

Sensex (49159) / Nifty (14638)

We started proceedings for the week on a sluggish note yesterday morning as indicated by the SGX Nifty. The corrective move extended in the opening trades to test the **14800** mark. However this correction eventually turned into a sell off as we saw index literally falling like a pack of cards at the stroke of the first half an hour. Within a blink off any eye, we were considerably off highs to enter a sub-**14500** territory. Fortunately, the fall arrested around the mid-session and there after we had a modest recovery to trim some part of early losses. At the end, Nifty managed to reclaim **14600** by concluding the session with more than one and half a percent cut.

Last Thursday when we concluded the truncated week, things were bright and participation was good across the board. But developments over the weekend with respect to COVID-19 seems to have dented traders'/ investors' sentiment and as a result, we had a sharp selloff in the first half yesterday. The Dow futures and few Asian bourses were trading quite firm; but this became like an illusion for our traders as we kept sinking right from the word go. The major culprit in yesterday's fall was undoubtedly the financial space and it's now placed at a major support zone, which can now be treated as a 'Make or Break' level for the BANKNIFTY in the near term. So, from here on all eyes would be on banking index as it can become a deciding factor for the near term trend. If it manages to hold this, we can see some recovery in the market; however the way things are positioned, a breakdown in the financial space can lead to extended correction in the market.

Nifty Bank Outlook - (32679)

We started off the week with a downside gap due to the weekend lockdown announced amid COVID surge. Post opening, strong selling pressure was seen from the word go to drag index below the recent lows of **32415**. As the day progressed, the banking index recovered slightly and then consolidated for the remaining part of the day to eventually conclude the day with a massive cut of three and a half percent.

The BankNifty was the major culprit in yesterday's free fall as most of the heavy weight banking names corrected in the range of 3%-6%. As far as technical chart structure are concerned, we concluded Thursday's session near the 89 EMA on hourly chart and things were poised for a breakout but due to the developments seen in weekend most of the traders who carried bullish bets found themselves trapped and hence we saw sharp fall post opening. The BankNifty is now placed around very crucial levels (around 89EMA in daily chart which recently acted as demand zone) and follow-up move in today's session shall dictated near term directional move. Hence, all eyes especially on banking index now, traders are advised to remain light on positions until we see some clarity.

Key Levels

Support 1 – 32300	Resistance 1 – 33000
Support 2 – 32000	Resistance 2 – 33200

Exhibit 1: Nifty Daily Chart



As far as levels are concerned, we had mentioned how important it is for Nifty to surpass **14900** in order to regain strength. Unfortunately, this didn't happen and we slid from the sub-**14900** levels only. Yesterday's late recovery was mainly led by the IT heavyweights but it cannot single-handedly lift the market higher continuously. Till the time banking does not participate, the bounce back will not be sustainable in Nifty and hence, for the coming session, **14680 – 14750** are to be seen as immediate hurdles. On the flipside, **14550 – 14440** are to be considered as supports. Traders are advised to stay light and avoid taking contradictory bets till the time volatility does not subside.

Key Levels

Support 1 – 14550	Resistance 1 – 14680
Support 2 – 14440	Resistance2 – 14750

Exhibit 2: Nifty Bank Daily Chart



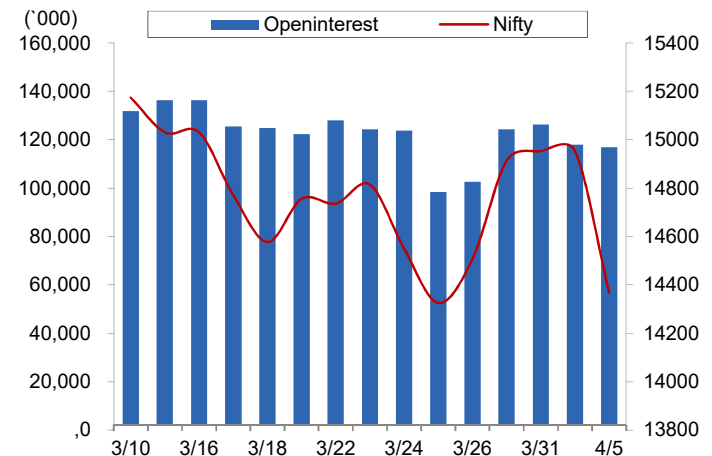
Comments

- The Nifty futures open interest has decreased by 0.88%. Bank Nifty futures open interest has decreased by 3.79% as market closed at 14637.80 levels.
- The Nifty April future closed with a premium of point 60.65 against a premium of 86.00 point in last trading session. The May series closed at a premium of 109.65 point.
- The INDIA VIX increased from 19.98 to 21.21. At the same time, the PCR-OI of Nifty decreased from 1.16 to 1.07.
- Few of the liquid counters where we have seen high cost of carry are IDEA, UPL, NMDC, GAIL AND SUNTV.

