

DERIVATIVES ROLLOVER ANALYSIS

28-01-2022

FEBRUARY SERIES VIEW

The domestic benchmark index began the New Year with strong gain, and registered the high of 18350 levels. However, in the second half of month index has witnessed a sharp correction, driven by weak global cues, spread of the Omicron COVID-19 variant, FII selling, geopolitical tensions between Russia and Ukraine, and expectations of the US Federal Reserve tightening liquidity and hiking interest. Finally, Nifty ended the F&O expiry at 17110 with loss of 93.80 points (EoE), indicating neutral bias for the short term. Crude oil prices, inflation and higher bond yields will remain a concern for the markets. Thus, investors should remain cautious on the higher side. On the expiry day, the Nifty futures rollover stood at 75%, which is lower as compared with the last three series average rollover of 81%. Nifty will start the February series with an open interest of 1.09 Cr shares compared with an OI of 1.04 Cr shares at the beginning of the January series. Market-wide rollovers stood lower at 91% as compared with the average rollovers of 93% in the last three series. Going into February month, new variant of Covid-19 cases, Union Budget, monthly auto sales data, Rupee movement against the Dollar, Q3FY22 earnings, Assembly Election, Bond yield movement, RBI Policy, Fiis flow, global cues, and crude oil price movement will dictate the trend on the bourses next month.

DERIVATIVES INDICATORS

During the month, India VIX shoot up by 27.12% (EoE) and closed at 21.07% vs. 16.57% of the previous month, going ahead volatility will remain high due to Budget section and Assembly Election. Another leading derivatives indicator, Nifty PCR, opened on a lower note this month at 1.09 against last month's 1.32.

BANKNIFTY

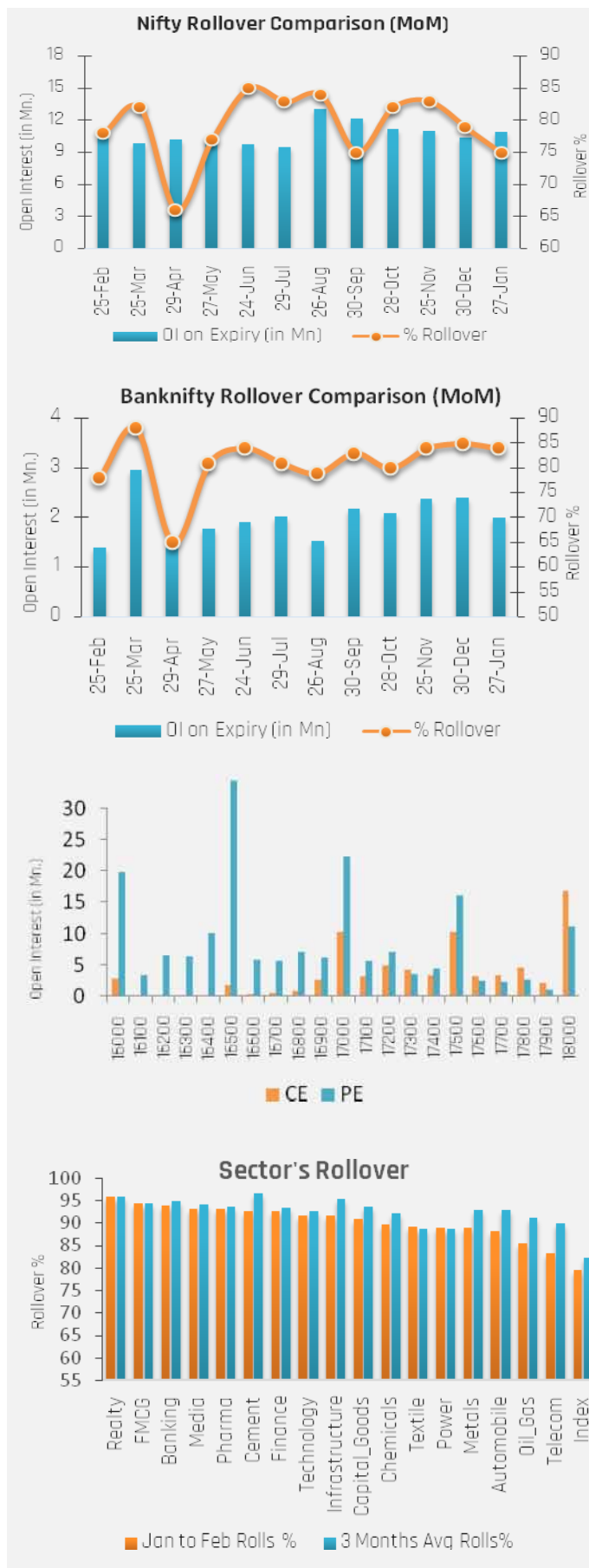
The index saw high rolls of 84% as compared with the 3M average of 83%. BankNifty will start the February series with an OI of 1.99 Mn shares as compared with OI of 2.40 Mn shares at the beginning of the January series. As per options data, support for the index stands around 36000 and 35000 whereas resistance stands at 40000 and 40500 for the short term.

OPTION ANALYSIS

From the OI Concentration (24-Feb Series), Maximum open Interest on the call options front exists at strike prices of 17500, and 18000 (with nearly 10.31 lacs, and 16.76 lacs shares outstanding respectively). This indicates 17500 and 18000 levels will act as the resistance zone on the upside for the short term. On the put options front, Maximum open Interest is at strike prices of 17000, 16500 and 16000 (with nearly, 22.34 lacs, 36.25 lacs and 19.86 lacs shares outstanding respectively) indicating these levels will be stronger support zone on the downside.

