

Sensex (53749) / Nifty (16026)

The last three days' price action suggests a lack of conviction at higher levels, and hence every time we move closer to the higher range, the market starts getting nervous. The benchmark index Nifty50 stayed under pressure from the initial hours and gradually descended to test the **16000** mark. A brisk recovery from the **16000** was seen in the latter half, but that too got pared down by the fag end to eventually conclude a tad above this key point. With all the timidity throughout, the market concluded the day in favor of bears with another cut of 0.62 percent.

The soaring inflation and sell-off in global bourses have impacted the traction in Indian equities resulting in a slender range bound movement and probe to the sustainability at higher levels. The index is currently placed at the critical support zone of the **16000** mark, and any breach below the same could dampen the sentiments once again. As far as levels are concerned, the **15700-15750** zone is expected to cushion the downside of any near-term breakdown. While on the contrary, **16200-16250** is the immediate resistance for the index, followed by the **16400** level in the near term.

Exhibit 1: Nifty Daily Chart



The banking and financial space has single-handedly provided a sentimental boost among the market participants. In contrast, tracking the global sell-off, IT lost its sheen and dragged the market lower. Traders are advised to keep a close tab on the global developments. Also, we advocate avoiding any aggressive bets and being selective in stock picking for trading opportunities.

Key Levels

Support 1 – 15900

Resistance 1 – 16200

Support 2 – 15750

Resistance 2 – 16250

Nifty Bank Outlook - (34339)

The BANKNIFTY witnessed a positive start in tandem with benchmark ; but unlike Nifty, the banking index remained firm for the major part of the session. Around the mid-session, the BANKNIFTY tested the **34700** mark but similar to recent behaviour, was unable to hold on to its gains in the latter half. In this process, BANKNIFTY gave up major chunk of its gains and concluded almost at the lowest point of the day. Despite all this, it eventually ended marginally in the green a tad above the **34300** mark.

The banking space has been bucking the trend throughout this week but if we meticulously look at the daily time frame chart, twice in last three sessions, we witnessed some profit booking around the sturdy wall of **34700 – 34800**. This coincides with the '20-day EMA' and hence, till the time, it does not surpass successfully, the aggressive bets are strictly avoided on the long side. On the flipside, **34000** followed by **33800** are to be seen as immediate supports. At this juncture, market is not offering any convincing trade for participants and hence, its advisable to stay light on positions and respect the levels on either side.

Exhibit 2: Nifty Bank Daily Chart



Key Levels

Support 1 – 34000

Resistance 1 – 34700

Support 2 – 33800

Resistance 2 – 34800

Comments

- The Nifty futures open interest has increased by 7.91% and BANK Nifty futures open interest has increased by 3.15% as the market closed at 16025.80.
- The Nifty May future closed with a discount of 12.00 point against a discount of 20.45 point in the last trading session. The June series closed at a discount of 13.70 point.
- The INDIA VIX decreased from 25.83 to 25.28. At the same time, the PCR-OI of Nifty decreased from 0.90 to 0.73.
- Few of the liquid counters where we have seen high cost of carry are L&TFH, PNB, IBULHSGFIN, GSPL and HDFCAMC.

