



16th Jan 2024

Nifty Outlook:

The index has given a breakout from a downward sloping channel on daily scale. This has translated the price to navigate on the upside to scale new heights. FI's have come into play as they have started pumping longs in index futures front. The total number of longs in index futures now stand at 81,695 vs prev 66,619 contracts. On 15th January; 10,697 long contracts were added compared to the liquidation of 4,379 short contracts in index futures. The long/short has moved upto 66%; indicating addition of long contracts. Additionally, on the index options front, FI's are holding a significant number of put shorts; which is a bullish indicator. To conclude, the data is positive from FI's point of view now. Option data is indicating positive bias as long the index sustains above 21,800 level. Hence, it is now Advisable to keep trailing SL with 21,500 as a major support.

Weekly Expiry Point of View:

Option chain data for this weekly expiry is indicating a trading range of 22,000-22,500 zones. On the call side, 22,500 is the strike with highest OI. Majority of call writing was witnessed at this level; indicating resistance. On the put side, 22,000 is the strike with highest OI. As per the data, net call-put writing is indicating significant addition of put writers; which is a bullish indicator. However, It is advisable to be cautious with heavy longs as the volatility is on the higher side. 22,000 is as an immediate support.

Strategy:

The sentiment on Nifty is bullish. The strategy can be played out by selling 2 OTM CALL & buying 1 ATM CALL.

Nifty Bull Call Ratio Spread:

SELL 2 LOT CALL NIFTY 18JAN2024 22,400 @ 17 | BUY 1 LOT CALL NIFTY 18JAN2024 22,100 @ 122

Target – 55 POINTS | Stop Loss – 22,450 (SPOT)

Nifty Weekly Series	Strike	OI (Lakh)
Max Call OI	22,500	1.34
	22,300	1.26
Addition in OI Calls	22,800	0.36
	23,000	0.24
Max Put OI	22,000	1.55
	21,700	1.38
Addition in OI Put	22,000	1.23
	22,100	0.57

Nifty Monthly Series	Strike	OI (Lakh)
Max Call OI	22,000	0.53
	22,500	0.46
Addition in OI Calls	23,000	0.10
	22,800	0.06
Max Put OI	21,000	0.74
	21,500	0.69
Addition in OI Put	22,000	0.34
	22,100	0.13



Net Change in Index Futures (Contracts)		
Date	FII	Pro
15-01-2024	81,695	-1,202
12-01-2024	66,619	1,793
11-01-2024	66,620	-27
10-01-2024	65,987	-5,413
09-01-2024	73,888	-6,801

Sentiment Indicator				
Particulars	15-Jan	12-Jan	11-Jan	10-Jan
Nifty Premium/ (Discount)	35.85	52.45	31.25	90.4
PCR	1.50	1.43	0.85	1.05
A/D Ratio	2.34	1.78	1.04	1.08
VIX	13.78	13.10	12.76	12.97

Net Index Options Long (Call - Put = Contracts)		
Date	FII	Pro
15-01-2024	-323,861	-3149565
12-01-2024	-217,769	-261,736
11-01-2024	-110,584	-249,358
10-01-2024	-186,471	-126,227
09-01-2024	154,491	162,316

Net Index Options short (Call - Put = Contracts)		
Date	FII	Pro
15-01-2024	-385,994	-655565
12-01-2024	-224,873	-393,671
11-01-2024	-42,140	-109,40
10-01-2024	-134,255	-103,846
09-01-2024	144,171	700,123



Institutional activity in cash segment Net Value (In crores)		
Date	FII's	DII's
15-01-2024	1,085.72	-820.69
12-01-2024	-340.05	2,911.19
11-01-2024	-865.00	1,607.08
10-01-2024	-1,721.35	2,080.01

Index Long Short Ratio	
FII	Pro
66%	49%

Top 3 Long Buildups					
Particulars	LTP	% Price Change	Open interest (Lakh)	% OI Change	
ONGC	233.45	4.31%	881.72	24.00%	
TATACOMM	1,761.8	0.57%	78.71	15.95%	
GRANULES	431.15	4.94%	129.42	12.58%	

Top 3 Short Buildups					
Particulars	LTP	% Price Change	Open interest (Lakh)	% OI Change	
LTTS	5,428.1	-0.82%	10.16	33.66%	
HDFCLIFE	616.15	-3.76%	313.02	26.21%	
ICICIGI	1,376	-1.32%	36.52	18.3%	



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