

Technical & Derivative Report

Closing Brief

Indian equity markets finished the first trading session of the month in red in what was a highly volatile trade. The market breadth indicating the overall health of the market was positive.

Technical Build up

- ❖ Doji candle formation with decrease in volume.
- ❖ Oscillators in overbought price region with sell crossover.
- ❖ Upper band of Bollinger exist at 9098
- ❖ Crucial moving average of 20/50 SMA are at 8549 and 8430
- ❖ 200 SMA trend deciding level exist at 7838

Outlook for the day

Indian equity started ended on a flat note led by the FMCG, Oil & Gas and Metal stocks. HSBC reported January Manufacturing PMI at 52.9 vs 54.5 in the previous month which might have a negative blow in the market. On the technical front Nifty witnessed an indecisive doji candle with decrease in volume. Nifty is holding above the immediate 23.6% retracement support at 8750 on the entire rally since December 2014 onward and hence raises the probability of a pullback. On the F&O front decrease in OI with decrease in price indicates of long liquidation. Indian VIX and cost of carry both has increased marginally. On the option front writing activity were seen in lower strike price put while long addition were seen in higher strike price call option of 8900, overall seems a bullish outlook might be in the making. During the day Nifty to remain volatile as RBI monetary policy is slated today which might bring attention towards the rate sensitive sectors, crucial intraday support seen at 8750 followed by 8700 while resistance exist at 8840 and then at 8900

World Indices	LTP	Daily Ch(Pts)	Daily Ch(%)
Dow Jones	17361	196	1.14
Nasdaq	4676	41	0.89
S&P 500	2020	25	1.30
FTSE 100	6782	33	0.49
DAX	10828	133	1.25
Hang Seng	24472	-11	-0.05
Nikkei	17486	-71	-0.41
Sensex	29122	-60	-0.21
Nifty	8797	-11	-0.13

Commodity /Forex	LTP	Daily Ch(Pts)	Daily Ch(%)
Gold (\$/Oz)	1273.90	-3.00	-0.23
Silver (\$/Oz)	17.19	-0.02	-0.10
Copper(USD/lb.)	250.55	1.55	0.62
Brent Crude(USD/bbl)	54.93	0.18	0.33
USD/INR	61.80	-0.06	-0.11
USD/YEN	117.25	-0.32	-0.27
USD/EUR	1.1351	0.0010	0.09

Support/Resistance levels for Indian Equity Indices					
	S1	S2	CMP	R1	R2
Sensex	28965	28800	29122	29265	28465
Nifty	8750	8700	8797	8840	8900
Nifty (Fut)	8815	8765	8859	8905	8965

Pivot Level	
Sensex	29116
Nifty	8796

TOP PICK OF THE DAY

IDFC: (CMP –176.25)

Strategy: Short term buy – buy at 174
 With stop loss 170 for the Target 182 & 186
 Support: 171 & 167 Resistance: 180 & 184
 Rationale: Breach of downward sloping trendline.



BHARATFORGE: (CMP –1065.95)

Strategy: Short term buy call – buy at 1055
 With stop loss 1020 for the Target 1110 & 1170
 Support: 1040 & 1010 Resistance: 1090 & 1120
 Rationale: Higher high formation in daily chart



US: US market closed sharply higher on encouraging news from the Eurozone and stronger oil prices. Technically DJIA is presently trading at the 5th leg through Elliot wave count with negative divergence in oscillators.



Nifty declined by 0.13% with Nifty future shaded 5.2 lakh shares in open interest and stock future added 803.9 lakh shares in open interest.

-Nifty PCR decreased to 0.86 from 0.89.

-Total Nifty Calls added 33.1 lakh shares in open interest.

-Total Nifty Puts added 14.4 lakh shares in open interest.

-Maximum open interest (Nifty) in Calls for Dec. series is at 9000 and 8600 put.

-FII's sold net Rs.629.97(provisional), while DIIs sold net Rs.224.07 Cr in cash market.

-FII sold net Rs.1066.11 Cr. In F&O

-Securities in Ban Period: NIL

Nifty Tracker

PARTICULARS	02/02/2015	30/01/2015	29/01/2015	28/01/2015
Spot	8797.4	8808.9	8952.35	8914.3
% Change in Spot	-0.13%	-1.60%	0.43%	0.04%
Nifty(FUT) Feb	8859.65	8872.65	8986.3	8967.1
Nifty(FUT) Feb Vol.	421070	589828	520695	496087
Nifty(FUT) Feb - OI	24968800	25504975	24746250	20425950
Nifty(FUT) Mar	8918.65	8931.25	9036.05	0
Nifty(FUT) Mar Vol.	13235	20797	14607	0
Nifty(FUT) Mar - OI	601450	594575	608850	0

Trade Statistics for 02/02/2015

PARTICULARS	NO. OF CONTRACTS	TURNOVER (RS. CR.)	PUT CALL RATIO
NSE Index Futures	5,68,898	16282	-
NSE Stock Futures	9,50,445	31244	-
NSE Index Options	40,75,480	97568	-
NSE Stock Options	3,49,217	11685	0.45
NSE F&O Total Turnover	59,44,044	156,780	0.85
NSE Cash Turnover	-	21334	-
BSE Cash Turnover	-	4,201.09	-
Total Turnover	-	182315	-

FII Corner (F&O)

