

### FEBRUARY SERIES VIEW

In the January expiry, the benchmark indices saw high volatility due to Q3FY19 earnings and mixed global cues. Meanwhile, the global stock markets saw strong uptrend after the US Federal Reserve left interest rates unchanged and said it would be patient with further rate hikes. Finally, bulls made a smart comeback and Nifty Futures settled more than 1.5% higher on Thursday on the expiry of the January series on the Budget hopes and dovish commentaries from the US Federal Reserve. On the expiry day, Nifty Futures rollover stood at 62%, which is lower than the average rollover of 74% of the last three series. Nifty will start the February series with an OI of 1.86 Cr shares compared with OI of 2.23 Cr shares at the beginning of the Jan series. Market-wide rollovers stood higher at 88% compared with the average rollovers of 85% in the last three series. Going into Feb, key events that would act as market triggers would include the Interim Budget 2019, RBI policy, global markets trends, trade war tensions, Q3FY19 earning, the movement of Rupee against the Dollar, and crude oil price movement will dictate the trend on the bourses in the near term. On the downside, support for Nifty is around 10700 and 10400 whereas resistance stands at 11000 and 11200. We expect Nifty to remain volatile during the February series.

### DERIVATIVES INDICATORS

India VIX closed higher at 17.12 vs. 16.07 of the previous month indicating more volatility in market. Another leading derivative indicator, Nifty PCR, opened on a higher note this month at 1.65 against last month's 1.54.

### BANKNIFTY

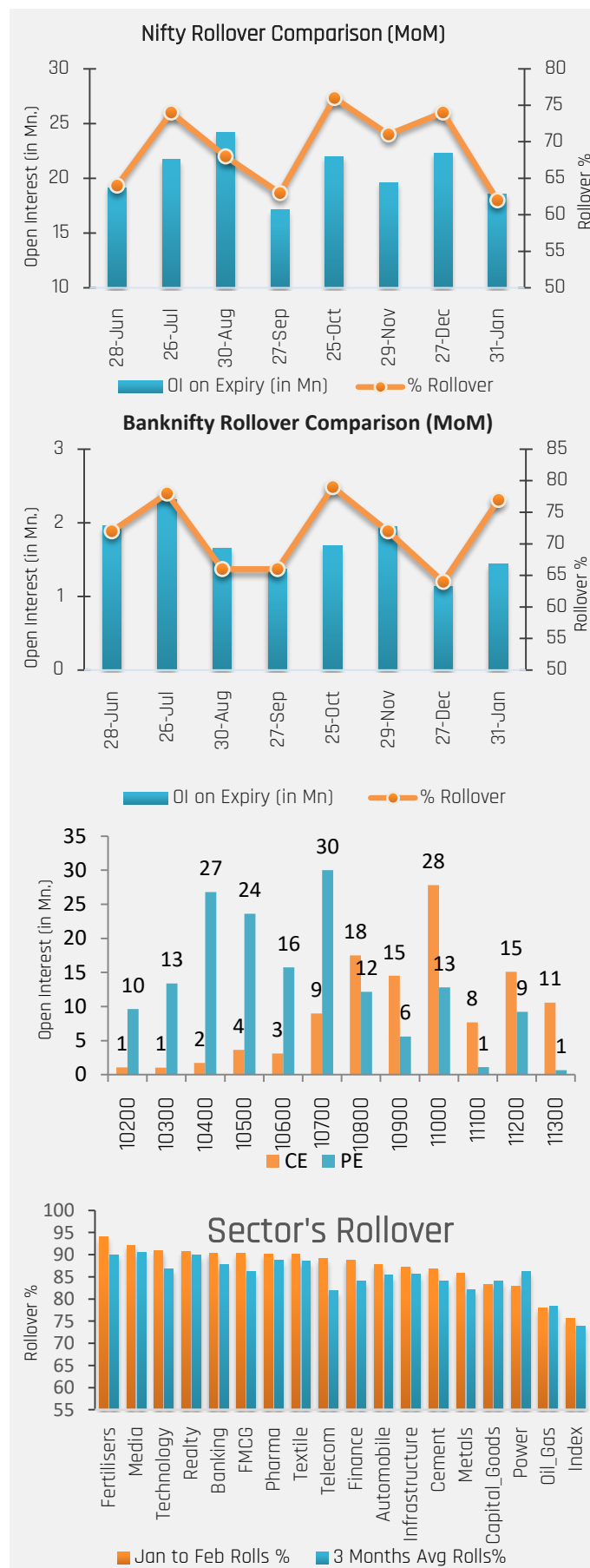
The index saw higher rolls of 77% compared with the 3M average of 72%. BankNifty will start the February series with an OI of 1.44 Mn shares compared with OI of 1.14 Mn shares at the beginning of the January series. As per options data, support for the index is around 26500 and 26000 whereas resistance stands at 27500 and 28000 for the short term.

