

Technical & Derivative Report

Closing Brief

After alternately swinging between positive and negative zone in intraday trade, key benchmark indices eked out small gains. The overall movement for the key indices during the trading session was within a relatively narrow range.

Technical Build up

- ❖ Doji candle formation with rise in volume.
- ❖ Oscillators in overbought price region with sell crossover.
- ❖ Upper band of Bollinger exist at 8595
- ❖ Crucial moving average of 20/50 SMA are at 8440 and 8167
- ❖ 200 SMA trend deciding level exist at 7417

Outlook for the day

Indian equity market end flat with amid intraday volatility on third trading session of the week but the broader markets outperformed. On the technical front not much of an imperative change can be noticed and Nifty continues to remain confined within a narrow range though chart structure reveals that uptrend to remain as long as Nifty stays above 8470. Oscillator continues to remain in overbought price condition with sell crossover and has faced resistance from the upper panel of the channel line. Hence it was wiser to adopt buy on strength strategy and decisive close above the recent high of 8623 might initiate fresh trend in the market. On the F&O decrease in OI with marginal increase in price indicates of short covering. India VIX too decreased the previous day while premium and CoC decreased. On the option front higher strike price call option of 8600 & 8700 continue to remain long while lower strike put of 8400 & 8500 saw writing activity. 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	17912	33	0.17
Nasdaq	4774	18	0.39
S&P 500	2074	7	0.38
FTSE 100	6716	-25	-0.38
DAX	9971	37	0.38
Hang Seng	23558	129	0.55
Nikkei	17840	120	0.68
Sensex	28442	-1	-
Nifty	8537	12	0.15

Commodity /Forex	LTP	Daily Ch(Pts)	Daily Ch(%)
Gold (\$/Oz)	1209.50	0.80	0.07
Silver (\$/Oz)	16.45	0.04	0.23
Copper(USD/lb.)	287.80	0.60	0.21
Brent Crude(USD/bbl)	70.23	0.31	0.44
USD/INR	61.91	0.02	0.04
USD/YEN	119.79	-	-
USD/EUR	1.2313	0.0002	0.02

Support/Resistance levels for Indian Equity Indices

	S1	S2	CMP	R1	R2
Sensex	28410	28245	28442	28645	28875
Nifty	8510	8460	8537	8580	8650
Nifty (Fut)	8550	8500	8578	8620	8690

Pivot Level

Sensex	28439
Nifty	8530

US: US market rallied into the close, with the Dow and S&P 500 ending the day at records amid encouraging economic reports on Wednesday. Technically DJIA is presently trading at the 5th leg through Elliot wave count with negative divergence in oscillators.



TOP PICK OF THE DAY

CIPLA: (CMP –650.20)

Strategy: Short term buy – buy at 645
 With stop loss 635 for the Target 660 & 675
 Support: 637 & 624 Resistance: 665 & 675
 Rationale: Buy crossover in oscillator.



ICICIBANK: (CMP –1794.10)

Strategy: Short term buy call – buy at 1784
 With stop loss 1760 for the Target 1840 & 1880
 Support: 1770 & 1745 Resistance: 1810 & 1840
 Rationale: Breakout from congestion zone.



Nifty gained by 0.15% with Nifty future shaded 8.6 lakh shares in open interest and stock future added 47.7 lakh shares in open interest.

- Nifty PCR decreased to 0.87 from 0.88.
- Total Nifty Calls added 28.6 lakh shares in open interest.
- Total Nifty Puts added 19.3 lakh shares in open interest.
- Maximum open interest (Nifty) in Calls for Dec. series is at 8700 and 8500 put.
- FII's bought net Rs.391.07(provisional), while DIIs sold net Rs.157.23 Cr in cash market.
- FII sold net Rs.426.65 Cr. In F&O
- Securities in Ban Period: NIL

Nifty Tracker

PARTICULARS	03/12/2014	02/12/2014	01/12/2014	28/11/2014
Spot	8537.65	8524.7	8555.9	8588.25
% Change in Spot	0.15%	-0.36%	-0.38%	1.11%
Nifty(FUT) Dec	8578.75	8575.35	8595.9	8638.35
Nifty(FUT) Dec Vol.	275706	405496	321349	390067
Nifty(FUT) Dec - OI	20517550	21395900	21946850	22216425
Nifty(FUT) Jan	8631.6	8629.1	8648.95	8689.9
Nifty(FUT) Jan Vol.	5337	7948	11774	12349
Nifty(FUT) Jan - OI	1220150	1208025	1195875	1090975

