

Sensex (73512) / Nifty (22302)

Once again, the day began positively, but amid prevailing nervousness, Nifty quickly declined from its morning gains, showing extended weakness in the initial hour. Although there was some resilience in the second half at lower levels, the overall sentiment remained weak, with intra-day rebounds being met with selling pressure. Eventually, Nifty closed with a 0.62% cut, ending tad above the **22300** mark.

For the third consecutive session, Nifty closed in the red, slipping below the crucial 20DEMA. This highlights the ongoing negative momentum, with the possibility of further weakness in the near future. However, given the recent rise in volatility and prices approaching intermediate supports such as the 89EMA and the 61.8% retracement level, there might be intermittent intra-day rebounds. We advise using such rebounds to reduce long positions ahead of the significant Lok Sabha election results. Immediate resistance levels are anticipated at **22400** and **22480**, while immediate support is seen at **22200 - 22150**, below which the index may decline towards **22000**. Traders should monitor these levels closely and adjust their trading strategies accordingly.

Nifty Bank Outlook (48285)

It was a slightly positive start for BANKNIFTY, thanks to positive global cues. However, immediately after opening, the index came under pressure, as sellers intensified their attack. The losses in the initial hour or so were quite significant, raising concerns that buyers might face a rout. Fortunately, some calmness and stability prevailed as buying emerged, providing some cushion thereafter. Despite not witnessing further losses after the initial selling, it was an overall challenging day, with losses accumulating to around 600 points.

Following the appearance of weak candlestick formations last week, the weakness seems to have amplified, with the heavy-weight index breaking below the inside bar formation from the prior day. This breakdown appears quite pertinent, as the index has formed a substantial down bar, followed by a close almost at day's low. All these factors, coupled with a close slightly below its 20-DEMA point towards sustained weakness in BANKNIFTY. Despite these clear bearish connotations, the current location warrants some prudence and caution, while considering bearish positions.

Key Levels

Support 1 – 48000	Resistance 1 – 48700
Support 2 – 47800	Resistance 2 – 49000

Exhibit 1: Nifty Daily Chart



Our market remains decoupled from global indices, which continue to rise while ours struggle. Nonetheless, certain sectors continue to show momentum, as evidenced yesterday by significant movements in the defensive space like FMCG and IT sectors. We may continue to observe thematic movements, but traders must be agile in their selections.

Key Levels

Support 1 – 22200	Resistance 1 – 22400
Support 2 – 22150	Resistance 2 – 22480

Exhibit 2: Nifty Bank Daily Chart



The index is very close to a location from where it has found strong buying in the recent past and its prior monthly low. Hence instead of advocating outright selling, one must look to initiate shorts on bounce or rallies to resistance levels. Support for this high beta index is now placed around the **47800-47600** level, while for resistance the level of **48700** is likely to impose some resistance in the immediate term, while very strong resistance is placed in the **49200-49600** zone.

Comments

- The Nifty futures open interest has decreased by 1.44% and Bank Nifty futures open interest has increased by 5.54% as the market closed at 22302.50.
- The Nifty May future closed with a premium of 79.30 points against a premium of 107.45 points in the last trading session. The June series closed at a premium of 191.55 points.
- The INDIA VIX has increased from 16.60 to 17.01. At the same time, the PCR-OI of Nifty has decreased from 0.85 to 0.78.
- A few of the liquid counters where we have seen high cost of carry are MARICO, HINDUNILVR, SRF, DABUR and GODREJCP.