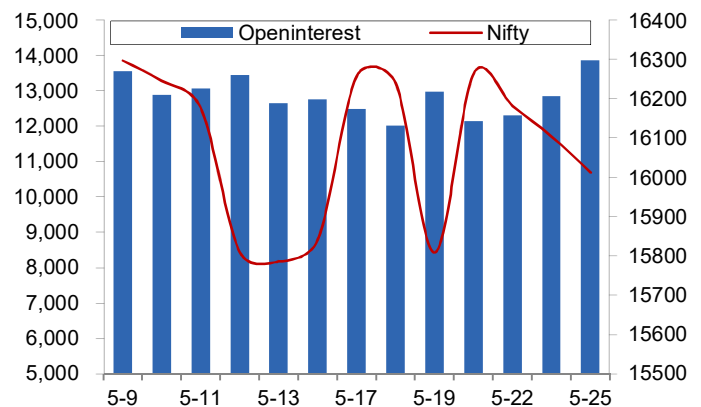
View

- On Wednesday, the trading began tad below 16200 mark but similar to the recent trend, the index failed to sustain at higher levels. During the day, the benchmark index kept sliding gradually to test the psychological mark of 16000. Post some consolidation in last couple of hours, we managed to conclude the session tad above 16000 with a loss of more than sixth tenth of a percent to the previous close.
- Fills were net sellers in the cash market segment to the tune of Rs. 1803 crores. Simultaneously, in Index futures, they bought worth Rs.1158 crores with a rise in open interest, indicating addition of fresh longs.
- Now, lets take a quick glance at the F&O activity this week so far. We observed some short formation in Nifty and BankNifty yesterday. However, Fills preferred buying in index and stock futures segment. Although, the Nifty retraced back to the vicinity of 16000; we could hardly see any unwinding in this put strike. However, massive writing was observed in ATM and OTM call strikes in last three trading sessions which resulted PCR-OI plunging from 1.07 to 0.73. Honestly speaking, it has become very difficult to find convincing trade on either sides and hence, we advise traders to remain light for a while.

Historical Volatility

SCRIP	HV
ASIANPAINT	36.03
BERGEPAIN	33.38
COROMANDEL	39.20
CHAMBLFERT	59.91
GRANULES	51.66

Nifty Vs OI



OI Gainers

SCRIP	OI	OI CHG. (%)	PRICE	PRICE CHG. (%)
PFC	51466200	20.62	107.00	-0.60
ASIANPAINT	6172100	14.72	2838.05	-8.03
TORNTPHARM	802250	11.11	2634.80	1.58
VEDL	50111500	10.80	303.90	-0.43
GNFC	4005300	9.64	592.95	-8.27
TATACOMM	5362100	9.19	939.30	-3.12
M&MFIN	29356000	8.29	162.95	-1.33
ABBOTINDIA	36410	7.50	18057.15	-1.00

OI Losers

SCRIP	OI	OI CHG. (%)	PRICE	PRICE CHG. (%)
COROMANDEL	1387450	-23.42	896.70	-7.93
UBL	1156750	-17.59	1430.05	-1.56
ATUL	140850	-16.61	8001.45	-1.00
ASHOKLEY	33858000	-15.87	139.05	-1.67
ALKEM	251600	-14.31	2968.15	1.20
PVR	2355716	-13.53	1675.35	-1.55
NAVINFLUOR	393750	-13.41	3585.80	-3.44
POLYCAB	564900	-11.55	2443.65	-3.37

Put-Call Ratio

SCRIP	PCR (OI)	PCR (VOL)
NIFTY	0.73	0.80
BANKNIFTY	0.79	0.98
RELIANCE	0.45	0.49
ICICIBANK	0.52	0.54
INFY	0.40	0.71

FII Statistics for May 25, 2022

Detail	Buy	Sell	Net	Contracts	Open Interest Value (in Cr.)	CHANGE
INDEX FUTURES	9491.23	8333.19	1158.04	203301	16660.29	10.78
INDEX OPTIONS	725746.78	727626.34	(1879.56)	2001391	162881.51	1.01
STOCK FUTURES	41013.18	40848.72	164.46	2480298	147365.35	0.90
STOCK OPTIONS	5861.76	5736.86	124.90	138896	8677.08	(8.71)
Total	782112.95	782545.11	(432.16)	4823886	335584.23	1.02

Turnover on May 25, 2022

Instrument	No. of Contracts	Turnover (in Cr.)	Change (%)
Index Futures	584267	48282.19	9.92
Index Options	108406519	9064440.77	17.58
Stock Futures	2464996	147407.03	-7.08
Stock Options	3373924	212871.54	-18.76
Total	33,73,924	212871.54	15.90