View

- In spite of positive global markets, our indices started the week with a gap down on the back of rising worries over increasing cases of Covid-19. Nifty corrected sharply and sneaked below 14500 mark before noon. We then saw some recovery to trim some of the losses and end with a loss of over one and a half percent.
- FII's were net sellers in the cash segment to the tune of Rs. 932 crores. In index futures front, they sold worth Rs. 1803 crores with increase in open interest indicating short formations and long unwinding in yesterday's session.
- In yesterday's session, we saw some unwinding of positions in both the indices. FII's were net sellers in the cash segment and they formed shorts in the index futures segment as well. Their 'Long Short' ratio has now declined to below 55 percent. In options segment, call writers were active and added positions in 14800 and 15000 calls indicating resistance around these levels. On the flipside, 14500-14400 is the immediate support zone. Trades are advised to avoid aggressive positions and focus on stock specific opportunities.

Nifty Vs OI



OI Gainers

SCRIP	OI	OI CHG. (%)	PRICE	PRICE CHG. (%)
LALPATHLAB	255000	32.12	2898.30	5.96
LTI	346800	17.84	4269.40	3.62
MGL	1341000	11.08	1134.55	-4.55
PVR	1755391	10.42	1178.15	-7.39
PFIZER	77875	10.07	4601.60	0.84
MPHASIS	523250	9.75	1755.05	0.16
AARTIIND	507450	9.64	1329.30	-2.61
SHREECEM	147900	9.51	30359.25	1.17

OI Losers

SCRIP	OI	OI CHG. (%)	PRICE	PRICE CHG. (%)
TVSMOTOR	3393600	-11.57	584.25	-1.33
SRTRANSFIN	3429600	-9.99	1420.15	-3.56
GUJGASLTD	1050000	-8.99	548.60	-0.29
CONCOR	5792478	-8.63	578.60	-3.67
SAIL	132886000	-8.18	89.65	6.40
HINDALCO	31626500	-7.16	350.65	-0.10
RAMCOCEM	1643050	-6.26	1009.90	-1.59
LICHSGFIN	6478000	-5.57	418.45	-3.65

Historical Volatility

SCRIP	HV
UBL	41.06
LALPATHLAB	48.56
APOLLOTYRE	57.50
CANBK	63.36
BAJFINANCE	59.51

Put-Call Ratio

SCRIP	PCR-OI	PCR-VOL
NIFTY	1.07	0.95
BANKNIFTY	0.56	0.95
RELIANCE	0.60	0.65
ICICIBANK	0.51	0.40
INFY	0.53	0.27

FII Statistics for April 05, 2021

Detail	Buy	Sell	Net	Contracts	Open Interest	
					Value (in Cr.)	Change
INDEX FUTURES	5983.07	7785.83	(1802.76)	121144	12510.49	3.37
INDEX OPTIONS	365978.57	366257.31	(278.74)	803447	82082.00	27.43
STOCK FUTURES	12895.21	15186.35	(2291.14)	1081986	92387.21	0.88
STOCK OPTIONS	13035.81	13046.04	(10.23)	127381	11064.68	9.29
Total	397892.66	402275.53	(4382.87)	2133958	198044.38	10.18

Turnover on April 05, 2021

Instrument	No. of Contracts	Turnover (in Cr.)	Change (%)
Index Futures	4,72,920	45035.35	18.55
Index Options	2,82,18,437	27,16,310.93	-61.96
Stock Futures	7,29,581	69366.28	16.09
Stock Options	14,21,180	0.00	33.30
Total	3,08,42,118	29,68,146.83	-59.57