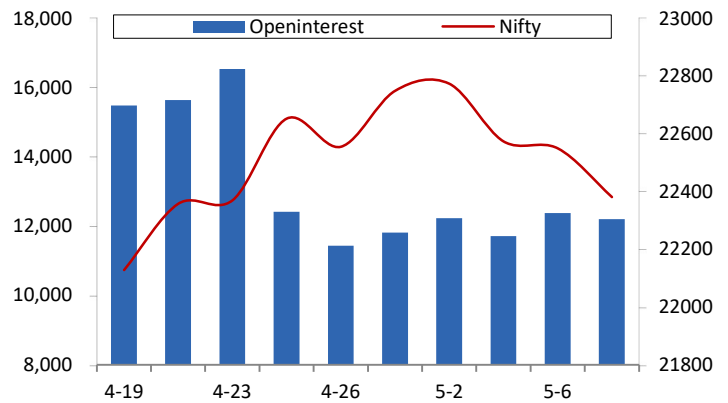
View

- The Indian equity markets witnessed an intense sell-off, dragging the benchmark index below the 20 DEMA. The selling streak continued for the third session, leading Nifty to settle around the 22300 zone.
- FIIs were net sellers in the cash market segment to the tune of Rs. 3669 crore. Simultaneously, they sold worth Rs. 1772 crore in Index futures with a slight increase in open interest, indicating short addition.
- On the derivatives front, long unwinding was observed in the benchmark index, while short additions were seen in the BankNifty. On the options front, scattered positioning of OI is seen from 22300-22100 put strikes, followed by the highest OI concentration at 22000 strike, suggesting the potent support for the Nifty. On the flip side, the highest concentration of OI is seen at 22500 CE, indicating a sturdy hurdle for the weekly expiry. The stronger hands added fresh shorts, resulting in a slight cool down in the Long Short Ratio to 42% from 45%. Simultaneously, the PCR-OI heads for the oversold terrain, while VIX surged to 17 subzone. Considering the mentioned data, volatility is likely to persist in our market and it is advisable to have a pragmatic approach, utilizing bounce to exit longs.

Historical Volatility

SCRIP	HV
COFORGE	40.96
MRF	27.20
COALINDIA	36.81
SRF	30.41
SHREECEM	29.87

Nifty Vs OI



OI Gainers

SCRIP	OI	OI CHG. (%)	PRICE	PRICE CHG. (%)
LUPIN	7729050	19.65	1610.60	-4.76
SRF	4561500	16.80	2416.80	-6.72
GODREJCP	7179000	11.41	1322.35	5.91
IGL	23075250	9.12	436.55	-2.28
VOLTAS	5151600	9.10	1389.20	-4.55
BRITANNIA	2670600	8.25	5173.80	2.08
NAVINFLUOR	3043700	8.03	3377.05	-1.91
IDFC	86965000	7.79	114.40	-3.36

OI Losers

SCRIP	OI	OI CHG. (%)	PRICE	PRICE CHG. (%)
GODREJPROP	17600	-15.29	2780.95	-2.22
HINDUNILVR	19193400	-9.10	2379.40	5.34
HAVELLS	5575500	-7.33	1672.90	-0.22
COROMANDEL	1759100	-6.75	1201.00	-1.89
OFSS	918700	-6.36	7667.20	0.61
MCX	2315800	-5.25	3912.50	-3.70
DEEPAKNTR	1773600	-5.24	2513.40	-2.26
AUBANK	16968000	-5.12	630.15	-0.68

Put-Call Ratio

SCRIP	PCR (OI)	PCR (VOL)
NIFTY	0.78	0.89
BANKNIFTY	0.56	1.01
RELIANCE	0.46	0.54
ICICIBANK	0.59	0.82
INFY	0.57	0.38

FII Statistics for May 07, 2024

Detail	Buy		Net	Contracts	OI Value (in Cr.)	CHANG
	Buy	Sell				
INDEX FUTURES	3736.37	5508.61	(1772.24)	392470	24875.69	1.48
INDEX OPTIONS	2751834.23	2752965.35	(1131.12)	6632769	418358.78	15.09
STOCK FUTURES	28929.26	29066.55	(137.29)	3818978	273409.30	1.05
STOCK OPTIONS	37980.40	37292.98	687.42	449782	32978.96	11.87
Total	2822480.26	2824833.49	(2353.23)	11293999	749622.73	43.81

Turnover on May 07, 2024

Instrument	No. of Contracts	Turnover (in Cr.)	Change (%)
Index Futures	535034	33807.00	22.63
Index Options	562139887	77252.23	35.10
Stock Futures	1658968	124905.60	-7.57
Stock Options	5918078	9317.07	-5.75
Total	59,18,078	9317.07	6.75

