

MARKET SET-UP (22-January-2021)

Global Markets

- US markets ended flat. (Don Jones -12 points).
- Dow future is trading lower by 100 points.
- Asian markets are trading on negative note.
- SGX Nifty: -60 points.

Data Analysis

Cash Market | **FII: +1614cr** **DII: -1039cr** **Net: +575cr**

F&O | Nifty PCR: 1.44 vs 1.36 Highest OI (28-Jan-20): 15000CE & 14500PE
 India VIX: 22.18(2.92%) Max Pain (28-Jan-20): 14550

FII's' data in index derivatives (Change in number of contracts)

FUT LONG	FUT SHORT	CALL LONG	CALL SHORT	PUT LONG	PUT SHORT
+10955	-214	-68859	-76149	-57521	-28623

Interpretation: FIIs' bought index future in yesterday's fall.

Technical Outlook:

Nifty (Spot): Nifty witnessed a sharp fall from the resistance of 14750 but it manages to close above its 9-DMA of 14520 where if it slips below 14500 level then we can expect some more downside towards 14430-14400 zone while if it manages to hold 9-DMA then we can expect a recovery where 14700 will be an important resistance level.

Banknifty (Spot): Banknifty also witnessed sharp correction after hitting a fresh all-time high where 32000-31800 is the first important demand zone; below this, we can expect more weakness towards 31500 which is a critical support level. On the upside, 32500 will be the first resistance; above this, we can expect further strength towards 32800/33000 levels.