FII NET BUYING/SELLING & CHANGE IN OPEN INTEREST (Cr. Rupee)						
PARTICULARS	02/02/2015		30/01/2015		29/01/2015	
	Net Buying /Selling	Change In Open interest	Net Buying /Selling	Change In Open interest	Net Buying /Selling	Change In Open interest
Index Future	-3	-402	72	181	1867	-8902
Index option	769	1694	1318	3025	1181	-38227
Stock Future	-1887	1616	-1608	1163	-874	-4886
Stock option	54	381	139	1185	83	-3555
Total	-1067	3289	-79	5554	2257	-55571

Market Open Interest

ADDITION/REDUCTION IN MARKET OPEN INTEREST					
Contracts	02/02/2015	30/01/2015	29/01/2015	28/01/2015	27/01/2015
Index Futures	64	508	-7875	2755	3527
Index Options	2827	2693	-8672	1028	3763
Stock Futures	5662	17345	-80525	6907	3385
Stock Options	1896	3371	-13936	-210	369
F&O Total	10448	23918	-111007.8	10480.27	11044.62

Nifty Option Open Interest Statistics

NIFTY OPTIONS HIGHEST ADDITION IN OPEN INTEREST						
Expiry	Strike	Option Type	Settlement Price	Volume	Open Interest	Change In OI
26-Feb-15	8100	PE	13.95	93322	2150975	490350
26-Feb-15	9300	CE	32.8	174948	1845850	458375
26-Feb-15	8900	CE	147.55	192384	2563400	431200
26-Feb-15	10000	CE	2.45	73158	989600	415750
26-Feb-15	9200	CE	49.85	239517	2929800	346450
26-Feb-15	9100	CE	72.8	310011	2558925	305950
26-Feb-15	8600	PE	77.4	279660	2462150	298225
26-Feb-15	9500	CE	13.75	112784	1764075	266725
26-Feb-15	9800	CE	2.95	35849	435425	255925
26-Feb-15	8800	CE	199.4	123539	1756700	209325

NIFTY OPTIONS HIGHEST REDUCTION IN OPEN INTEREST						
Expiry	Strike	Option Type	Settlement Price	Volume	Open Interest	Change In OI
26-Feb-15	8000	PE	10.7	114018	2296700	-387000
26-Feb-15	9000	CE	104.9	386065	5136700	-153600
26-Feb-15	8500	CE	407.55	9924	773550	-80150
26-Feb-15	8600	CE	331	9512	1188775	-59300
26-Mar-15	8200	PE	64.25	7397	485425	-49550
26-Feb-15	8900	PE	185.2	105138	1802150	-29800
26-Mar-15	9200	CE	147	6479	524500	-19825
26-Feb-15	8800	PE	140.2	222826	2074250	-17350
26-Feb-15	8200	PE	19.6	76490	1456075	-17025
31-Dec-15	8600	PE	340	200	0	-10000

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
NHPC	26-Feb-15	22.5	CE	0.3	790	7980000	3170000
IFCI	26-Feb-15	45	CE	1.1	1869	3512000	2408000
IFCI	26-Feb-15	42.5	CE	1.8	1707	4280000	1688000
ASHOKLEY	26-Feb-15	75	CE	1.2	736	7600000	1488000
JPASSOCIAT	26-Feb-15	35	CE	0.45	741	3400000	1368000
UNITECH	26-Feb-15	25	CE	0.4	1085	5544000	1197000
GMRINFRA	26-Feb-15	20	CE	1.65	879	6588000	1188000
UNITECH	26-Feb-15	20	CE	1.5	2089	11979000	1188000
UNITECH	26-Feb-15	22.5	CE	0.8	1910	9486000	1188000
IFCI	26-Feb-15	50	CE	0.45	418	1568000	1144000

STOCK OPTIONS WITH HIGHEST REDUCTION IN OPEN INTEREST							
Symbol	Expiry	Strike	Option Type	Settl. Price	Volume	Open Int.	Change in OI
GMRINFRA	26-Feb-15	17.5	CE	3.05	456	3834000	-1287000
UNITECH	26-Feb-15	17.5	CE	2.8	353	4356000	-1134000
JPASSOCIAT	26-Feb-15	30	PE	2.7	152	880000	-312000
EXIDEIND	26-Feb-15	185	PE	3.8	276	94000	-244000
JPASSOCIAT	26-Feb-15	27.5	CE	2.6	355	2576000	-240000
EXIDEIND	26-Feb-15	195	CE	9.8	309	72000	-146000
RPOWER	26-Feb-15	65	CE	3.75	316	1696000	-124000
IDFC	26-Feb-15	175	CE	9	777	730000	-122000
ANDHRABANK	26-Feb-15	90	CE	7.7	76	480000	-112000
ASHOKLEY	26-Feb-15	77.5	CE	0.8	114	2568000	-112000

Paras Bothra
Research Head- Equities
Email: paras@ashikagroup.com
Ph: (033) 40102529

Tirthankar Das
Technical & Derivative Analyst
Email: tirthankar.d@ashikagroup.com
Ph: (033) 40102500; Extn: 115

Disclaimer:

This report is for the personal information of the authorized recipient and does not construe to be any investment, legal or taxation advice to you. Ashika Stock Broking Ltd., is not soliciting any action based upon it. This report is not for public distribution and has been furnished to you solely for your information and should not be reproduced or redistributed to any other person in any form. The report is based upon information that we consider reliable, but we do not represent that it is accurate or complete, and it should not be relied upon such. Ashika Stock Broking Ltd. or any of its affiliates or employees shall not be in anyway responsible for any loss or damage that may arise to any person from any inadvertent error in the information contained in this report. Ashika Stock Broking Ltd., or any of its affiliates or employees do not provide, at any time, any express or implied warranty of any kind, regarding any matter pertaining to this report, including without limitation the implied warranties of merchantability, fitness for a particular purpose, and non-infringement.