Nifty Spot = 16025.80

Bull-Call Spreads

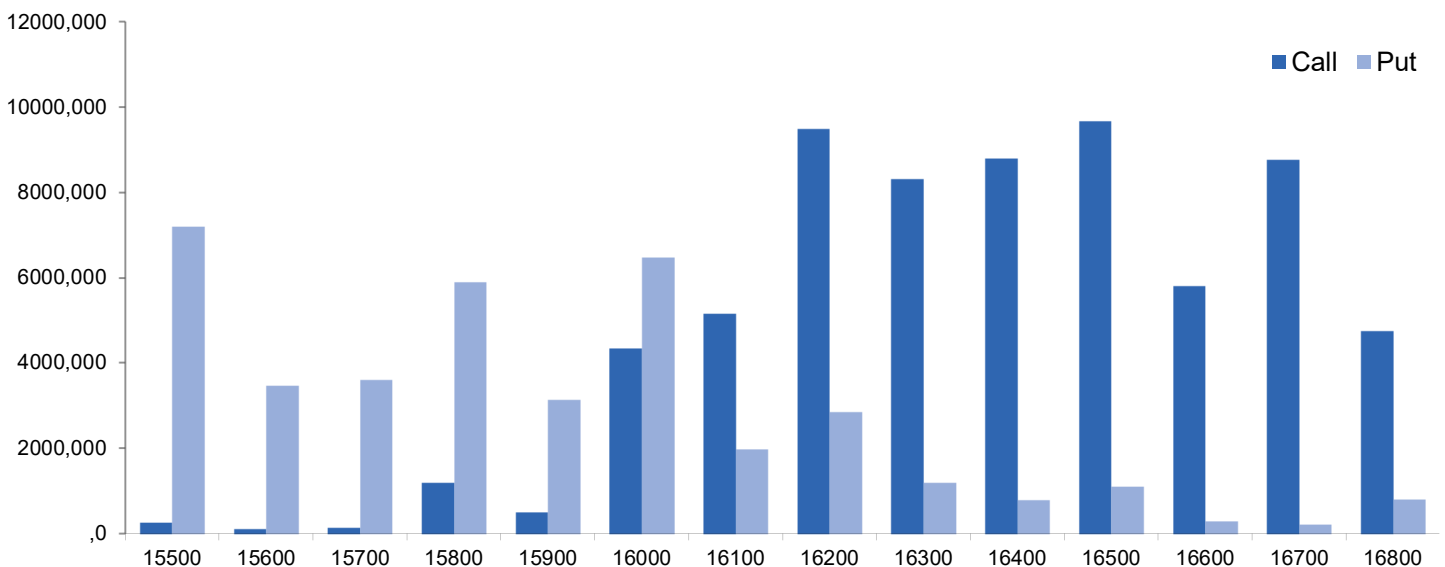
Action	Strike	Price	Risk	Reward	BEP
Buy	16000	98.20	45.65	54.35	16045.65
Sell	16100	52.55			
Buy	16000	98.20	74.25	125.75	16074.25
Sell	16200	23.95			
Buy	16100	52.55	28.60	71.40	16128.60
Sell	16200	23.95			

Bear-Put Spreads

Action	Strike	Price	Risk	Reward	BEP
Buy	16000	87.90	36.95	63.05	15963.05
Sell	15900	50.95			
Buy	16000	87.90	60.30	139.70	15939.70
Sell	15800	27.60			
Buy	15900	50.95	23.35	76.65	15876.65
Sell	15800	27.60			

Note: Above mentioned Bullish or Bearish Spreads in Nifty (May Series) are given as an information and not as a recommendation.

