

PRE-MARKET ANALYSIS FOR 14TH MARCH, 2022

Nifty Previous Closing

Spot : 16,630.45

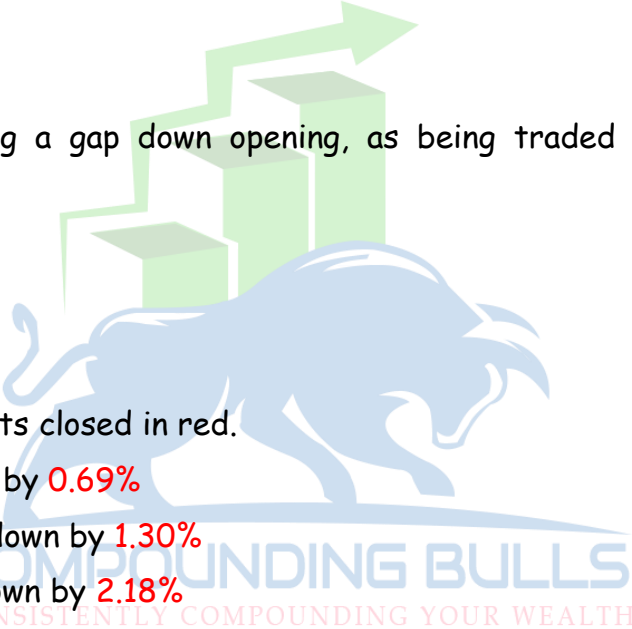
Mar Future : 16,647.75

Expiry	Date	Sessions Remaining
Weekly	17 th March	4
Monthly	31 st March	13

SGX Nifty:

SGX Nifty indicating a gap down opening, as being traded at 16,560.00 (at 8:41am).

Global Scenario

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- The US markets closed in red.
Dow was down by **0.69%**
S&P 500 was down by **1.30%**
Nasdaq was down by **2.18%**
 - The European Markets closed in green.
FTSE up by **0.80%**, CAC up by **0.85%** and DAX up by **1.38%**
 - Asian markets were trading in red (as at 7.42am).
NIKKEI up by **1.00%**, HANG SENG down by **1.93%**, TAIWAN up by **0.10%**,
KOSPI down by **0.79%**, and SHANGHAI down by **0.79%**.

FII & DII Analysis:

FII's sold in the cash market worth **2,263.90cr**

DII's bought in the cash market worth **1,686.85cr**

In Index derivatives, FII's net position is long in Puts by **2,34,008** contracts and net long in calls by **1,31,437** contracts. FII's also have **30,902** contracts net short in futures. In Percentage terms, the FII are long by 43.24% in Futures. This is a 0.85% increase in longs, as compared to previous session's 42.39%.

OI Analysis:

Calls were written at 16600 and above strikes. Puts were written at 16600 and below strikes. The OI data is very squeezed between 16500 and 16700. A breakout from these levels will trigger a short covering as the call writers will then be trapped.



Maximum Put OI stands at 16000

Maximum Call OI stands at 17500

PCR:

PCR at 16500 is at 1.78

PCR at 16600 is at 1.06

PCR at 16700 is at 0.42

Max Pain:

The Max pain is at 16,600.

VIX:

India VIX closed 2.51% lower and is at 25.28.



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Stocks under F&O Ban:

There are no stocks in the ban list.

Opinion

US markets closed in red. The European markets closed in green. Asian markets were giving mixed cues. The global sentiment seems to be dovish for the day.

It seems that the markets have digested the Geo-political tension and there is not much negative left to factor in for the Russia-Ukraine war. The same is indicated by constant reduction in India VIX from 31 to 25 since the war began.

Another wave of corona virus is raising tensions in the Chinese markets. The Chinese and Hongkong markets were down despite the entire Asian screen having a positive start. It has also been reported that China has placed 17.5 million people of Shenzhen into complete lockdown. Shenzhen is a very critical component of global supply chain, and this lockdown is likely to cause some global supply chain disruptions.

Metals are likely to be in flavour today as E.U. bans steel imports from Russia. The British Steel lifted its prices by almost 25%. This makes a good case for further rise in domestic steel prices, which were already at a discount from the international prices.

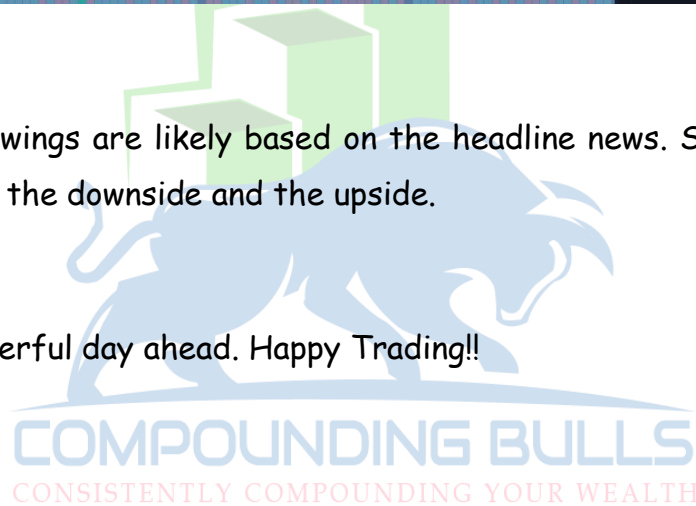
RBI has lifted all restrictions on HDFC Bank, including new digital launches. This will help it to push the launch of new platforms such as payments-Hub and ecosystem platforms. This is a big positive for HDFC Bank and being an index heavy weight, it is likely to contribute heavily.

Technically speaking, NIFTY formed an inside candle in the previous session and a breakout from the Thursday's high around 16760 would indicate a resumption of an immediate uptrend. This will also trigger a short covering as the call writers will be trapped as the OI data is heavy on NIFTY on both sides.



Large intraday swings are likely based on the headline news. So, it's time to be cautious both on the downside and the upside.

Wish you a wonderful day ahead. Happy Trading!!



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