Nifty Spot = 22302.50

Bull-Call Spreads

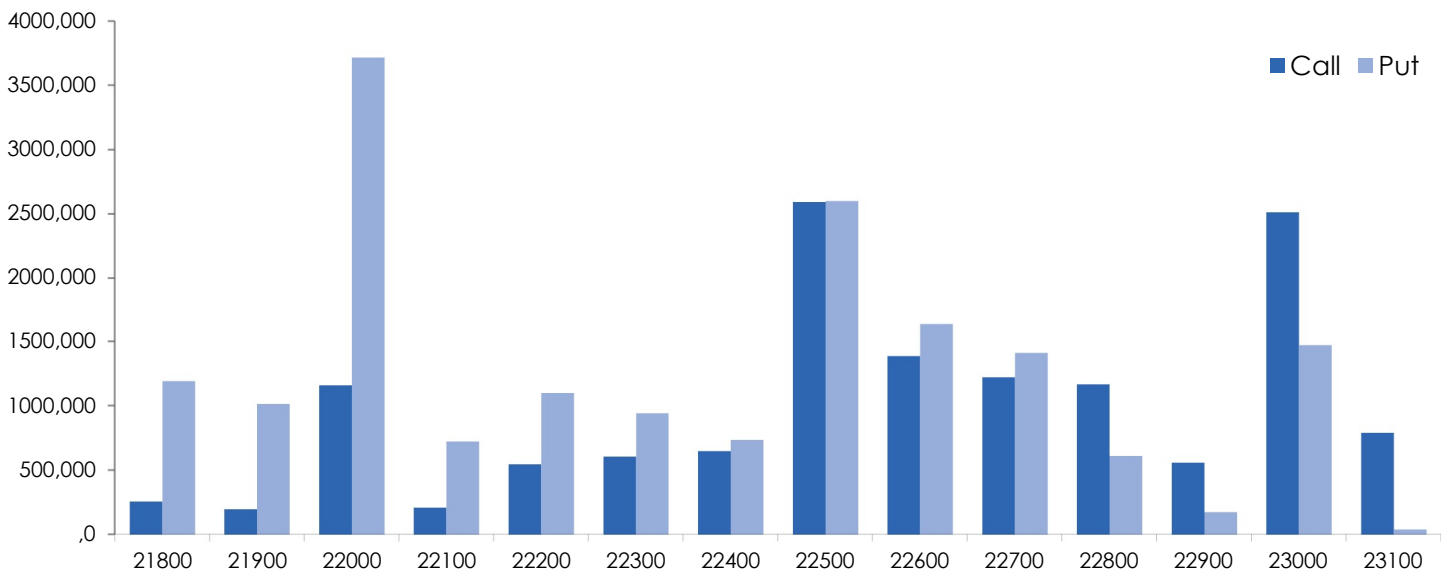
Action	Strike	Price	Risk	Reward	BEP
Buy	22200	414.30	61.85	38.15	22261.85
Sell	22300	352.45			
Buy	22200	414.30	118.50	81.50	22318.50
Sell	22400	295.80			
Buy	22300	352.45	56.65	43.35	22356.65
Sell	22400	295.80			

Bear-Put Spreads

Action	Strike	Price	Risk	Reward	BEP
Buy	22400	310.65	44.20	55.80	22355.80
Sell	22300	266.45			
Buy	22400	310.65	81.75	118.25	22318.25
Sell	22200	228.90			
Buy	22300	266.45	37.55	62.45	22262.45
Sell	22200	228.90			

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
ADANIENT	2,771	2,804	2,854	2,887	2,938
ADANIPTS	1,248	1,268	1,285	1,304	1,321
APOLLOHOSP	5,722	5,811	5,946	6,035	6,169
ASIANPAINT	2,864	2,889	2,928	2,953	2,992
AXISBANK	1,109	1,118	1,134	1,143	1,158
BAJAJ-AUTO	8,366	8,522	8,798	8,954	9,231
BAJFINANCE	6,713	6,793	6,868	6,948	7,023
BAJAJFINSV	1,579	1,597	1,611	1,629	1,643
BPCL	585	595	612	621	638
BHARTIARTL	1,260	1,273	1,284	1,297	1,307
BRITANNIA	4,976	5,075	5,148	5,246	5,319
CIPLA	1,347	1,367	1,398	1,418	1,449
COALINDIA	443	449	459	466	476
DIVISLAB	3,822	3,867	3,918	3,963	4,014
DRREDDY	6,119	6,188	6,269	6,338	6,419
EICHERMOT	4,531	4,577	4,616	4,662	4,701
GRASIM	2,365	2,393	2,431	2,459	2,497
HCLTECH	1,313	1,322	1,335	1,345	1,358
HDFCBANK	1,492	1,499	1,511	1,519	1,531
HDFCLIFE	542	547	555	560	567
HEROMOTOCO	4,379	4,428	4,481	4,530	4,583
HINDALCO	591	606	626	641	661
HINDUNILVR	2,212	2,296	2,343	2,426	2,473
ICICIBANK	1,111	1,121	1,137	1,148	1,163
INDUSINDBK	1,413	1,433	1,468	1,487	1,522
INFY	1,406	1,423	1,433	1,451	1,461
ITC	430	435	441	446	451
JSW STEEL	826	842	861	877	897
KOTAKBANK	1,607	1,625	1,636	1,655	1,666
LT	3,379	3,403	3,450	3,474	3,521
LTIMINDTREE	4,616	4,658	4,693	4,735	4,770
M&M	2,126	2,159	2,198	2,231	2,270
MARUTI	12,101	12,233	12,371	12,502	12,640
NESTLEIND	2,430	2,469	2,499	2,538	2,568
NTPC	340	345	351	356	363
ONGC	264	269	277	282	290
POWERGRID	286	290	299	304	313
RELIANCE	2,752	2,777	2,809	2,835	2,867
SBILIFE	1,420	1,435	1,447	1,462	1,474
SHRIRAMFIN	2,374	2,430	2,497	2,553	2,621
SBIN	782	792	803	813	825
SUNPHARMA	1,490	1,503	1,523	1,536	1,556
TCS	3,886	3,932	3,960	4,007	4,035
TATACONSUM	1,072	1,086	1,104	1,117	1,135
TATAMOTORS	960	974	996	1,010	1,032
TATASTEEL	159	162	165	167	170
TECHM	1,243	1,268	1,281	1,306	1,319
TITAN	3,172	3,221	3,277	3,326	3,382
ULTRACEMCO	9,435	9,559	9,753	9,877	10,071
WIPRO	450	457	461	468	472

