

Technical & Derivative Report

Closing Brief

Rally in index heavyweight and cigarette major ITC took key benchmark indices higher. Shares of the cigarette major jumped on reports the government may put on hold its plan to ban sales of single cigarettes. The market breadth indicating the overall health of the market was positive. Chinese stocks led a rally in Asian shares.

Technical Build up

- ❖ Doji candle formation with rise in volume.
- ❖ Oscillators in overbought price region with sell crossover.
- ❖ Upper band of Bollinger exist at 8607
- ❖ Crucial moving average of 20/50 SMA are at 8451 and 8180
- ❖ 200 SMA trend deciding level exist at 7430

Outlook for the day

Indian equity market after hitting record high, the market turned flat to end with small gains. 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 front decrease in OI with marginal increase in price indicates of short covering. India VIX increased marginally while premium and CoC too witnessed an uptick decreased. On the option front higher strike price calls witnessed unwinding activity and at-the-money and lower strike price put witnessed long addition. Hence some amount of cautious approach need to be applied at current level and in absence of fresh trigger the Index is likely to generate the pulse from the global market. During the day Nifty to trade volatile, crucial intraday support seen at 8510 followed by 8460 while resistance exist at 8620 and then at 8670

World Indices	LTP	Daily Ch(Pts)	Daily Ch(%)
Dow Jones	17900	-12	-0.07
Nasdaq	4769	-5	-0.11
S&P 500	2071	-2	-0.12
FTSE 100	6679	-37	-0.55
DAX	9851	-120	-1.21
Hang Seng	24049	216	0.91
Nikkei	17849	-38	-0.21
Sensex	28562	120	0.42
Nifty	8564	26	0.31

Commodity /Forex	LTP	Daily Ch(Pts)	Daily Ch(%)
Gold (\$/Oz)	1205.00	-2.70	-0.22
Silver (\$/Oz)	16.47	-0.11	-0.63
Copper(USD/lb.)	290.50	-0.95	-0.33
Brent Crude(USD/bbl)	69.64	-0.28	-0.40
USD/INR	61.93	0.02	0.04
USD/YEN	119.82	0.04	0.03
USD/EUR	1.2386	0.0007	0.06

Support/Resistance levels for Indian Equity Indices					
	S1	S2	CMP	R1	R2
Sensex	28410	28245	28562	28750	28915
Nifty	8510	8460	8564	8620	8670
Nifty (Fut)	8550	8500	8605	8660	8710

Pivot Level	
Sensex	28606
Nifty	8572

US: US market fell on Thursday, with benchmarks not far from record highs, as investors considered reports that the European Central Bank would consider a broad-based package of quantitative easing in January and awaited the monthly jobs report. Technically DJIA is presently trading at the 5th leg through Elliot wave count with negative divergence in oscillators.



TOP PICK OF THE DAY

ARVIND: (CMP –296.50)

Strategy: Short term buy – buy at 292
 With stop loss 284 for the Target 306 & 310
 Support: 285 & 275 Resistance: 303 & 310
 Rationale: Buy crossover in oscillator.



IOB: (CMP –61.90)

Strategy: Short term buy call – buy at 61
 With stop loss 59.40 for the Target 65 & 67
 Support: 59.50 & 57 Resistance: 63.30 & 64.50
 Rationale: Buy crossover in oscillator.



Nifty gained by 0.31% with Nifty future shaded 5.6 lakh shares in open interest and stock future added 588.1 lakh shares in open interest.

- Nifty PCR increased to 0.91 from 0.87.
- Total Nifty Calls added 1.4 lakh shares in open interest.
- Total Nifty Puts added 21.7 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.474(provisional), while DIIs sold net Rs.585.98 Cr in cash market.
- FII sold net Rs.311.64 Cr. In F&O
- Securities in Ban Period: NIL

Nifty Tracker

PARTICULARS	04/12/2014	03/12/2014	02/12/2014	01/12/2014
Spot	8564.4	8537.65	8524.7	8555.9
% Change in Spot	0.31%	0.15%	-0.36%	-0.38%
Nifty(FUT) Dec	8605.75	8578.75	8575.35	8595.9
Nifty(FUT) Dec Vol.	320202	275706	405496	321349
Nifty(FUT) Dec - OI	19897575	20517550	21395900	21946850
Nifty(FUT) Jan	8658.4	8631.6	8629.1	8648.95
Nifty(FUT) Jan Vol.	8319	5337	7948	11774
Nifty(FUT) Jan - OI	1269075	1220150	1208025	1195875

