

Sensex (50890) / Nifty (14982)

After a brief pause in the previous week, our markets resumed their upward momentum on Monday on the back of global optimism and encouraging macro numbers. The upward move continued on the following day as well to clock fresh record high of **15431.75**. However, at higher levels, most of the heavyweight counters started experiencing some profit booking, which extended as the week progressed. In this process, the Nifty eventually sneaked below the psychological mark of **15000** on Friday to snap the weekly winning streak.

For the major part of the week, the market has been experiencing some pressure at higher levels and this is what we have been alluding to in our intra-week commentaries. Technically speaking, last week's high precisely coincided around the crucial resistance zone of **15380 – 15500** (which is the 161% 'Golden Ratio' of the entire fall from Jan'20 highs to March'20 lows). Hence, some sort of pause around it was quite evident. Although, market has come off a bit in last three sessions, structurally there is no major damage done on the charts. It should merely be considered as a profit booking as of now. Going ahead, we need to keep a close eye on how Nifty behaves around its key support zone of **14750 – 14550**. Only a sustainable breach of these crucial levels should be considered as a short term trend reversal. On the flipside, **15100 – 15200** would be seen as immediate hurdles and any bounce towards this is most likely to get sold into.

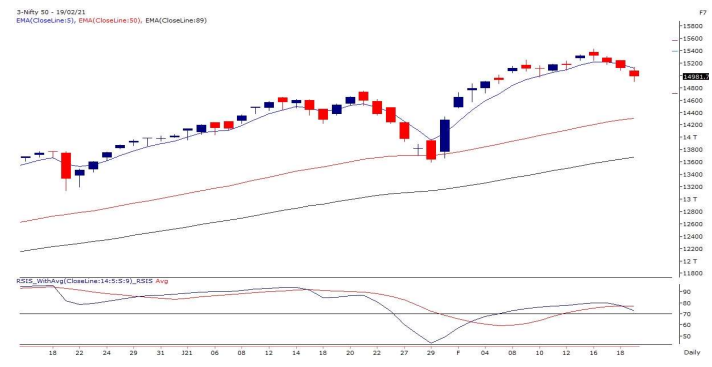
Nifty Bank Outlook - (35842)

On Friday, the Bank Nifty started on a negative note, and then it attempted to bounce back that got sold into to mark an intraday low of **35585**. During the final hour, there was a spike in volatility to eventually conclude with a loss of 2.04% at **35842**. The week started on a strong positive note on Monday however we addressed in our outlook that not to have aggressive long positions as markets were in deep overbought territory. In the remaining part of the week, the market kept on sliding to end with a loss of 0.74% against the previous week. During the week, we witnessed a mixed bag of pictures as private banks were under pressure whereas the PSU banks were outperforming however we can say the major momentum was on the bears' side. Going ahead, immediate support is placed around **35400 - 35000** levels whereas **36200** and **36500** is the immediate resistance. Traders can continue with a stock-specific approach for the monthly expiry week however needs to avoid aggressive bets as we have seen a spike in intraday volatility.

Key Levels

Support 1 – 35400	Resistance 1 – 36200
Support 2 – 35000	Resistance 2 – 36500

Exhibit 1: Nifty Daily Chart



During the last week, some of the larger private banking names cooled off a bit after recent marathon rally. The broader market too saw some profit booking towards the fag end. The real action was seen in some of the smaller PSU banking stocks as well as few underperforming marquee PSU counters from the energy space. This week is likely to be action packed; because markets are placed interestingly going into the monthly expiry. Traders are advised to stay light and should avoid aggressive bets on the long side.

Key Levels

Support 1 – 14890	Resistance 1 – 15100
Support 2 – 14800	Resistance 2 – 15140

Exhibit 2: Nifty Bank Daily Chart



Comments

- The Nifty futures open interest has decreased by 0.53% Bank Nifty futures open interest has increased by 0.52% as market closed at 14981.75 levels.
- The Nifty February future closed with a premium of 5.75 point against a discount of 2.85 point in last trading session. The March series closed at a premium of 43.65 point.
- The INDIA VIX increased from 21.54 to 22.25. At the same time, the PCR-OI of Nifty decreased from 1.12 to 1.19.
- Few of the liquid counters where we have seen high cost of carry are APOLLOHOSP, ADANIEN, VEDL, HAVELLS AND MOTHERSUMI.

