

Sensex (58305) / Nifty (17369)

During the last week, market started on a positive note and without wasting much of a time, Nifty continued with its streak of achieving new milestones. During the first couple of sessions, Nifty clocked back to back fresh highs beyond **17400**; but failed to close beyond it on both the occasions. In the latter half, we saw some hint of profit booking but mighty bulls came back strongly not only to defend key supports but also to lift the benchmark index beyond **17350** comfortably to mark highest ever weekly close. The price action in key indices during the week was extremely dull as we witnessed one of the thinnest weekly trading ranges for a long time now. Although Nifty looked a bit uncomfortable around **17400** throughout the week, we did not see any major weakness overall. The moment it falls by nearly a percent, the buying tends to happen immediately. As of now, clearly bulls are having a firm grip on the market but as we have been mentioning since a week or so, they would find a bit difficult now going ahead. We reiterate our observations for becoming slightly cautious at current levels. They are, 1) we can see Nifty reaching the 200% 'Fibonacci Retracement' of the last year's massive decline from Jan'20 high to March'20 low, 2) Time-wise, Nifty has entered 7th zone as per 'Fibonacci Time Series' on the monthly time frame chart.

Exhibit 1: Nifty Daily Chart



It may look a bit contradictory to adopt a cautious stance when market is making new highs almost every day. But these mentioned evidences have proved their efficacy in the past and hence cannot be overlooked. So let's see how things shape up going ahead. As far as levels are concerned, **17450 – 17500** would now be seen as sturdy wall; whereas on the flipside, the first sign of weakness would come only after confirming a single day close below the support zone of **17300 – 17250**. We advise traders to continue with a stock centric approach by following strict stop losses and booking timely profit is also highly recommended.

Key Levels

Support 1 – 17300	Resistance 1 – 17450
Support 2 – 17250	Resistance 2 – 17500

Nifty Bank Outlook - (36683)

The second week in September series started on a cheerful note but this was merely a formality as we saw decent profit booking in the initial hour to conclude the session in red. This was followed by another round of profit booking on the subsequent day to drag the banking index below **36200** but fortunately smart recovery was seen thereafter for next two session to conclude the truncated week two tenth of a percent lower to previous weeks close. Throughout the August series, the banking index struggled to surpass the sturdy wall placed around **36200-36300** and same acted as a support zone last week. If we look at the hourly chart, the 89 EMA also coincides with the above mentioned levels and considering the recovery seen it has certainly gained more importance. Going ahead, until we manage to sustain above **36000-36200** on the closing basis there isn't anything to be worried above but any fall below this shall be a sign of caution.

Exhibit 2: Nifty Bank Daily Chart



On the higher side, **37000-37200** shall be looked as strong resistance zone. Traders are advised avoiding any aggressive bets and focusing on individual counters.

Key Levels

Support 1 – 36200	Resistance 1 – 37000
Support 2 – 36000	Resistance 2 – 37200

Comments

- The Nifty futures open interest has decreased by 0.60%. Bank Nifty futures open interest has increased by 0.64% as market closed at 17369.25 levels.
- The Nifty September future closed with a premium of 10.8 point against a premium of 17.4 point in last trading session. The October series closed at a premium of 38.4 point.
- The INDIA VIX decreased from 14.41 to 13.94. At the same time, the PCR-OI of Nifty has increased from 1.17 to 1.27.
- Few of the liquid counters where we have seen high cost of carry are IDEA, OFSS, BHEL, INDHOTEL, AND AMARAJABAT.