### OPTION ANALYSIS

From the OI Concentration (February Series), maximum addition of Open Interest on the call options front exists at strike prices of 11000 and 11200 (with nearly 27.81 lacs and 15.08 lacs shares outstanding). This indicates that these levels will act as the resistance zone on the upside for the short term. On the put options front, addition of Open Interest is at strike prices of 10700 and 10400 (with nearly 29.99 lacs and 26.77 lacs shares outstanding) indicating stronger support zone on the downside.

### SECTOR/STOCK ROLLOVER ACTIVITY:

- From the sectoral action, rollovers accelerated for Fertilizers, Media, Technology, Banking, FMCG, Finance, and Telecom stocks on expiry. However, low rollovers were seen in Power and Capital Goods stocks.
- Within the Nifty50 space, index heavyweights such as JSWSTEEL, INFRATEL, BHARTIARTL, IBULHSGFIN, ASIANPAINT, and HINDUNILVR saw aggressive rollover in the February series while low rolls were seen in BPCL, POWERGRID, LT, IOC, ITC, HEROMOTOCO, and COALINDIA compared with the 3M average.
- From the midcap space, PETRONET, OFSS, ACC, PFC, DIVISLAB, and COLPAL saw high rollovers whereas AMBUJACEM, TORNTPHARM, PIDILITIND, MARICO, and ICICIPRULI saw lower rollover compared with the 3M average.



### TECHNICAL VIEW ON NIFTY

In January series, Nifty has seen consolidation in the band of 10500 to 11000 and ended on flat note (MoM). Technically, the index has formed a **doji candle** on the **monthly scale** indicating uncertainty. On the daily scale, the index has crossed its 50 DSMA and placed close to 200 DSMA (10843). If it sustains above 10850, then it can test 11000-11200 levels. On the lower side, 50 WEMA is placed closed to 10685, which will act as strong support for the short term followed by lower consolidation support base 10500. Sustaining below 10500 could be dangerous for the market. RSI is placed above the center point but it is facing resistance around the 60-mark. Once it sustains above 60, the index can gain more strength. Stochastic oscillator has witnessed bullish crossover from an oversold zone. Thus, upside momentum can continue for the short term if the index sustains above 10850.

For the February series, 10700 and 10500 will act as support point whereas 11000 and 11200 will act as resistance points.

### TECHNICAL VIEW ON BANKNIFTY

In January series, Bank Nifty has seen consolidation in the band of 26400 to 27800 and ended on a flat note (MoM). Technically, the index has formed a **doji candle** on the **monthly scale** indicating uncertainty. On the daily scale, the index has taken support of its 200 DSMA and saw a strong reversal. Currently, it is placed close to 20 DSMA (26291) and trendline resistance is placed close to 27500. If it sustains above 27500, then it can test 28000-28200 levels. On the lower side, 200 DSMA is placed closed to 26490, which will act as strong support for the short term. Sustaining below 26400 could lead to weakness in BankNifty.

RSI is placed above center point and Stochastic oscillator has witnessed bullish crossover from oversold zone. Thus, upside momentum can continue for the short term if the index sustains above 27500.



### Stocks to watch out based on Rollover Analysis:

#### POSITIVE

DIVISLAB	Strong rollover of 95% compared with 3 month avg of 83% indicating long position carried forward.
MINDTREE	Strong rollover of 89% compared with 3 month avg of 80% indicating long position carried forward.
AMBUJACEM	Weak rollover of 63% compared with 3 month avg of 87% indicating cut down short position.

