Profit: 42000| Maximum Loss: 18000 | Break Even point (BEP): 178**

## PIVOT TABLE

SYMBOL	CMP	S2	S1	PIVOT	R1	R2
<b>SENSEX</b>	<b>27835.91</b>	<b>27580.15</b>	<b>27708.03</b>	<b>27931.12</b>	<b>28059.00</b>	<b>28282.09</b>
<b>NIFTY</b>	<b>8592.20</b>	<b>8520.23</b>	<b>8556.22</b>	<b>8619.63</b>	<b>8655.62</b>	<b>8719.03</b>
<b>NIFTYBANK</b>	<b>19304.25</b>	<b>19189.98</b>	<b>19247.12</b>	<b>19339.93</b>	<b>19397.07</b>	<b>19489.88</b>
ADANIPTS	261.75	253.05	257.40	264.45	268.80	275.85
ASIANPAINT	1105.90	1088.03	1096.97	1111.73	1120.67	1135.43
AXISBANK	586.55	579.52	583.03	588.52	592.03	597.52
BAJAJ-AUTO	2862.40	2816.90	2839.65	2871.80	2894.55	2926.70
BHARTIARTL	346.00	338.13	342.07	348.03	351.97	357.93
CIPLA	562.90	551.27	557.08	565.82	571.63	580.37
COALINDIA	331.30	325.10	328.20	332.45	335.55	339.80
DRREDDY	3050.30	3019.43	3034.87	3056.43	3071.87	3093.43
GAIL	373.10	360.37	366.73	370.87	377.23	381.37
HDFC	1357.50	1328.90	1343.20	1366.60	1380.90	1404.30
HDFCBANK	1258.55	1247.38	1252.97	1259.88	1265.47	1272.38
HEROMOTOCO	3304.60	3263.80	3284.20	3307.40	3327.80	3351.00
HINDUNILVR	910.80	898.53	904.67	913.33	919.47	928.13
ICICIBANK	246.95	243.65	245.30	247.75	249.40	251.85
INFY	1036.15	1016.45	1026.30	1041.95	1051.80	1067.45
ITC	253.45	248.15	250.80	252.90	255.55	257.65
LT	1454.65	1430.02	1442.33	1462.82	1475.13	1495.62
LUPIN	1522.15	1493.78	1507.97	1521.23	1535.42	1548.68
M&M	1413.85	1385.28	1399.57	1422.28	1436.57	1459.28
MARUTI	4933.70	4864.37	4899.03	4940.92	4975.58	5017.47
NTPC	158.65	156.02	157.33	159.42	160.73	162.82
ONGC	237.80	233.43	235.62	239.18	241.37	244.93
POWERGRID	182.25	178.08	180.17	182.58	184.67	187.08
RELIANCE	1012.70	996.90	1004.80	1016.90	1024.80	1036.90
SBIN	250.15	244.48	247.32	251.43	254.27	258.38
SUNPHARMA	764.95	752.85	758.90	768.10	774.15	783.35
TATAMOTORS	493.85	484.15	489.00	496.15	501.00	508.15
TATASTEEL	372.30	363.23	367.77	375.03	379.57	386.83
TCS	2551.05	2491.88	2521.47	2555.58	2585.17	2619.28
WIPRO	504.00	490.17	497.08	509.17	516.08	528.17

## Corporate Actions

Company	Series	Ex-Date	Record Date	Purpose
KEI	EQ	29-AUG-16	-	AGM/ DIVIDEND - RE 0.50/- PER SHARE
MMFL	EQ	29-AUG-16	-	AGM/INTERIM DIVIDEND - RS 5/- SHARE
JKLAKSHMI	EQ	29-AUG-16	-	AGM/DIVIDEND - RE 0.25/- PER SHARE
BAYERCROP	EQ	28-AUG-16	-	AGM/DIVIDEND RS 17/- PER SHARE

## Results

ALANKIT	TATAMOTORS	TRIVENI	PRATIBHA	PGHH	SHILPAMED	GIPCL	FINPIPE
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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

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