

Technical & Derivative Report

Closing Brief

Data showing a slowdown in the nation's economic growth in Q2 September 2014 and weakness in global stocks pulled key benchmark indices lower on the first trading day of the week. World stocks fell as a Chinese manufacturing gauge dropped in November 2014 and American holiday spending slowed.

Technical Build up

- ❖ Bearish candle formation with low volume.
- ❖ Oscillators in overbought price region with sell crossover.
- ❖ Upper band of Bollinger exist at 8575
- ❖ Crucial moving average of 20/50 SMA are at 8419 and 8149
- ❖ 200 SMA trend deciding level exist at 7392

Outlook for the day

Indian equity market pulled down on weak global cues, traders were booking profit after relentless buying in the last few session and prior to RBI credit policy announcement. HSBC Manufacturing data was 21-month high at 53.3 in November from 51.6 in October. On the technical front Nifty witness lethargic or rather traders awaited outcome from the RBI meet due today and hence chart structure practically remained unchanged. Despite having a strong uptrend it would be advisable to remain cautious in the market until and event risk decipitates from the market. Oscillator continues to remain in overbought price condition. On the F&O decrease in OI with decrease in price indicates of long unwinding. India VIX too increased marginally with decrease in basis and CoC indicates of profit booking activity the previous day. On the option front long addition is seen in both OTM strike call option of 8700 & 8800 and put option of 8300 & 8500. Hence it seems that traders has initiated 'Long Straddle' strategy in the market where they are expecting large movements in either direction. During the day Nifty to trade volatile, crucial intraday support seen at 8510 followed by 8460 while resistance exist at 8580 and then at 8650

World Indices	LTP	Daily Ch(Pts)	Daily Ch(%)
Dow Jones	17776	-51	-0.29
Nasdaq	4727	-64	-1.34
S&P 500	2053	-14	-0.68
FTSE 100	6656	-66	-0.99
DAX	9963	-17	-0.17
Hang Seng	23402	34	0.15
Nikkei	17571	-18	-0.11
Sensex	28559	-134	-0.47
Nifty	8555	-32	-0.38

Commodity /Forex	LTP	Daily Ch(Pts)	Daily Ch(%)
Gold (\$/Oz)	1205.50	-12.60	-1.30
Silver (\$/Oz)	16.45	-0.24	-1.45
Copper(USD/lb.)	287.90	-1.90	-0.66
Brent Crude(USD/bbl)	72.49	-0.05	-0.07
USD/INR	62.02	-0.008	-0.01
USD/YEN	118.45	0.05	0.05
USD/EUR	1.2464	-0.0006	-0.05

Support/Resistance levels for Indian Equity Indices

	S1	S2	CMP	R1	R2
Sensex	28410	28245	28559	28645	28875
Nifty	8510	8460	8555	8580	8650
Nifty (Fut)	8550	8500	8595	8620	8690

Pivot Level

Sensex	28635
Nifty	8574

US: US market declined on Monday, with the Nasdaq Composite falling for the first session in seven, as a lackluster start to the holiday shopping season mostly overrode data that had a measure of U.S. factory activity slowing less than expected in November. Technically DJIA is presently trading at the 5th leg through Elliot wave count with negative divergence in oscillators.



TOP PICK OF THE DAY

ASHOKLEY: (CMP -53.85)

Strategy: Short term buy – buy at 53.40
 With stop loss 52 for the Target 56 & 57
 Support: 52.80 & 51.70 Resistance: 54.50 & 56
 Rationale: Buy crossover in oscillator.



TATAMTRDVR: (CMP -349.55)

Strategy: Short term buy call – buy at 345
 With stop loss 336 for the Target 360 & 368
 Support: 339 & 329 Resistance: 356 & 362
 Rationale: Buy crossover in oscillator.



Nifty declined by 0.38% with Nifty future shaded 1.6 lakh shares in open interest and stock future added 79.6 lakh shares in open interest.

- Nifty PCR increased to 0.89 from 0.90.
- Total Nifty Calls added 21.5 lakh shares in open interest.
- Total Nifty Puts added 23.6 lakh shares in open interest.
- Maximum open interest (Nifty) in Calls for Dec. series is at 8500 and 8500 put.
- FII's sold net Rs.12.36(provisional), while DIIs sold net Rs.555.17 Cr in cash market.
- FII bought net Rs.55.79 Cr. In F&O
- Securities in Ban Period: NIL

Nifty Tracker

PARTICULARS	01/12/2014	28/11/2014	27/11/2014	26/11/2014
Spot	8555.9	8588.25	8494.2	8475.75
% Change in Spot	-0.38%	1.11%	0.22%	0.15%
Nifty(FUT) Dec	8595.9	8638.35	8547.05	8531.3
Nifty(FUT) Dec Vol.	321349	390067	380994	266348
Nifty(FUT) Dec - OI	21946850	22216425	20940850	16241000
Nifty(FUT) Jan	8648.95	8689.9	8598.55	0
Nifty(FUT) Jan Vol.	11774	12349	11827	0
Nifty(FUT) Jan - OI	1195875	1090975	192100	0

Trade Statistics for 01/12/2014

PARTICULARS	NO. OF CONTRACTS	TURNOVER (RS. CR.)	PUT CALL RATIO
NSE Index Futures	5,38,007	14964	-
NSE Stock Futures	9,81,958	31182	-
NSE Index Options	42,83,790	243716	-
NSE Stock Options	3,73,792	13703	0.43
NSE F&O Total Turnover	61,77,547	157,611	1.02
NSE Cash Turnover	-	21127	-
BSE Cash Turnover	-	3,834.96	-
Total Turnover	-	182572	-

