

# DAILY DERIVATIVE OVERVIEW

Date: 02 Feb, 2021



**Derivative Analyst: Siddharth Deshpande**

**([Siddharth.Deshpande@hdfcsec.com](mailto:Siddharth.Deshpande@hdfcsec.com))**

# Daily Derivative Overview



## F&O HIGHLIGHTS

### LONG BUILDUP WAS SEEN IN THE NIFTY & BANK NIFTY FUTURES

#### USE ANY DIP TO CREATE LONG POSITIONS; SUPPORT SEEN AROUND 14200

- Market ended with robust gains on Monday as investors cheered Union Budget proposals. The Nifty 50 index surged 646.60 points or 4.74% to 14,281.20. Both the indices corrected about 7% each in the previous six trading sessions.
- Long build up was seen in Nifty Futures' where Open Interest increased by 9.40% with Nifty rising by 4.68%.
- Bank Nifty Future's too saw increased in OI with rise in price as Bank Nifty OI increased by 12.01% with rise in price by 8.50%. Bank Nifty outperformed the Nifty as most of the banking stock was the gainer after budget announcement.
- Nifty Open Interest Put Call Ratio rise sharply to 1.41 levels from 0.98 levels. Amongst the Nifty options (04-Feb Expiry), Call writing was seen at 14500-14800 levels, Indicating 14500-14600 level will act as a resistance. On the lower side, support is seen in the vicinity of 14200-14300 levels where we have seen Put writing.

To Sum It Up, Long Build up in the Nifty Futures and Bank Nifty Futures & sharp rise in the Nifty Open Interest Put Call ratio on the back of Put writing at 13800 - 14300 levels Indicates that one should remain bullish on the markets with strict stoploss of 14200 level.

However considering the sharp rise in yesterday session on back of budget outcome possibility of profit booking at higher levels should not be ruled out. Therefore, our advise is to remain cautious and use any dip to buy stocks. On the lower side 14200 - 14300 level will act as an immediate support where Puts have been written.

In the Bank Nifty, where we have seen long build up, our advice is to be bullish with the stop loss of 32800 level. On the higher side, resistance is seen in the vicinity of 34000 level.