Nifty Put-Call Analysis



Daily Pivot Levels for Nifty Constituents

Scripts	S2	S1	PIVOT	R1	R2
ADANIPOINTS	681	694	719	733	758
APOLLOHOSP	3,374	3,449	3,561	3,637	3,749
ASIANPAINT	2,688	2,763	2,901	2,976	3,114
AXISBANK	653	659	666	672	679
BAJAJ-AUTO	3,708	3,750	3,784	3,826	3,861
BAJFINANCE	5,760	5,794	5,836	5,869	5,912
BAJAJFINSV	12,187	12,297	12,442	12,552	12,697
BPCL	320	323	328	331	337
BHARTIARTL	676	682	686	692	696
BRITANNIA	3,452	3,484	3,505	3,537	3,557
CIPLA	959	966	976	982	992
COALINDIA	177	179	182	184	188
DIVISLAB	3,366	3,443	3,574	3,651	3,782
DRREDDY	4,232	4,270	4,334	4,372	4,436
EICHERMOT	2,626	2,656	2,703	2,733	2,780
GRASIM	1,304	1,340	1,392	1,428	1,480
HCLTECH	947	961	977	991	1,007
HDFCBANK	1,317	1,323	1,329	1,335	1,342
HDFCLIFE	551	560	566	575	581
HDFC	2,200	2,219	2,235	2,254	2,270
HEROMOTOCO	2,530	2,562	2,616	2,648	2,701
HINDALCO	382	389	397	405	413
HINDUNILVR	2,262	2,280	2,305	2,324	2,349
ICICIBANK	706	710	715	719	725
INDUSINDBK	868	881	902	915	936
INFY	1,374	1,392	1,417	1,436	1,461
ITC	269	271	272	274	276
JSW STEEL	507	518	531	542	555
KOTAKBANK	1,857	1,882	1,912	1,937	1,967
LT	1,527	1,551	1,595	1,619	1,664
M&M	905	917	935	947	966
MARUTI	7,617	7,702	7,781	7,866	7,944
NESTLEIND	16,975	17,129	17,358	17,512	17,740
NTPC	145	149	151	155	157
ONGC	146	149	151	155	157
POWERGRID	219	222	226	229	232
RELIANCE	2,568	2,590	2,623	2,645	2,679
SBILIFE	1,059	1,077	1,097	1,115	1,135
SHREECEM	20,672	20,963	21,371	21,662	22,070
SBIN	444	449	457	462	469
SUNPHARMA	898	905	914	920	929
TCS	3,066	3,117	3,205	3,256	3,344
TATACONSUM	703	710	717	723	731
TATAMOTORS	404	411	420	426	435
TATASTEEL	977	988	1,003	1,014	1,030
TECHM	1,017	1,038	1,067	1,088	1,117
TITAN	2,058	2,086	2,133	2,161	2,208
ULTRACEMCO	5,649	5,721	5,850	5,921	6,051
UPL	734	749	773	789	813
WIPRO	432	438	450	456	467

Technical and Derivatives Team:

Sameet Chavan	Chief Analyst – Technical & Derivatives	sameet.chavan@angelone.in
Sneha Seth	Senior Analyst – Technical & Derivatives	sneha.seth@angelone.in
Rajesh Bhosale	Technical Analyst	rajesh.bhosle@angelone.in
Osho Krishan	Senior Analyst – Technical & Derivatives	osho.krishan@angelone.in

Research Team Tel: 022 – 39357600 (Extn. 6844)

Website: www.angelone.inFor Technical Queries E-mail: technicalresearch-cso@angelone.inFor Derivatives Queries E-mail: derivatives.desk@angelone.in**DISCLAIMER**

Angel One 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 advisor with SEBI. It also has registration with AMFI as a Mutual Fund Distributor. Angel One 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.

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.

Angel or its associates or research analyst or his relative may have actual/beneficial ownership of 1% or more in the securities of the subject company at the end of the month immediately preceding the date of publication of the research report. Neither Angel or its associates nor Research Analysts or his relative has any material conflict of interest at the time of publication of research report.

Angel 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. Angel or its associates did not receive any compensation or other benefits from the companies mentioned in the report or third party in connection with the research report. Neither Angel nor its research analyst entity has been engaged in market making activity for the subject company.

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 One 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 One 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 One 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.

Neither Angel One Limited, nor its directors, employees or affiliates shall be liable for any loss or damage that may arise from or in connection with the use of this information. Angel or its associates or Research Analyst or his relative might have financial interest in the subject company. Research analyst has not served as an officer, director or employee of the subject company.