FII Corner (F&O)

FII NET BUYING/SELLING & CHANGE IN OPEN INTEREST (Cr. Rupee)						
PARTICULARS	01/12/2014		28/11/2014		27/11/2014	
	Net Buying /Selling	Change In Open interest	Net Buying /Selling	Change In Open interest	Net Buying /Selling	Change In Open interest
Index Future	-304	-9	1934	1575	2187	-5756
Index option	7	1780	2177	5116	1140	-23782
Stock Future	350	276	109	1835	-706	-4016
Stock option	2	201	193	1224	155	-3164
Total	55	2248	4413	9751	2776	-36718

Market Open Interest

ADDITION/REDUCTION IN MARKET OPEN INTEREST					
Contracts	01/12/2014	28/11/2014	27/11/2014	26/11/2014	25/11/2014
Index Futures	-207	1950	-5396	1112	-701
Index Options	310	2727	-7489	1483	-865
Stock Futures	5309	18669	-67060	2006	-86
Stock Options	1626	2771	-14744	52	205
F&O Total	7038	26118	-94689.59	4653.72	-1447.36

Nifty Option Open Interest Statistics

NIFTY OPTIONS HIGHEST ADDITION IN OPEN INTEREST						
Expiry	Strike	Option Type	Settlement Price	Volume	Open Interest	Change In OI
24-Dec-14	8800	CE	29.35	336175	4099250	571125
24-Dec-14	8700	CE	57.85	536135	4323300	527650
24-Dec-14	8300	PE	24.9	209846	3579625	497725
24-Dec-14	8500	PE	67.65	431097	4655500	448775
24-Dec-14	9000	CE	6.2	133706	3061375	339725
24-Dec-14	8650	CE	78.45	39018	432625	283775
24-Dec-14	8900	CE	13.45	199613	2131000	261175
24-Dec-14	8000	PE	7.45	62776	3344325	247250
24-Dec-14	8600	PE	105.6	419289	2237575	240025
24-Dec-14	8200	PE	15.5	129051	2435100	224350

NIFTY OPTIONS HIGHEST REDUCTION IN OPEN INTEREST						
Expiry	Strike	Option Type	Settlement Price	Volume	Open Interest	Change In OI
24-Dec-14	8500	CE	161.65	81834	4401500	-291650
24-Dec-14	8000	CE	598.7	8841	2839575	-95225
24-Dec-14	8100	PE	10.1	65829	1298450	-40450
29-Jan-15	9000	CE	43.6	7043	362875	-31500
24-Dec-14	8550	PE	84.65	25706	208375	-23875
24-Dec-14	8400	CE	233.05	13085	1438575	-17225
29-Jan-15	8000	PE	18.75	6487	737300	-16650
24-Dec-14	8200	CE	406.15	1954	1069700	-16175
24-Dec-14	8100	CE	498.85	1297	458300	-13750
24-Dec-14	9500	PE	890.3	1308	264525	-11675

Stock Option Open Interest Statistics

STOCK OPTIONS WITH HIGHEST ADDITION IN OPEN INTEREST							
Symbol	Expiry	Strike	Option Type	Settl. Price	Volume	Open Interest	Change in OI
UNITECH	24-Dec-14	17.5	PE	0.85	281	4556000	2312000
UNITECH	24-Dec-14	25	CE	0.15	307	6086000	1887000
ASHOKLEY	24-Dec-14	57.5	CE	1.15	628	3509000	1661000
UNITECH	24-Dec-14	20	CE	0.85	706	7939000	1394000
ASHOKLEY	24-Dec-14	60	CE	0.7	795	3960000	1188000
GMRINFRA	24-Dec-14	20	CE	0.8	220	2320000	1080000
JPASSOCIAT	24-Dec-14	35	CE	0.45	450	4632000	920000
IFCI	24-Dec-14	42.5	CE	0.65	366	3528000	918000
ASHOKLEY	24-Dec-14	50	PE	0.9	381	2497000	847000
TATAMTRDVR	24-Dec-14	350	PE	10.95	919	797000	779000

STOCK OPTIONS WITH HIGHEST REDUCTION IN OPEN INTEREST							
Symbol	Expiry	Strike	Option Type	Settl. Price	Volume	Open Int.	Change in OI
ASHOKLEY	24-Dec-14	55	CE	1.95	968	4466000	-462000
TATAMTRDVR	24-Dec-14	350	CE	11.9	1513	459000	-333000
ASHOKLEY	24-Dec-14	52.5	CE	3.15	308	2090000	-297000
HINDALCO	24-Dec-14	160	PE	3.45	477	528000	-110000
JPASSOCIAT	24-Dec-14	20	PE	0.1	16	488000	-96000
TATAMTRDVR	24-Dec-14	340	PE	6.85	526	122000	-91000
ASHOKLEY	24-Dec-14	50	CE	4.7	90	1749000	-88000
TATAMTRDVR	24-Dec-14	340	CE	17.6	1211	215000	-83000
RELIANCE	24-Dec-14	1060	CE	3.35	2633	593000	-80750
HINDALCO	24-Dec-14	170	PE	7.8	491	470000	-72000

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