Trade Statistics for 04/12/2014

PARTICULARS	NO. OF CONTRACTS	TURNOVER (RS. CR.)	PUT CALL RATIO
NSE Index Futures	4,32,858	11919	-
NSE Stock Futures	8,01,070	27208	-
NSE Index Options	47,56,878	243716	-
NSE Stock Options	3,06,965	13703	0.43
NSE F&O Total Turnover	62,97,771	158,908	0.99
NSE Cash Turnover	-	18358	-
BSE Cash Turnover	-	4,021.88	-
Total Turnover	-	181288	-

FII Corner (F&O)

FII NET BUYING/SELLING & CHANGE IN OPEN INTEREST (Cr. Rupee)						
PARTICULARS	04/12/2014		03/12/2014		02/12/2014	
	Net Buying /Selling	Change In Open interest	Net Buying /Selling	Change In Open interest	Net Buying /Selling	Change In Open interest
Index Future	-757	-327	-997	-682	-1296	-1138
Index option	424	1135	975	1837	-595	1437
Stock Future	17	96	-437	96	-783	707
Stock option	4	89	33	235	44	265
Total	-312	994	-426	1486	-2630	1270

Market Open Interest

ADDITION/REDUCTION IN MARKET OPEN INTEREST					
Contracts	04/12/2014	03/12/2014	02/12/2014	01/12/2014	28/11/2014
Index Futures	-370	-705	-285	-207	1950
Index Options	365	720	1231	310	2727
Stock Futures	2604	4580	5088	5309	18669
Stock Options	992	1262	1363	1626	2771
F&O Total	3591	5857	7396.42	7038.25	26117.62

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	8500	PE	45.8	556442	5561475	565475
24-Dec-14	8600	PE	80.65	422266	2487300	459800
24-Dec-14	8100	PE	4.7	115761	2059475	436450
24-Dec-14	8400	PE	23.85	416689	4877800	419500
24-Dec-14	9500	CE	1	7296	905275	138750
24-Dec-14	8900	CE	7.55	128116	2516850	126400
24-Dec-14	8250	PE	8.9	18956	335475	111675
24-Dec-14	8350	PE	16.8	27671	330875	107475
24-Dec-14	8800	CE	19.65	356377	4863875	94550
29-Jan-15	8200	PE	29	9052	870450	74100

NIFTY OPTIONS HIGHEST REDUCTION IN OPEN INTEREST						
Expiry	Strike	Option Type	Settlement Price	Volume	Open Interest	Change In OI
24-Dec-14	8200	PE	7.1	147532	2609150	-400350
24-Dec-14	8500	CE	150.75	128303	4691000	-132075
24-Dec-14	8700	CE	44.8	564379	5485300	-124450
24-Dec-14	8600	CE	88.1	725209	5375500	-115900
24-Dec-14	8000	PE	3.55	71530	3175250	-64250
24-Dec-14	8000	CE	606.35	4074	2657075	-42225
24-Dec-14	8650	CE	63.85	31984	624125	-41300
24-Dec-14	8550	CE	115.5	23938	231775	-39325
24-Dec-14	8400	CE	227.1	16520	1380475	-21550
24-Dec-14	8300	PE	12.45	291114	3982775	-21250

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
GMRINFRA	24-Dec-14	20	CE	0.75	381	4960000	1250000
UNITECH	24-Dec-14	20	CE	0.55	898	12614000	1105000
ASHOKLEY	24-Dec-14	52.5	PE	1.3	327	2585000	968000
SAIL	24-Dec-14	80	PE	1.8	1072	1888000	944000
SAIL	24-Dec-14	85	CE	2.4	1208	1828000	808000
SAIL	24-Dec-14	90	CE	1.05	987	3116000	808000
JPASSOCIAT	24-Dec-14	30	CE	1.25	540	4552000	752000
UNITECH	24-Dec-14	25	CE	0.1	175	8585000	748000
ASHOKLEY	24-Dec-14	50	PE	0.65	267	3806000	616000
L&TFH	24-Dec-14	75	CE	1.85	1171	2084000	608000

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	360	CE	6	1241	743000	-500000
ICICIBANK	24-Dec-14	360	CE	9.65	2628	2430000	-431250
DISHTV	24-Dec-14	70	CE	2.35	283	1048000	-196000
JPASSOCIAT	24-Dec-14	30	PE	2.1	184	1352000	-176000
SSLT	24-Dec-14	240	CE	7.95	1355	549000	-141000
IBREALEST	24-Dec-14	75	PE	2.05	61	108000	-140000
IDFC	24-Dec-14	145	PE	0.3	105	284000	-136000
SBIN	24-Dec-14	310	CE	17.2	381	738750	-127500
TATAMTRDVR	24-Dec-14	360	PE	16.3	242	87000	-115000
JPASSOCIAT	24-Dec-14	27.5	PE	0.95	243	2216000	-104000

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