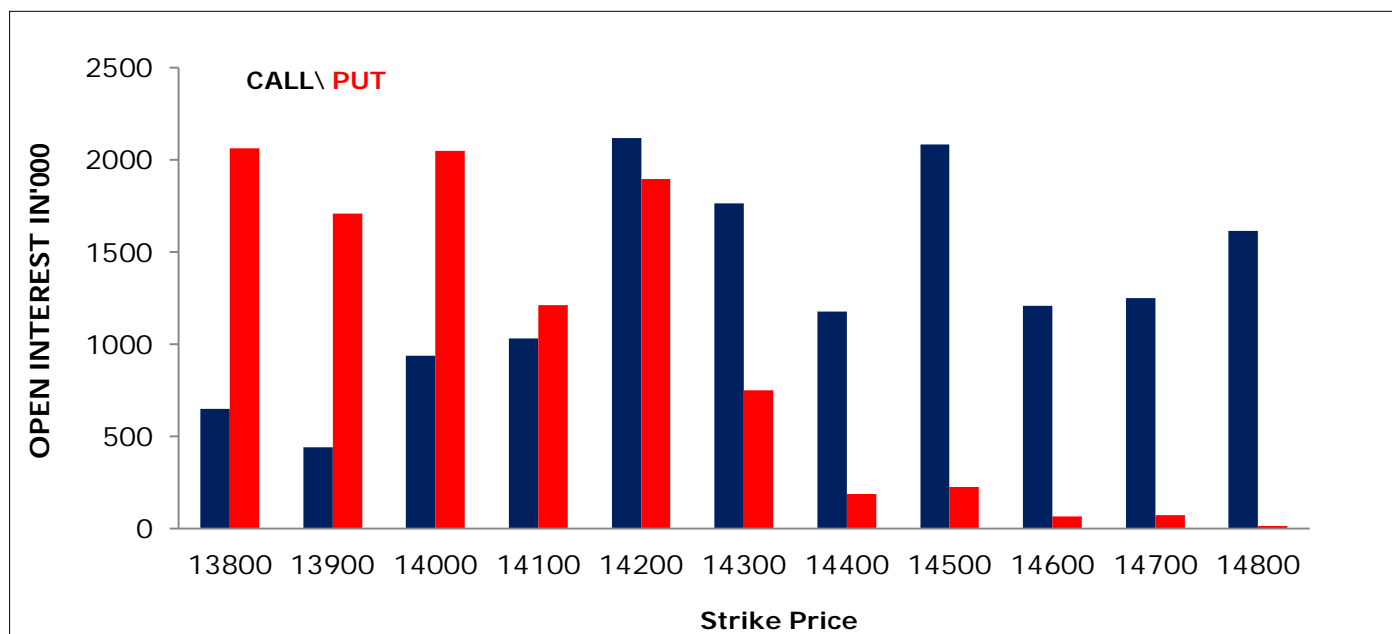
## F&O SNAPSHOT

	01 Feb 21	29 Jan 21	ABS. CHG.	% CHG
NIFTY	14281.20	13634.60	646.60	4.74
NIFTY FUTURE FEB	14351.25	13709.10	642.15	4.68
PREMIUM/(DISCOUNT)	70.05	74.50	-4.45	N.A.
NIFTY FUT OI (Num. of Shares Cr.)	1.08	0.99	0.09	9.40
NIFTY OI PCR (Overall)	1.41	0.98	0.43	43.89
INDIA VIX(%)	23.32	25.34	-2.02	-7.97
BANKNIFTY FUT OI (Num.of shares Cr)	0.20	0.18	0.02	12.01
STOCK FUT OI Num. of Shares (Cr)	398.68	385.49	13.18	3.42
STOCK FUT OI (Rs. Cr)	125059	117391	7668	6.53

## Daily Derivative Overview



### NIFTY WEEKLY (04-FEB) OPTION OPEN INTEREST DISTRIBUTION



### FII ACTIVITY ON 01 FEB 2021

	BUY		SELL		NET (Rs Cr)	OPEN INTEREST	
	Contracts	Value (Rs Cr)	Contracts	Value (Rs Cr)		Contracts	Value (Rs Cr)
INDEX FUTURES	134472	12259	107935	10124	<b>2135</b>	113969	11574
INDEX OPTIONS	5646174	516141	5671393	518661	<b>-2520</b>	951510	95166
STOCK FUTURES	276647	23282	262141	21932	<b>1350</b>	1177123	96219
STOCK OPTIONS	161221	13705	161508	13684	<b>21</b>	102751	8434

### FIIS' OPEN INTEREST (CONTRACTS)

DATE	INDEX FUTURES	INDEX OPTIONS	STOCK FUTURES	STOCK OPTIONS
01-Feb-21	113969	951510	1177123	102751
29-Jan-21	117312	713263	1142457	89606
<b>NET (CONTRACTS)</b>	<b>-3343</b>	<b>238247</b>	<b>34666</b>	<b>13145</b>

# Daily Derivative Overview



## TOP GAINERS OI WISE

COMPANY	FUTURE OI (%)	PRICE (%)
INDUSINDBK	41	15
SAIL	39	10
ICICIPRULI	21	2
PAGEIND	17	2
CHOLAFIN	16	11

## TOP LOSERS OI WISE

COMPANY	FUTURE OI (%)	PRICE (%)
LALPATHLAB	-23	2
CIPLA	-23	-2
RBLBANK	-19	11
SHREECEM	-13	8
RAMCOCEM	-10	7

## TOP GAINERS PRICE WISE

COMPANY	FUTURE OI (%)	PRICE (%)
INDUSINDBK	41	15
ICICIBANK	10	12
BAJAJFINSV	7	11
CHOLAFIN	16	11
RBLBANK	-19	11

## TOP LOSERS PRICE WISE

COMPANY	FUTURE OI (%)	PRICE (%)
UPL	7	-5
DRREDDY	6	-4
TORNTPHARM	7	-3
CIPLA	-23	-2
TECHM	-5	-2

## LONG BUILD UP

COMPANY	FUTURE OI (%)	PRICE (%)
INDUSINDBK	41	15
SAIL	39	10
ICICIPRULI	21	2
PAGEIND	17	2
CHOLAFIN	16	11

## SHORT BUILD UP

COMPANY	FUTURE OI (%)	PRICE (%)
IDFCFIRSTB	14	-1
TORNTPHARM	7	-3
UPL	7	-5
UPL	7	-5
DRREDDY	6	-4

## LONG UNWINDING

COMPANY	FUTURE OI (%)	PRICE (%)
CIPLA	-23	-2
TECHM	-5	-2
UBL	-2	-1
LUPIN	-1	-2

## SHORT COVERING

COMPANY	FUTURE OI (%)	PRICE (%)
LALPATHLAB	-23	2
RBLBANK	-19	11
SHREECEM	-13	8
RAMCOCEM	-10	7
EXIDEIND	-10	1

# Daily Derivative Overview



## SECURITY IN BAN FOR TRADE

No.	DATE	COMPANY NAME
1.	02-02-2021	SAIL

# Daily Derivative Overview



## Disclaimer:

This report has been prepared by HDFC Securities Ltd and is meant for sole use by the recipient and not for circulation. The information and opinions contained herein have been compiled or arrived at, based upon information obtained in good faith from sources believed to be reliable. Such information has not been independently verified and no guaranty, representation of warranty, express or implied, is made as to its accuracy, completeness or correctness. All such information and opinions are subject to change without notice. This document is for information purposes only. Descriptions of any company or companies or their securities mentioned herein are not intended to be complete and this document is not, and should not be construed as an offer or solicitation of an offer, to buy or sell any securities or other financial instruments.