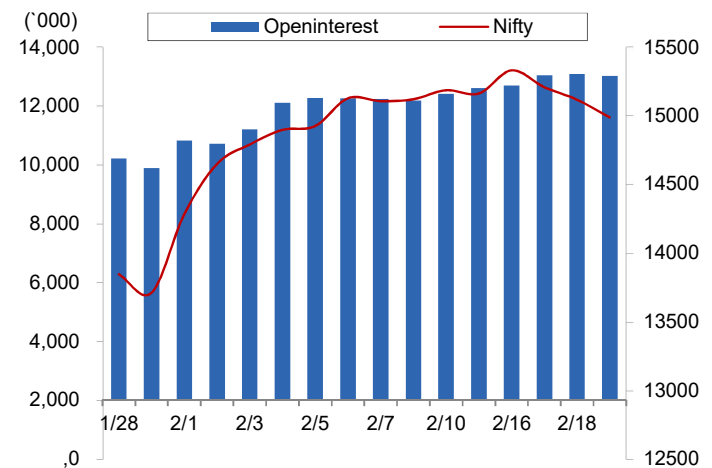
View

- We had a cheerful start for the week tad above 15250 mark. Follow-up buying interest led Nifty hitting fresh record high of 15431.75 on Tuesday. However, these gains were short lived as decent profit-booking was seen thereafter to sneak below 14900 on Friday.
- FII were marginal buyer in cash market segment. In index futures, the bought to the tune of Rs. 281 cr with marginal change in open interest, suggesting blend of long and short covering in Friday's trading session.
- F&O space, we witnessed some fresh selling in Nifty and long unwinding was seen in banking index. FII remained net buyers in equities and their overall activity in index futures remained insignificant. Their index futures 'Long Short Ratio' is at 61%, which still indicates they hold maximum longs in system. In recent fall as well as the upmove seen towards the record highs, we haven't seen any meaningful open interest activity in futures segment. The F&O data remains unclear at this point in time; hence, its advisable to stay light on positions until we see any relevant build-up in either direction.

Historical Volatility

SCRIP	HV
RECLTD	49.09
IDFCFIRSTB	61.50
APOLLOHOSP	52.63
BHEL	66.22
LICHSGFIN	59.17

Nifty Vs OI



OI Gainers

SCRIP	OI	OI CHG. (%)	PRICE	PRICE CHG. (%)
AMARAJABAT	4480000	20.85	877.60	-1.42
CHOLAFIN	6202500	12.98	530.35	0.15
DABUR	12625000	11.12	513.40	-1.22
CADILAHC	12227600	10.94	452.40	-3.27
BIOCON	17408700	9.74	404.00	-3.95
DLF	32000100	9.21	300.60	-1.90
HDFCAMC	530800	7.84	2934.25	-1.36
TATACHEM	10446000	7.51	618.60	4.76

OI Losers

SCRIP	OI	OI CHG. (%)	PRICE	PRICE CHG. (%)
LALPATHLAB	125000	-17.08	2429.00	-2.93
GAIL	31671200	-13.13	145.40	1.47
BHEL	138138000	-12.31	40.40	-6.94
CANBK	59113800	-10.98	160.00	-5.24
RECLTD	13980000	-10.18	145.70	-5.88
SRF	307500	-9.12	5517.50	-3.03
BAJAJFINSV	652875	-8.93	10250.45	0.38
MGL	1617600	-7.89	1183.05	1.31

Put-Call Ratio

SCRIP	PCR-OI	PCR-VOL
NIFTY	1.19	0.95
BANKNIFTY	0.76	1.04
RELIANCE	0.50	0.45
ICICIBANK	0.78	0.64
INFY	0.44	0.37

FII Statistics for February 19, 2020

Detail	Buy	Sell	Net	Contracts	Open Interest	
					Value (in Cr.)	Change
INDEX FUTURES	5,29,257	51203.04	27.94	5,29,257	51203.04	27.94
INDEX OPTIONS	2,20,61,139	21,66,650.08	-73.43	2,20,61,139	21,66,650.08	-73.43
STOCK FUTURES	10,81,751	99638.48	10.12	10,81,751	99638.48	10.12
STOCK OPTIONS	20,23,994	1,90,858.39	11.48	20,23,994	1,90,858.39	11.48
Total	2,56,96,141	25,08,349.99	-70.34	2,56,96,141	25,08,349.99	-70.34

Turnover on February 19, 2020

Instrument	No. of Contracts	Turnover (in Cr.)	Change (%)
Index Futures	4,61,175	45662.88	27.66
Index Options	2,35,84,565	23,46,061.61	-69.53
Stock Futures	12,67,025	1,18,284.88	27.69
Stock Options	25,71,103	2,45,167.18	26.17
Total	2,78,83,868	27,55,176.55	-65.65

