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# Bull Spread Strategy in Nifty – JULY 20 Expiry

Date: 13 JULY 2023



# Nifty Bull Spread Strategy



NIFTY INDEX	CMP	Recommended Action	Time Horizon
NIFTY (20-JULY EXPIRY) 19500 CALL	73.45	BUY 19500 CALL @ CMP	Till 20 JULY expiry
NIFTY (20-JULY EXPIRY) 19700 CALL	19.05	SELL 19700 CALL @ CMP	Till 20 JULY expiry

Primary trend of the Nifty is bullish as it is trading above all its important moving averages. Breadth of the market is very strong, which indicates higher probability of Nifty breaking out from the range of 19300 to 19500 levels on the upside. Therefore, we expect Nifty to trend higher in the coming week till 20 July 2023 expiry.

**We therefore recommend a Bull Spread strategy in Nifty to profit from this view.**

### Action to be taken

**Buy Nifty 19500 Call @Rs 73.45 & Simultaneously Sell Nifty 19700 Call at Rs 19.05 (20 - July Expiry)**

**(Approximate margin payable for the strategy Rs 19385 (for exact margin, pls consult risk team email or check margin calculator on website)**

**Max Profit** Rs 7280

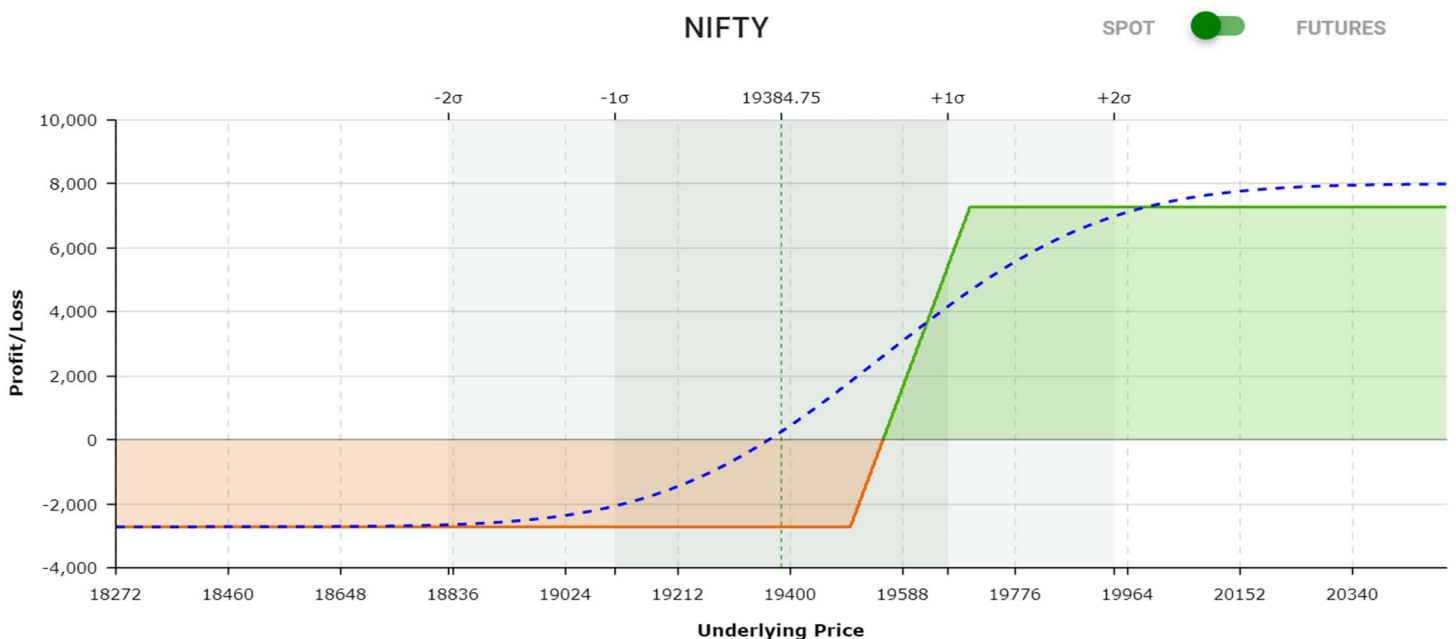
**Max loss** Rs 2720

**Breakeven point:** 19555

**Risk Reward Ratio:** 1:2.68

*Please note that the spread position may be exited early depending on the reading of the market*

## NIFTY BULL CALL SPREAD STRATEGY PAYOFF DIAGRAM



# Nifty Bull Spread Strategy



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