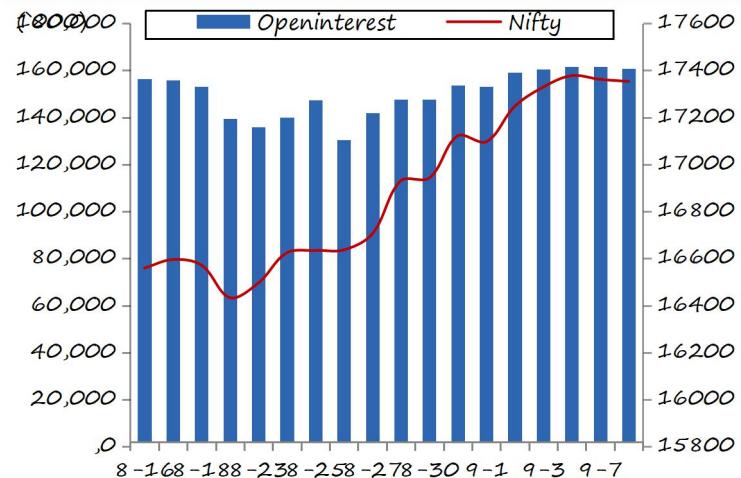
View

- Nifty started the week on a positive note and registered new records above 17400. However, we then saw a consolidation throughout the week wherein the benchmark resisted in the range of 17400-17450 while buying interest was seen on dips at 17300- 17250.
- FII's were net buyers in cash market segment to the tune of Rs. 423 crores. In index futures, they sold worth Rs. 1517 crores with decrease in open interest indicating long unwinding and short formation on Thursday.
- The index ended the week on a strong foot around 17370 but no major change in open interest was seen in indices. FII's unwound some of their longs in the index futures and their 'Long Short Ratio' is above 63 percent. There was no fresh build up in indices seen during the last week but we believe the previous longs in Nifty are still intact. In the nearby strikes, 17400 call and 17300 put has highest open interest outstanding. The near term trading range for index is seen at 17200-17500 and hence, traders should prefer trading with a stock specific approach.

Historical Volatility

SCRIP	HV
SBILIFE	36.54
NESTLEIND	30.07
COROMANDEL	38.26
MARICO	29.67
SYNGENE	38.03

Nifty Vs OI



OI Gainers

SCRIP	OI	OI CHG. (%)	PRICE	PRICE CHG. (%)
SBILIFE	10861500	63.66	1173.20	-3.90
OFSS	468875	28.37	4767.55	1.19
CANFINHOME	3828825	19.91	624.75	-2.36
NAM-INDIA	4785600	17.66	440.25	0.73
IEX	8885000	17.37	598.85	1.35
INDHOTEL	11469900	11.40	150.80	2.61
GUJGASLTD	3856250	10.10	680.00	-1.37
HDFCAML	1533400	9.98	3248.35	-0.88

OI Losers

SCRIP	OI	OI CHG. (%)	PRICE	PRICE CHG. (%)
IRCTC	1890850	-20.99	3295.00	0.28
ASHOKLEY	47016000	-11.18	125.30	2.87
NAUKRI	1104875	-6.65	6684.80	-0.51
COLPAL	2754850	-5.83	1735.45	1.70
GODREJCP	5354000	-4.05	1109.20	-0.02
UBL	1432200	-3.85	1599.95	#N/A
INDUSINDBK	15674400	-3.78	999.50	-0.08
DRREDDY	2784250	-3.61	4912.15	-0.01

Put-Call Ratio

SCRIP	PCR-OI	PCR-VOL
NIFTY	1.27	0.95
BANKNIFTY	0.82	0.90
RELIANCE	0.53	0.46
ICICIBANK	0.49	0.51
INFY	0.52	0.41

FII Statistics for September 09, 2021

Detail	Buy	Sell	Net	Contracts	Open Interest	
					Value (in Cr.)	Change
INDEX FUTURES	2397.92	3914.66	(1516.74)	169467	14902.07	(1.01)
INDEX OPTIONS	577569.07	572677.56	4891.51	1136468	99560.16	(23.75)
STOCK FUTURES	9877.15	11152.35	(1275.20)	1460932	124820.63	0.87
STOCK OPTIONS	12228.83	12372.06	(143.23)	267231	22716.53	1.75
Total	602072.97	600116.63	1956.34	3034098	261999.39	(10.04)

Turnover on September 09, 2021

Instrument	No. of Contracts	Turnover (in Cr.)	Change (%)
Index Futures	1,96,867	17575.58	-23.08
Index Options	10,65,63,936	95,84,089.47	59.53
Stock Futures	5,47,922	46166.54	-17.65
Stock Options	20,27,000	1,79,963.42	-17.06
Total	10,93,35,725	98,27,795.01	55.91