Trade Statistics for 03/12/2014

PARTICULARS	NO. OF CONTRACTS	TURNOVER (RS. CR.)	PUT CALL RATIO
NSE Index Futures	3,69,228	10132	-
NSE Stock Futures	8,35,349	27815	-
NSE Index Options	38,57,197	243716	-
NSE Stock Options	3,38,846	13703	0.44
NSE F&O Total Turnover	54,00,620	138,178	0.87
NSE Cash Turnover	-	19392	-
BSE Cash Turnover	-	3,936.82	-
Total Turnover	-	161507	-

FII Corner (F&O)

FII NET BUYING/SELLING & CHANGE IN OPEN INTEREST (Cr. Rupee)						
PARTICULARS	03/12/2014		02/12/2014		01/12/2014	
	Net Buying /Selling	Change In Open interest	Net Buying /Selling	Change In Open interest	Net Buying /Selling	Change In Open interest
Index Future	-997	-682	-1296	-1138	-304	-9
Index option	975	1837	-595	1437	7	1780
Stock Future	-437	96	-783	707	350	276
Stock option	33	235	44	265	2	201
Total	-426	1486	-2630	1270	55	2248

Market Open Interest

ADDITION/REDUCTION IN MARKET OPEN INTEREST					
Contracts	03/12/2014	02/12/2014	01/12/2014	28/11/2014	27/11/2014
Index Futures	-705	-285	-207	1950	-5396
Index Options	720	1231	310	2727	-7489
Stock Futures	4580	5088	5309	18669	-67060
Stock Options	1262	1363	1626	2771	-14744
F&O Total	5857	7396	7038.25	26117.62	-94689.59

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	8600	CE	76.25	564239	5491400	551100
24-Dec-14	8700	CE	38.1	444481	5609750	544200
24-Dec-14	8200	PE	8.25	142640	3009500	437525
24-Dec-14	8500	PE	56.15	440363	4996000	281425
24-Dec-14	8900	CE	6.65	110886	2390450	247400
24-Dec-14	8800	CE	16.95	282893	4769325	213525
29-Jan-15	8900	CE	54.55	13184	331900	210800
29-Jan-15	8100	PE	20.5	12980	952875	184625
29-Jan-15	8200	PE	32.15	14084	796350	176675
29-Jan-15	8800	CE	84.6	14000	490250	171300

NIFTY OPTIONS HIGHEST REDUCTION IN OPEN INTEREST						
Expiry	Strike	Option Type	Settlement Price	Volume	Open Interest	Change In OI
24-Dec-14	8000	PE	3.75	96705	3239500	-138275
24-Dec-14	8000	CE	578.6	6963	2699300	-73175
24-Dec-14	5000	CE	3562.05	2529	625850	-51575
24-Dec-14	9100	CE	1.85	15033	324750	-38350
24-Dec-14	7400	PE	1.35	5045	273675	-11325
24-Dec-14	8450	CE	167.85	676	107875	-9750
24-Dec-14	7900	PE	3	15296	1046350	-8425
24-Dec-14	9000	PE	415.65	2568	616100	-8200
24-Dec-14	8200	CE	380.45	1260	1024175	-8025
24-Dec-14	8700	PE	155	31832	806875	-5625

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	20	CE	0.75	749	11509000	1581000
SAIL	24-Dec-14	90	CE	1.25	756	2308000	916000
UNITECH	24-Dec-14	22.5	CE	0.3	352	10506000	765000
IDFC	24-Dec-14	170	CE	2.8	2534	2230000	754000
SAIL	24-Dec-14	85	CE	2.6	448	1020000	668000
SAIL	24-Dec-14	80	PE	2.6	497	944000	628000
JINDALSTEL	24-Dec-14	140	PE	3.15	1510	1638000	623000
KTKBANK	24-Dec-14	160	CE	3.85	1262	1368000	516000
UNITECH	24-Dec-14	25	CE	0.1	114	7837000	493000
JINDALSTEL	24-Dec-14	150	PE	6.2	1135	740000	488000

STOCK OPTIONS WITH HIGHEST REDUCTION IN OPEN INTEREST							
Symbol	Expiry	Strike	Option Type	Settl. Price	Volume	Open Int.	Change in OI
TATAMTRDVR	24-Dec-14	340	PE	4	828	440000	-445000
IDFC	24-Dec-14	160	CE	6.95	1795	1354000	-416000
KTKBANK	24-Dec-14	150	CE	8.35	663	860000	-346000
ASHOKLEY	24-Dec-14	47.5	PE	0.3	104	1485000	-220000
ASHOKLEY	24-Dec-14	52.5	CE	3.6	164	1760000	-209000
KTKBANK	24-Dec-14	140	CE	15.55	100	478000	-148000
ASHOKLEY	24-Dec-14	50	CE	5.45	42	1430000	-143000
ASHOKLEY	24-Dec-14	45	PE	0.15	21	1276000	-143000
UNIONBANK	24-Dec-14	220	CE	11.3	580	256000	-142000
KTKBANK	24-Dec-14	150	PE	3.85	556	698000	-106000

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