This report is not directed to, or intended for display, downloading, printing, reproducing or for distribution to or use by, any person or entity who is a citizen or resident or located in any locality, state, country or other jurisdiction where such distribution, publication, reproduction, availability or use would be contrary to law or regulation or what would subject HSL or its affiliates to any registration or licensing requirement within such jurisdiction.

If this report is inadvertently sent or has reached any person in such country, especially, United States of America, the same should be ignored and brought to the attention of the sender. This document may not be reproduced, distributed or published in whole or in part, directly or indirectly, for any purposes or in any manner.

Foreign currencies denominated securities, wherever mentioned, are subject to exchange rate fluctuations, which could have an adverse effect on their value or price, or the income derived from them. In addition, investors in securities such as ADRs, the values of which are influenced by foreign currencies effectively assume currency risk.

It should not be considered to be taken as an offer to sell or a solicitation to buy any security. HSL may from time to time solicit from, or perform broking, or other services for, any company mentioned in this mail and/or its attachments.

HSL and its affiliated company(ies), their directors and employees may; (a) from time to time, have a long or short position in, and buy or sell the securities of the company(ies) mentioned herein or (b) be engaged in any other transaction involving such securities and earn brokerage or other compensation or act as a market maker in the financial instruments of the company(ies) discussed herein or act as an advisor or lender/borrower to such company(ies) or may have any other potential conflict of interests with respect to any recommendation and other related information and opinions.

HSL, its directors, analysts or employees do not take any responsibility, financial or otherwise, of the losses or the damages sustained due to the investments made or any action taken on basis of this report, including but not restricted to, fluctuation in the prices of shares and bonds, changes in the currency rates, diminution in the NAVs, reduction in the dividend or income, etc.

HSL and other group companies, its directors, associates, employees may have various positions in any of the stocks, securities and financial instruments dealt in the report, or may make sell or purchase or other deals in these securities from time to time or may deal in other securities of the companies / organizations described in this report.

HSL or its associates might have managed or co-managed public offering of securities for the subject company or might have been mandated by the subject company for any other assignment in the past twelve months.

HSL or its associates might have received any compensation from the companies mentioned in the report during the period preceding twelve months from the date of this report for services in respect of managing or co-managing public offerings, corporate finance, investment banking or merchant banking, brokerage services or other advisory service in a merger or specific transaction in the normal course of business.

HSL or its analysts did not receive any compensation or other benefits from the companies mentioned in the report or third party in connection with preparation of the research report. Accordingly, neither HSL nor Research Analysts have any material conflict of interest at the time of publication of this report. Compensation of our Research Analysts is not based on any specific merchant banking, investment banking or brokerage service transactions. HSL may have issued other reports that are inconsistent with and reach different conclusion from the information presented in this report.

Research entity has not been engaged in market making activity for the subject company. Research analyst has not served as an officer, director or employee of the subject company. We have not received any compensation/benefits from the subject company or third party in connection with the Research Report.

HDFC securities Limited, I Think Techno Campus, Building - B, "Alpha", Office Floor 8, Near Kanjurmarg Station, Opp. Crompton Greaves, Kanjurmarg (East), Mumbai 400 042 Phone: (022) 3075 3400 Fax: (022) 2496 5066

Compliance Officer: Binkle R. Oza Email: [complianceofficer@hdfcsec.com](mailto:complianceofficer@hdfcsec.com) Phone: (022) 3045 3600

HDFC Securities Limited, SEBI Reg. No.: NSE, BSE, MSEI, MCX: INZ000186937; AMFI Reg. No. ARN: 13549; PFRDA Reg. No. POP: 11092018; IRDA Corporate Agent License No.: CA0062; SEBI Research Analyst Reg. No.: INH000002475; SEBI Investment Adviser Reg. No.: INA000011538; CIN - U67120MH2000PLC152193

Mutual Funds Investments are subject to market risk. Please read the offer and scheme related documents carefully before investing.