Nifty Spot = 17369.25

Bull-Call Spreads

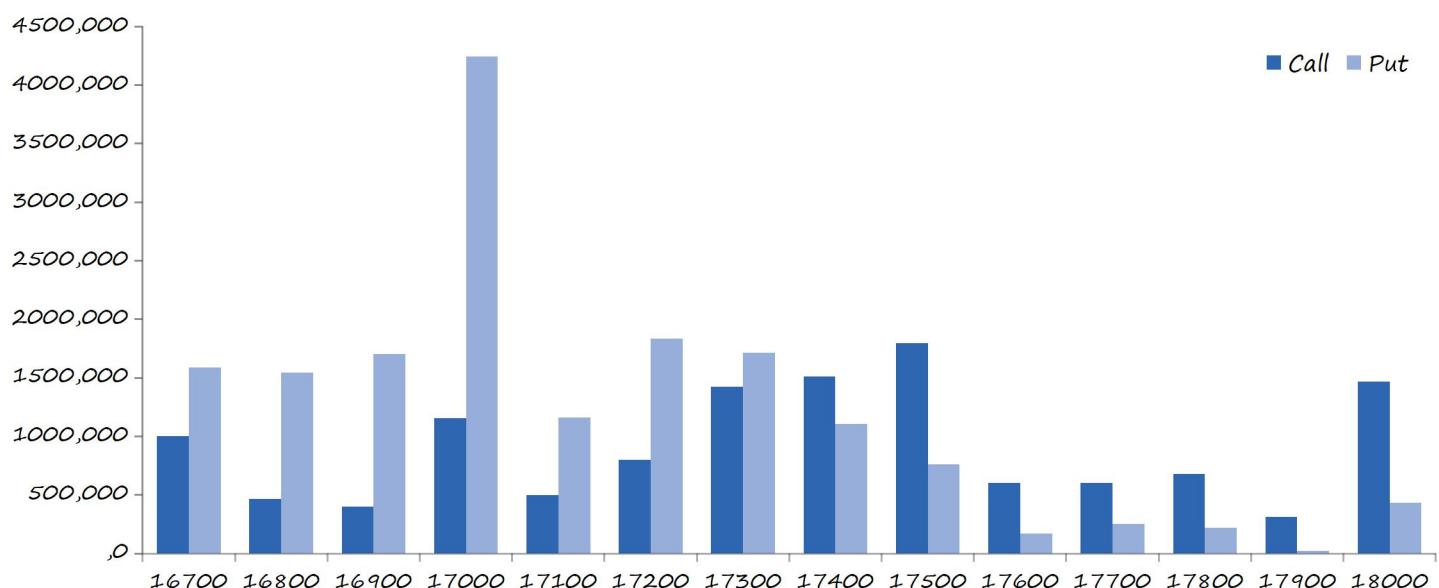
Action	Strike	Price	Risk	Reward	BEP
Buy	17400	170.15	44.25	55.75	17444.25
Sell	17500	125.90			
Buy	17400	170.15	79.35	120.65	17479.35
Sell	17600	90.80			
Buy	17500	125.90	35.10	64.90	17535.10
Sell	17600	90.80			

Bear-Put Spreads

Action	Strike	Price	Risk	Reward	BEP
Buy	17400	208.50	47.25	52.75	17352.75
Sell	17300	161.25			
Buy	17400	208.50	83.75	116.25	17316.25
Sell	17200	124.75			
Buy	17300	161.25	36.50	63.50	17263.50
Sell	17200	124.75			

Note: Above mentioned Bullish or Bearish Spreads in Nifty (September Series) are given as an information and not as a recommendation.