#### NEGATIVE

MOTHERSUMI	Strong rollover of 94% compared with 3 month avg of 87% indicating short position carried forward.
ENGINERSIN	Strong rollover of 88% compared with 3 month avg of 72% indicating short position carried forward.

# DERIVATIVES ROLLOVER ANALYSIS

01-02-2019

Company	Dec to Jan roll%	Jan to Feb roll%	3 AVG MONTHS ROLL	Divergence	Roll cost	Physical Settlement
<b>Automobile</b>						
AMARAJABAT	84	85	84	0	-0.07	No
APOLLOTYRE	89	91	83	8	0.66	No
ASHOKLEY	89	86	89	-3	0.68	No
BAJAJ-AUTO	87	78	83	-5	0.26	No
BALKRISIND	87	87	88	-1	0.49	No
BHARATFORG	93	94	90	4	0.40	No
BOSCHLTD	88	95	87	8	0.56	No
CEATLTD	86	88	85	3	-1.20	No
EICHERMOT	86	91	86	5	0.47	No
ESCORTS	87	88	90	-2	0.62	No
EXIDEIND	80	88	84	5	0.20	No
HEROMOTOCO	88	72	80	-8	-1.13	No
M&M	89	90	86	4	0.53	No
MARUTI	92	88	88	0	0.36	No
MOTHERSUMI	86	94	87	7	0.28	No
MRF	84	89	84	6	0.65	No
TATAMOTORS	88	88	89	-1	0.50	No
TATAMTRDVR	83	95	85	11	0.48	No
TVSMOTOR	64	82	76	6	0.23	No
<b>Banking</b>						
ALBK	95	97	93	4	-0.22	Yes
AXISBANK	82	86	87	0	-0.08	No
BANKBARODA	81	92	87	5	0.58	No
BANKINDIA	90	87	88	-1	0.68	Yes
CANBK	88	91	89	2	0.60	No
DCBBANK	98	92	92	-1	0.79	Yes
FEDERALBNK	82	81	85	-4	0.47	No
HDFCBANK	69	82	74	7	0.10	No
ICICIBANK	85	85	82	2	0.23	No
IDBI	85	98	89	9	0.18	Yes
IDFCFIRSTB	90	87	91	-5	0.55	No
INDIANB	98	98	94	5	0.33	Yes
INDUSINDBK	80	82	79	3	0.20	No
KOTAKBANK	74	82	75	7	0.16	No
KTKBANK	97	98	94	4	0.58	Yes
ORIENTBANK	97	98	96	2	0.68	Yes
PNB	92	93	91	1	0.45	No
RBLBANK	75	87	86	1	0.16	No
SBIN	87	91	84	7	0.53	No
SOUTHBANK	99	94	91	3	0.38	Yes
SYNDIBANK	98	98	94	4	0.54	Yes

# DERIVATIVES ROLLOVER ANALYSIS

01-02-2019

Company	Dec to Jan roll%	Jan to Feb roll%	3 AVG MONTHS ROLL	Divergence	Roll cost	Physical Settlement
<b>Banking</b>						
UNIONBANK	92	92	89	3	0.06	Yes
YESBANK	87	90	89	1	0.41	No
<b>Capital_Goods</b>						
BEL	73	80	78	2	0.36	No
BHEL	73	86	77	9	-0.15	No
CUMMINSIND	69	88	80	8	0.26	No
LT	87	64	80	-17	-0.26	No
SIEMENS	94	95	97	-2	-0.10	Yes
VGUARD	95	87	96	-9	-2.95	Yes
VOLTAS	73	82	80	2	-0.75	No
<b>Cement</b>						
ACC	85	91	78	13	0.41	No
AMBUJACEM	88	63	87	-23	-0.05	No
GRASIM	91	93	89	4	0.54	No
INDIACEM	98	97	88	9	0.65	Yes
RAMCOCEM	88	95	85	10	0.55	Yes
SHREECEM	59	86	76	10	0.66	No
ULTRACEMCO	83	82	86	-4	0.52	No
<b>Fertilisers</b>						
GSFC	98	99	96	3	0.51	Yes
TATACHEM	87	89	87	2	0.59	No
UPL	87	94	87	7	0.48	No
<b>Finance</b>						
BAJAJFINSV	85	87	86	2	0.61	No
BAJFINANCE	91	93	88	5	0.39	No
BHARATFIN	73	93	81	12	0.51	No
CANFINHOME	97	98	88	11	0.56	Yes
CHOLAFIN	85	86	83	4	0.06	No
DHFL	82	87	85	2	-1.47	No
EQUITAS	83	92	83	9	0.46	No
HDFC	88	95	89	6	0.46	No
IBULHSGFIN	65	93	82	11	-0.90	No
ICICIPRULI	84	80	86	-6	0.38	No
IDFC	90	96	94	2	0.63	No
IFCI	97	93	94	-1	1.10	Yes
L&TFH	83	88	82	6	0.49	No
LICHSGFIN	94	90	89	1	0.55	No
M&MFIN	74	94	84	11	0.57	No
MANAPPURAM	77	82	76	6	0.00	No
MFSL	79	92	80	12	0.08	No
MUTHOOTFIN	66	71	73	-2	-0.22	No
PFC	70	77	64	14	0.43	No

