



22<sup>nd</sup> Dec 2023

### Nifty Outlook:

The index has witnessed some profit booking since the upward rally that commenced during the end of October series. However, FII's have not changed their stance and thus continue to be long in index futures. Total number of long contracts now stands at 89,782 vs prev 85,449. On 21<sup>st</sup> December; 3,219 long contracts were liquidated compared to liquidation of 7,552 short contracts in index futures. The long/short has recovered from the lows of 12% that was witnessed during the beginning of November series to 67% now; highest since July 2023. On the index options front, the net call-put is indicating significant unwinding of call writers; which is a bullish indicator. To conclude, the data is bullish from FII's point of view now. Option data is indicating a bullish stance. Expect the index to move on the upside with 21,000 as a SL.

### Weekly Expiry Point of View:

Option chain data for next weekly expiry is indicating a trading range of 21,000-22,000 zones. On the call side, 22,000 is the strike with highest OI. Majority of call writing was witnessed at this level; indicating resistance. On the put side, 21,000 is the strike with highest OI. As per the data, net call-put writing is indicating significant unwinding of call writers; which is a bullish indicator. Expect the expiry to be positive as long as 21,000 is sustained.

### Strategy:

The sentiment on Nifty bullish. The strategy can be played out by selling 1 OTM PUT & selling 1 OTM CALL.

Nifty Theta Scalping Strategy:

SELL 1 LOT PUT NIFTY 28DEC2023 21,000 @ 34

SELL 1 LOT CALL NIFTY 28DEC2023 21,700 @ 33

Target – COMBINED PREMIUM OF 35 POINTS

Stop Loss – COMBINED PREMIUM OF 80 POINTS

Sentiment Indicator

Particulars	21-Dec	20-Dec	19-Dec	18-Dec
Nifty Premium/ (Discount)	95.35	66.90	74.65	58.60
PCR	1.04	0.68	1.14	1.13
A/D Ratio	3.16	0.08	1.00	0.61
VIX	13.75	14.50	13.86	13.9

Nifty Weekly Series	Strike	OI (Lakh)
Max Call OI	22,000	1.83
	21,500	1.31
Addition in OI Calls	22,000	0.93
	22,500	0.27
Max Put OI	21,000	1.75
	20,000	1.11
Addition in OI Put	21,000	0.61
	20,000	0.42

Nifty Monthly Series	Strike	OI (Lakh)
Max Call OI	22,000	1.83
	21,500	1.31
Addition in OI Calls	22,000	0.93
	22,500	0.27
Max Put OI	21,000	1.75
	20,000	1.11
Addition in OI Put	21,000	0.61
	20,000	0.42

Net Change in Index Futures (Contracts)		
Date	FII	Pro
21/12/2023	89,782	-26,044
20/12/2023	85,449	-31,992
19/12/2023	65,408	-27,419
18/12/2023	51,405	-29,904
15/12/2023	50,211	-28,045



Net Index Options Long (Call - Put = Contracts)		
Date	FII	Pro
21/12/2023	-276,489	-100,310
20/12/2023	296,940	230,935
19/12/2023	-74,361	1,05,761
18/12/2023	103636	-13274
15/12/2023	-153926	-63592

Net Change in Index Option Writing (Call - Put = Contracts)		
Date	FII	Pro
21/12/2023	-218,029	-235,815
20/12/2023	386,998	559,947
19/12/2023	18,484	73,378
18/12/2023	262220	141845
15/12/2023	-93896	-359018

Index Long Short Ratio	
FII	67%
Pro	36%

Institutional activity in cash segment Net Value (In crores)	21-Dec	20-Dec	19-Dec	18-Dec
FII's	-1,636.19	-1,322.08	-601.52	-33.51
DIIs	1,464.70	4,754.34	294.35	413.88

Top 3 Long Buildups				
Particulars	LTP	% Price Change	Open interest (Lakh)	% OI Change
COROMANDEL	1,208.7	1.62%	16.33	43.45%
HINDCOPPER	218.2	10.48%	483.3	18.9%
BRITANNIA	5,049.35	1.94%	23.51	18.28%

Top 3 Short Buildups				
Particulars	LTP	% Price Change	Open interest (Lakh)	% OI Change
CUB	149.7	-3.82%	326.5	10.53%
MARICO	528.95	-0.74%	111.2	7.99%
ICICIBANK	1,009.15	-0.03%	763.3	7.19%



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CIN U65993TN1994PLC028674

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