Nifty Put-Call Analysis



Daily Pivot Levels for Nifty Constituents

Scrips	S2	S1	PIVOT	R1	R2
ADANIPORTS	739	744	748	753	757
ASIANPAINT	3,283	3,315	3,337	3,369	3,391
AXISBANK	780	785	789	795	799
BAJAJ-AUTO	3,674	3,687	3,708	3,721	3,742
BAJFINANCE	7,344	7,387	7,424	7,467	7,504
BAJAJFINSV	16,344	16,547	16,687	16,890	17,030
BPCL	486	489	490	493	495
BHARTIARTL	659	673	680	694	702
BRITANNIA	4,011	4,041	4,080	4,110	4,149
CIPLA	916	933	942	959	969
COALINDIA	146	147	149	150	152
DIVISLAB	5,008	5,032	5,058	5,081	5,107
DRREDDY	4,859	4,885	4,904	4,931	4,949
EICHERMOT	2,747	2,782	2,808	2,843	2,869
GRASIM	1,557	1,578	1,590	1,611	1,623
HCLTECH	1,174	1,186	1,196	1,208	1,217
HDFCBANK	1,551	1,560	1,570	1,578	1,588
HDFCLIFE	728	733	740	744	751
HDFC	2,793	2,811	2,833	2,851	2,873
HEROMOTOCO	2,745	2,771	2,789	2,814	2,832
HINDALCO	451	457	462	468	473
HINDUNILVR	2,764	2,787	2,805	2,829	2,847
ICICIBANK	714	717	721	724	727
IOC	111	112	113	114	116
INDUSINDBK	987	993	1,000	1,006	1,013
INFY	1,677	1,684	1,690	1,697	1,702
ITC	209	211	212	214	216
JSW STEEL	679	684	688	693	696
KOTAKBANK	1,787	1,803	1,822	1,837	1,857
LT	1,643	1,657	1,669	1,682	1,694
M&M	743	747	752	756	761
MARUTI	6,708	6,755	6,787	6,834	6,865
NESTLEIND	19,590	20,023	20,274	20,708	20,959
NTPC	113	114	114	115	116
ONGC	116	119	121	125	127
POWERGRID	171	172	173	174	175
RELIANCE	2,405	2,415	2,427	2,437	2,448
SBILIFE	1,149	1,161	1,180	1,193	1,212
SHREECEM	30,205	30,438	30,634	30,867	31,063
SBIN	428	430	432	434	436
SUNPHARMA	766	771	777	782	787
TCS	3,745	3,768	3,788	3,812	3,832
TATACONSUM	864	870	879	885	894
TATAMOTORS	289	294	299	304	309
TATASTEEL	1,408	1,427	1,440	1,459	1,472
TECHM	1,404	1,419	1,428	1,443	1,452
TITAN	2,000	2,017	2,038	2,056	2,077
ULTRACEMCO	7,858	7,899	7,941	7,982	8,024
UPL	750	754	758	762	766
WIPRO	650	656	660	667	671

Technical and Derivatives Team:

Sameet Chavan	Chief Analyst - Technical & Derivatives	sameet.chavan@angelbroking.com
Ruchit Jain	Senior Analyst - Technical & Derivatives	ruchit.jain@angelbroking.com
Rajesh Bhosale	Technical Analyst	rajesh.bhosale@angelbroking.com
Sneha Seth	Derivatives Analyst	sneha.seth@angelbroking.com

Research Team Tel: 022 – 39357600 (Extn. 6844)

Website: www.angelone.inFor Technical Queries E-mail: technicalresearch-cso@angelbroking.comFor Derivatives Queries E-mail: derivatives.desk@angelbroking.com**DISCLAIMER**

Angel Broking Limited (hereinafter referred to as "Angel") is a registered Member of National Stock Exchange of India Limited, Bombay Stock Exchange Limited and Metropolitan Stock Exchange Limited. 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 Broking Limited is a registered entity with SEBI for Research Analyst in terms of SEBI (Research Analyst) Regulations, 2014 vide registration number INH00000164. Angel or its associates has not been debarred/ suspended by SEBI or any other regulatory authority for accessing /dealing in securities Market. Angel or its associates/analyst has not received any compensation / managed or co-managed public offering of securities of the company covered by Analyst during the past twelve months.

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.

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 Broking 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 Broking Limited has not independently verified all the information contained within this document. Accordingly, we cannot testify, nor make any representation or warranty, express or implied, to the accuracy, contents or data contained within this document. While Angel Broking Limited endeavors 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.