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<b>Finance</b>						
RELCAPITAL	91	83	87	-4	0.39	No
REPCOHOME	95	98	92	6	0.42	Yes
SRTRANSFIN	93	92	91	1	0.51	No
UJJIVAN	68	84	80	3	0.36	No
<b>FMCG</b>						
ASIANPAINT	79	88	77	11	0.37	No
BATAINDIA	84	90	82	9	0.19	No
BERGEPAIN	92	93	92	1	0.67	Yes
BRITANNIA	82	97	85	12	0.56	No
COLPAL	71	88	78	10	0.39	No
DABUR	86	91	89	2	0.72	No
GODFRYPHLP	95	98	94	4	0.36	Yes
GODREJCP	85	95	85	10	0.27	No
GODREJIND	90	99	92	7	0.44	Yes
HINDUNILVR	89	92	83	9	0.48	No
ITC	89	86	86	-1	0.48	No
MARICO	89	73	80	-7	-0.16	No
MCDOWELL-N	92	87	90	-3	0.54	No
NESTLEIND	87	94	85	10	0.56	No
PIDILITIND	84	83	90	-7	0.46	No
TATAGLOBAL	59	86	77	9	0.66	No
TITAN	88	91	89	2	0.49	No
UBL	99	95	98	-3	0.56	Yes
<b>Index</b>						
BANKNIFTY	64	77	72	5	0.15	No
NIFTY	74	62	74	-12	0.23	No
NIFTYIT	79	88	77	12	0.46	No
<b>Infrastructure</b>						
BEML	95	95	96	-1	0.60	Yes
ENGINERSIN	70	88	72	16	-1.33	No
GMRINFRA	92	84	86	-3	0.33	No
IRB	84	81	84	-4	0.14	No
NBCC	88	86	84	1	0.68	No
NCC	90	91	87	4	0.69	No
SREINFRA	87	88	90	-3	1.02	Yes
<b>Media</b>						
DISHTV	86	88	80	8	0.85	No
PVR	99	100	98	1	0.40	Yes
SUNTV	94	91	90	0	0.42	No
TV18BRDCST	98	98	96	2	0.31	Yes
ZEEL	89	85	89	-4	0.11	No