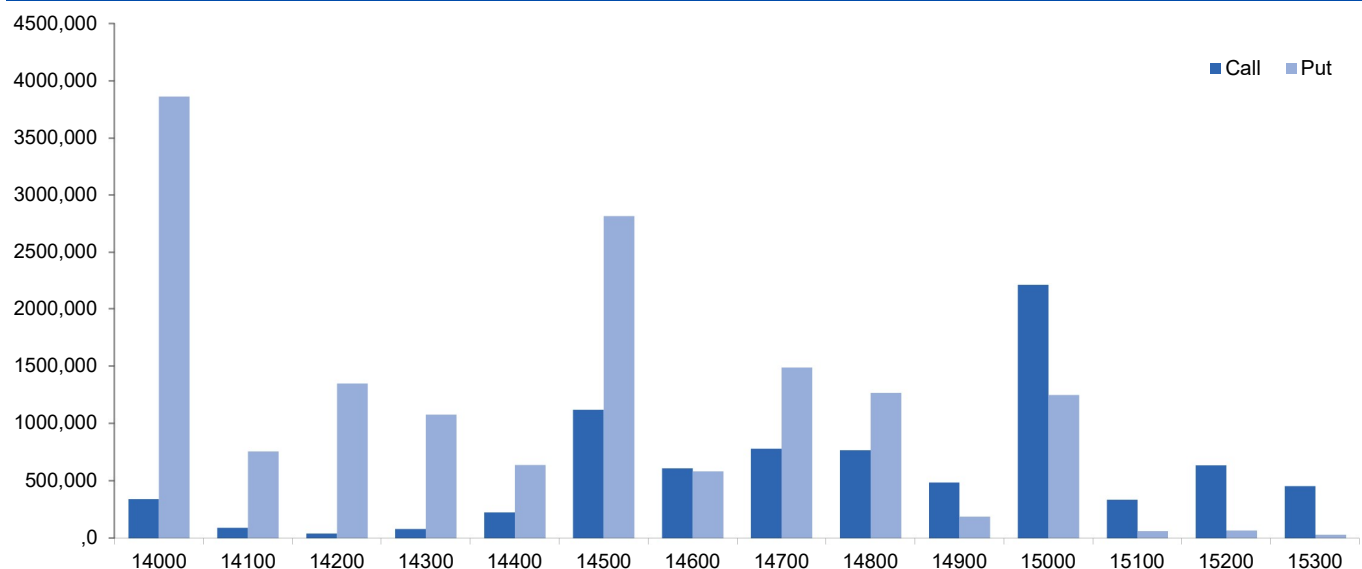
Nifty Spot = 14637.80
Bull-Call Spreads

Action	Strike	Price	Risk	Reward	BEP
Buy	14600	370.05			
Sell	14700	311.85	58.20	41.80	14658.20
Buy	14600	370.05			
Sell	14800	260.85	109.20	90.80	14709.20
Buy	14700	311.85			
Sell	14800	260.85	51.00	49.00	14751.00

Bear-Put Spreads

Action	Strike	Price	Risk	Reward	BEP
Buy	14600	271.15			
Sell	14500	234.40	36.75	63.25	14563.25
Buy	14600	271.15			
Sell	14400	199.35	71.80	128.20	14528.20
Buy	14500	234.40			
Sell	14400	199.35	35.05	64.95	14464.95

Note: Above mentioned Bullish or Bearish Spreads in Nifty (April 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	704	723	734	753	764
ASIAN PAINT	2,444	2,477	2,518	2,551	2,591
AXIS BANK	659	672	690	703	721
BAJAJ-AUTO	3,474	3,536	3,638	3,700	3,802
BAJAJ FINANCE	4,709	4,836	5,047	5,174	5,386
BAJAJ FINSV	8,851	9,166	9,465	9,780	10,079
BPCL	413	420	429	436	445
BHARTIARTL	510	519	524	533	538
BRITANNIA	3,593	3,647	3,683	3,737	3,773
CIPLA	797	808	818	829	839
COALINDIA	126	128	130	132	134
DIVISLAB	3,499	3,555	3,618	3,674	3,737
DRREDDY	4,361	4,459	4,522	4,619	4,682
EICHER MOT	2,446	2,482	2,542	2,578	2,638
GRASIM	1,401	1,424	1,448	1,471	1,496
HCLTECH	988	1,011	1,025	1,048	1,063
HDFC BANK	1,401	1,425	1,455	1,479	1,509
HDFCLIFE	664	673	685	695	707
HDFC	2,345	2,396	2,463	2,514	2,581
HEROMOTOCO	2,802	2,845	2,909	2,951	3,015
HINDALCO	332	341	347	356	362
HINDUNILVR	2,308	2,341	2,379	2,411	2,450
ICICIBANK	547	559	576	588	604
IOC	88	90	91	92	94
INDUSINDBK	878	908	948	978	1,019
INFY	1,369	1,390	1,407	1,428	1,445
ITC	205	209	214	218	224
JSW STEEL	495	506	514	525	533
KOTAK BANK	1,699	1,729	1,764	1,794	1,830
LT	1,350	1,377	1,408	1,435	1,466
M&M	745	760	784	799	824
MARUTI	6,617	6,693	6,801	6,877	6,984
NESTLE IND	16,492	16,686	16,918	17,112	17,344
NTPC	102	104	106	108	110
ONGC	97	100	102	106	108
POWERGRID	210	212	216	218	221
RELIANCE	1,930	1,961	1,993	2,024	2,056
SBILIFE	853	863	875	885	897
SHREECEM	29,234	29,796	30,212	30,774	31,191
SBIN	337	345	357	365	377
SUNPHARMA	585	597	605	616	624
TCS	3,106	3,172	3,218	3,284	3,330
TATA CONSUM	633	639	645	652	658
TATA MOTORS	290	298	305	312	319
TATA STEEL	820	844	861	885	902
TECHM	965	982	994	1,011	1,023
TITAN	1,472	1,504	1,531	1,563	1,590
ULTRACEMCO	6,583	6,689	6,842	6,948	7,101
UPL	614	630	648	663	681
WIPRO	411	418	423	430	435

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 Queries E-mail: technicalresearch-cso@angelbroking.comFor Derivatives Queries E-mail: derivatives.desk@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.