Technical and Derivatives Team:

Sameet Chavan	Head Research – Technical & Derivatives	sameet.chavan@angelone.in
Sneha Seth	Senior Analyst – Technical & Derivatives	sneha.seth@angelone.in
Rajesh Bhosale	Analyst - Technical	rajesh.bhosle@angelone.in
Osho Krishan	Senior Analyst – Technical & Derivatives	osho.krishan@angelone.in
Hitesh Rathi	Analyst – Technical & Derivatives	hitesh.rathi@angelone.in

Research Team Tel: 022 – 39357600

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

We, Angel One Limited (hereinafter referred to as “Angel”) a company duly incorporated under the provisions of the Companies Act, 1956 with its registered office at 601, 6th Floor, Ackruti Star, Central Road, MIDC, Andheri East, Mumbai – 400093, CIN: (L67120MH1996PLC101709) and duly registered as a member of National Stock Exchange of India Limited, Bombay Stock Exchange Limited, Metropolitan Stock Exchange Limited, Multi Commodity Exchange of India Ltd and National Commodity & Derivatives Exchange Ltd. Angel One limited is a company engaged in diversified financial services business including securities broking, DP services, distribution of Mutual Fund products. It is also registered as a Depository Participant with CDSL and Portfolio Manager and Investment Adviser 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 and also registered with PFRDA as PoP ,Registration No.19092018. Angel Group does not have any joint ventures or associates. Angel One Limited is the ultimate parent company of the Group. Angel or its associates has not been debarred/ suspended by SEBI or any other regulatory authority for accessing /dealing in securities Market.

AOL was merged with Angel Global Capital Private Limited and subsequently name of Angel Global Capital Private Limited was changed to Angel Broking Private Limited (AOL) pursuant to scheme of Amalgamation sanctioned by the Hon'ble High Court of Judicature at Bombay by Orders passed in Company Petition No 710 of 2011 and the approval granted by the Registrar of Companies. Further, name of Angel Broking Private Limited again got changed to Angel Broking Limited (AOL) pursuant to fresh certificate of incorporation issued by Registrar of Companies (ROC) dated June 28, 2018. Further name of Angel Broking name changed to Angel One Ltd pursuant to fresh certificate of incorporation issued by Registrar of Companies (ROC) dated 23-09-21.

In case of any grievances please write to: support@angelone.in, Compliance Officer Details: Name : Hiren Thakkar, Tel No. –08657864228, Email id - compliance@angelone.in

Registration granted by SEBI and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors.

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 research entity nor research analyst 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 does not warrant the accuracy, adequacy or completeness of the service, information and materials and expressly disclaims liability for errors or omissions in the service, information and materials. While Angel One Limited endeavours 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.

Investment in securities market are subject to market risks. Read all the related documents carefully before investing.

Any communication sent to clients on phone numbers or e-mail ids registered with the Trading Member is meant for client consumption and such material should not be redistributed. Brokerage will not exceed SEBI prescribed limit. Any Information provided by us through any medium based on our research or that of our affiliates or third parties or other external sources is subject to domestic and international market conditions and we do not guarantee the availability or otherwise of any securities or other instruments and such Information is merely an estimation of certain investments, and we have not and shall not be deemed to have assumed any responsibility for any such Information. You should seek independent professional advice and/or tax advice regarding the suitability of any investment decision whether based on any Information provided by us through the Site from inhouse research or third party reports or otherwise.

The report and information contained herein is strictly confidential and meant solely for the selected recipient and may not be altered in any way, transmitted to, copied or distributed, in part or in whole, to any other person or to the media or reproduced in any form, without prior written consent.