# DERIVATIVES ROLLOVER ANALYSIS

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<b>Metals</b>						
HINDALCO	86	86	88	-2	0.53	No
HINDZINC	80	81	80	1	0.56	No
JINDALSTEL	82	84	86	-3	0.48	No
JSWSTEEL	79	96	82	14	0.56	No
NATIONALUM	66	76	78	-1	0.17	No
NMDC	68	87	73	14	0.46	No
SAIL	77	88	83	5	0.53	No
TATASTEEL	92	91	88	3	0.49	No
VEDL	89	84	82	3	0.58	No
<b>Oil_Gas</b>						
BPCL	68	47	74	-27	-1.91	No
CASTROLIND	91	88	79	9	0.63	No
CHENNPETRO	87	86	93	-7	-0.29	Yes
GAIL	42	66	60	5	-1.23	No
HINDPETRO	59	79	77	2	-1.31	No
IGL	82	72	74	-2	0.44	No
IOC	70	67	81	-14	0.47	No
MGL	72	93	89	4	-0.35	Yes
MRPL	79	95	83	12	0.37	Yes
OIL	92	81	82	-1	-1.79	Yes
ONGC	67	61	69	-8	-0.18	No
PETRONET	76	93	74	19	0.48	No
RELIANCE	90	87	84	4	0.35	No
<b>Others</b>						
ADANIENIT	87	96	89	7	0.51	No
ADANI PORTS	87	93	88	4	0.61	No
APOLLOHOSP	75	83	77	5	0.57	No
COALINDIA	80	66	78	-12	0.31	No
CONCOR	50	61	64	-2	0.24	No
HAVELLS	87	84	87	-3	0.49	No
INDIGO	79	83	73	9	0.51	No
JETAIRWAYS	97	96	93	3	-2.73	Yes
JISLJALEQS	85	93	85	8	0.66	No
JUBLFOOD	92	88	85	3	0.30	No
JUSTDIAL	91	88	94	-6	0.42	Yes
KAJARIACER	90	90	85	5	0.56	No
KSCL	96	91	95	-5	-1.55	Yes
MCX	94	86	89	-3	0.64	No
PCJEWELLER	91	95	80	15	0.27	Yes
<b>Pharma</b>						
AJANTPHARM	97	98	97	1	0.44	Yes
AUROPHARMA	85	95	87	8	0.37	No
BIOCON	83	87	86	1	0.54	No
CADILAHC	91	90	88	2	0.47	No

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<b>Pharma</b>						
CIPLA	89	88	80	7	0.34	No
DIVISLAB	81	95	83	12	0.57	No
DRREDDY	93	90	90	0	0.28	No
GLENMARK	82	92	88	4	0.54	No
LUPIN	91	89	88	1	0.66	No
PEL	90	92	91	1	0.19	No
STAR	99	98	95	3	0.63	Yes
SUNPHARMA	92	85	91	-6	0.77	No
TORNTPHARM	69	66	80	-15	-0.16	No
WOCKPHARMA	100	97	99	-1	0.57	Yes
<b>Power</b>						
ADANIPOWER	99	100	98	2	0.44	Yes
CESC	86	77	78	-1	-0.46	No
CGPOWER	96	98	97	1	0.80	Yes
NHPC	80	80	84	-4	-2.80	Yes
NTPC	74	58	74	-15	-1.93	No
POWERGRID	54	40	75	-35	-0.16	No
RECLTD	78	80	81	-1	-0.08	No
RELINFRA	90	90	89	1	0.61	No
RPOWER	98	97	97	0	0.75	Yes
SUZLON	85	84	88	-4	1.06	Yes
TATAPOWER	79	93	82	11	0.28	No
TORNTPOWER	94	98	91	7	0.73	Yes
<b>Realty</b>						
DLF	91	91	91	0	0.42	No
JPASSOCIAT	92	91	89	2	0.77	Yes
<b>Technology</b>						
HCLTECH	84	93	85	7	0.30	No
HEXAWARE	93	95	93	3	-0.29	Yes
INFIBEAM	88	89	81	9	0.13	No
INFY	84	89	84	5	0.49	No
KPIT	98	92	97	-5	0.61	Yes
MINDTREE	78	89	80	9	0.59	No
NIITTECH	96	95	96	-1	0.68	Yes
OFSS	62	97	79	18	0.60	Yes
TATAELXSI	89	83	86	-3	0.62	No
TCS	87	86	85	1	0.56	No
TECHM	85	92	89	3	0.56	No
WIPRO	80	90	87	2	0.15	No
BHARTIARTL	82	92	79	13	0.49	No
IDEA	82	91	85	6	0.50	No

# DERIVATIVES ROLLOVER ANALYSIS

01-02-2019

Company	Dec to Jan roll%	Jan to Feb roll%	3 AVG MONTHS ROLL	Divergence	Roll cost	Physical Settlement
Telecom						
INFRATEL	65	78	64	14	0.46	No
RCOM	97	94	89	5	-0.43	Yes
TATACOMM	92	91	93	-1	0.66	No
Textile						
ARVIND	81	79	80	-1	0.62	No
CENTURYTEX	92	95	92	3	0.66	No
PAGEIND	88	89	85	4	0.38	No
RAYMOND	87	94	91	3	0.46	No
SRF	97	94	96	-1	0.42	Yes

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