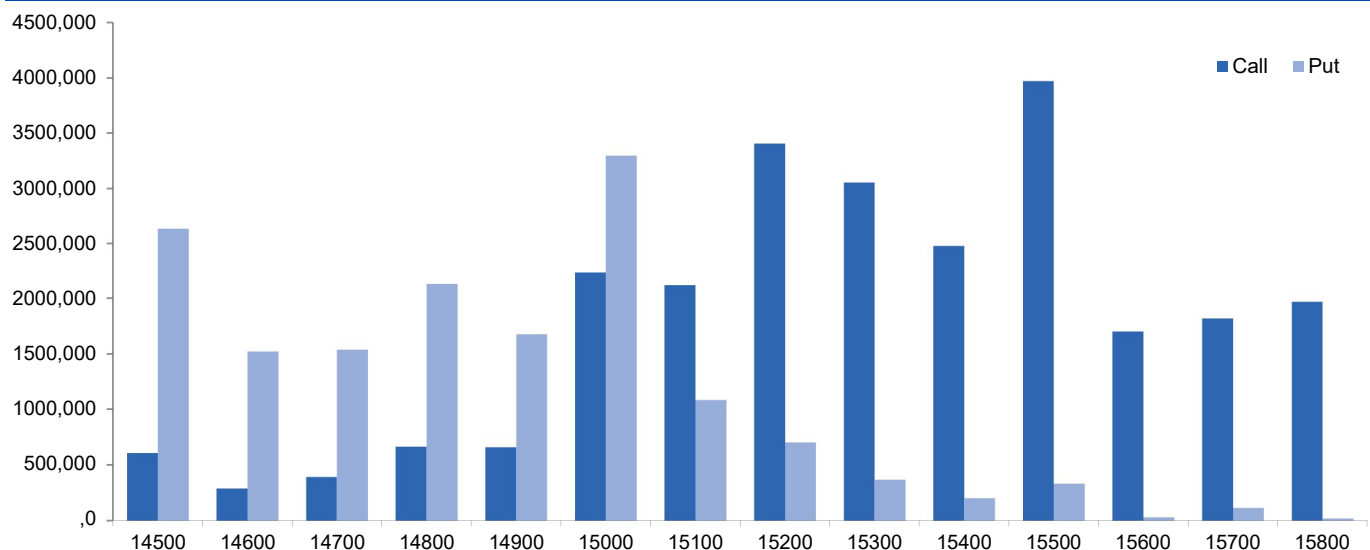
Nifty Spot = 14981.75
Bull-Call Spreads

Action	Strike	Price	Risk	Reward	BEP
Buy	15000	123.25			
Sell	15100	78.55	44.70	55.30	15044.70
Buy	15000	123.25			
Sell	15200	47.05	76.20	123.80	15076.20
Buy	15100	78.55			
Sell	15200	47.05	31.50	68.50	15131.50

Bear-Put Spreads

Action	Strike	Price	Risk	Reward	BEP
Buy	15100	141.05			
Sell	15000	100.45	40.60	59.40	15059.40
Buy	15100	141.05			
Sell	14900	70.90	70.15	129.85	15029.85
Buy	15000	100.45			
Sell	14900	70.90	29.55	70.45	14970.45

Note: Above mentioned Bullish or Bearish Spreads in Nifty (February 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	605	629	653	677	701
ASIAN PAINT	2,358	2,387	2,429	2,458	2,500
AXIS BANK	720	735	756	771	792
BAJAJ-AUTO	3,899	3,950	4,028	4,079	4,158
BAJAJ FINANCE	5,318	5,408	5,515	5,605	5,712
BAJAJ FINSV	9,985	10,118	10,273	10,405	10,560
BPCL	411	421	433	442	454
BHARTIARTL	564	573	584	593	605
BRITANNIA	3,282	3,306	3,345	3,369	3,408
CIPLA	784	796	811	822	837
COALINDIA	134	137	140	143	146
DIVISLAB	3,424	3,474	3,539	3,589	3,654
DRREDDY	4,448	4,565	4,646	4,763	4,844
EICHER MOT	2,523	2,554	2,601	2,632	2,679
GAIL	140	143	146	149	152
GRASIM	1,193	1,205	1,223	1,235	1,252
HCLTECH	937	944	951	957	964
HDFC BANK	1,514	1,527	1,545	1,558	1,577
HDFCLIFE	692	701	712	722	733
HDFC	2,689	2,715	2,740	2,766	2,791
HEROMOTOCO	3,275	3,332	3,428	3,485	3,580
HINDALCO	297	302	308	313	319
HINDUNILVR	2,131	2,156	2,175	2,200	2,219
ICICI BANK	610	617	626	633	643
IOC	94	96	98	100	102
INDUSINDBK	1,009	1,038	1,056	1,084	1,103
INFY	1,267	1,279	1,289	1,302	1,312
ITC	211	214	216	219	221
JSW STEEL	381	388	398	406	416
KOTAK BANK	1,900	1,919	1,945	1,964	1,989
LT	1,470	1,489	1,518	1,538	1,566
M&M	840	860	883	902	925
MARUTI	7,163	7,243	7,365	7,445	7,566
NESTLE IND	16,100	16,238	16,351	16,490	16,603
NTPC	99	101	104	107	109
ONGC	99	102	107	110	115
POWERGRID	225	229	232	236	240
RELIANCE	2,028	2,054	2,080	2,106	2,131
SBILIFE	860	871	885	896	910
SHREECEM	26,280	26,911	27,384	28,015	28,489
SBIN	383	391	403	411	423
SUN PHARMA	589	598	610	619	631
TCS	2,987	3,030	3,058	3,101	3,129
TATAMOTORS	291	302	312	322	332
TATA STEEL	634	652	674	692	714
TECHM	949	971	995	1,018	1,042
TITAN	1,396	1,411	1,428	1,443	1,460
ULTRACEMCO	6,090	6,149	6,234	6,293	6,378
UPL	527	540	552	565	578
WIPRO	421	425	431	435	440

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.