SECTOR/STOCK ROLLOVER ACTIVITY:

- From the sectoral action, rollovers accelerated for **REALTY, FMCG, TEXTILE** and **POWER**, stocks on February expiry. However, low rollovers were seen in **TELECOM, CEMENT, AUTOMOBILE, METALS** and **OIL&GAS** sector stocks on expiry day as compared to three month's average as highlighted in the chart.
- Within the Nifty50 space, index heavyweights such as **BAJAJFINSV, BHARTIARTL, INFY, ICICIBANK, and HCLTECH** saw aggressive rollover in the February series while low rolls were seen in **ONGC, IOC, HINDALCO, SHREECEM, and BAJFINANCE** compared with the 3M average.
- From the midcap space, **IBULHSGFIN, IPCALAB, UBL, PETRONET, and BALKRISIND** saw high rollovers whereas **MOTHERSUMI, GMRINFRA, INDUSTOWER, HAL, and RECLTD** saw lower rollover compared with the 3M average.



TECHNICAL VIEW ON NIFTY



Nifty-Daily chart

- The index has witnessed a strong rally in the first half of the January series. However, in the second half, the index has witnessed heavy profit booking. On the back of that, the index has settled the January series at 17110.
- Technically, the index on a daily scale is placed close to trend line support, as highlighted in the above chart. Moreover, the index has formed a hammer candlestick pattern close to short term support, indicating strength.
- Thus, as long as the index holds the support of 16800, the index may test the levels of 17500-17600.
- The 200 DSMA is placed close to 16627, which will act as medium-term support for the index. On the higher hand, 34 DEMA is placed close to 17606, which will act as a short-term hurdle for the index.
- The RSI on the daily scale is facing resistance near its centre point. However, the stochastic oscillator has formed a bullish crossover from an oversold zone, indicating strength. Thus, a short-term pullback could be possible, but a sell or rise strategy needs to be adopted in Nifty.
- For the February series, 16800 and 16600 will act as support points, whereas 17610 and 18000 will act as resistance points.

TECHNICAL VIEW ON BANKNIFTY



BankNifty- Daily Chart

- The index has witnessed a strong rally in the first half of the January series. However, in the second half, the index has witnessed some profit booking. On the back of that, the index has settled the January series at 37982.
- Technically, the index on the daily scale has found support close to its 50 DSMA. Moreover, the index has formed a bullish engulfing candlestick pattern close to 50 DSMA, as highlighted in the above chart.
- The 50 DSMA is currently placed close to 36792 levels, which will act as first support followed by 36071, where 200 DSMA is placed. Thus, 36800 and 36000 will act as support points for the short term.
- The RSI on the daily scale is positively placed. Moreover, the stochastic oscillator has formed a bullish crossover, indicating strength. Thus, a buy on the dips strategy needs to be adopted in BankNifty.
- For the February series, 36800 and 36000 will act as support points, whereas 39000 and 40000 will act as resistance points.

Stocks to watch out based on Rollover Analysis:

POSITIVE	
HDFCBANK	Strong Rollover of 96% compared with 3 months average of 96%.
UPL	Strong Rollover of 97% compared with 3 months average of 96%.
TATAPOWER	Strong Rollover of 97% compared with 3 months average of 94%.
NEGATIVE	
LALPATHLAB	Rollover of 94% compared with 3 month average of 93%.
HAVELLS	Rollover of 96% compared with 3 month average of 91%.

DERIVATIVES ROLLOVER ANALYSIS

28-01-2022

Rollover Update (Sector Wise)

Sector	Company	Dec to Jan roll%	Jan to Feb roll%	3 Months Avg Roll%	Divergence%	Roll cost	Price % (E to E)
Index	BANKNIFTY	85	84	83	1	0.52	8.3%
	NIFTY	79	75	81	-7	0.31	-0.5%
Automobile	AMARAJABAT	96	93	87	5	0.23	-3.2%
	APOLLOTYRE	95	95	94	0	-0.16	-1.9%
	ASHOKLEY	93	91	92	-1	0.31	8.6%
	BAJAJ-AUTO	96	88	95	-6	0.21	9.4%
	BALKRISIND	97	91	85	6	0.12	-0.5%
	BHARATFORG	98	96	96	0	0.47	3.6%
	BOSCHLTD	97	97	94	3	0.35	-3.8%
	EICHERMOT	98	95	93	1	0.38	3.4%
	ESCORTS	86	74	87	-13	0.29	-3.0%
	EXIDEIND	92	96	95	2	-0.75	5.1%
	HEROMOTOCO	95	88	94	-7	-1.94	11.6%
	M&M	88	77	88	-11	0.51	3.5%
	MARUTI	95	87	96	-8	0.37	21.1%
	MOTHERSUMI	97	51	96	-45	0.29	-19.0%
	MRF	98	99	97	2	0.38	-2.0%
	TATAMOTORS	93	95	95	0	0.33	5.1%
	TVSMOTOR	93	86	94	-8	0.32	2.3%
Banking	AUBANK	97	92	98	-6	0.41	22.3%
	AXISBANK	97	84	96	-12	0.52	15.7%
	BANDHANBNK	94	89	96	-6	0.45	29.6%
	BANKBARODA	94	92	93	-1	0.53	29.1%
	CANBK	97	96	95	1	0.44	23.5%
	CUB	96	98	96	3	0.52	5.4%
	FEDERALBNK	94	96	95	2	0.50	21.8%
	HDFCBANK	96	96	96	0	0.34	0.9%
	ICICIBANK	92	97	93	4	0.28	8.0%
	IDFCFIRSTB	97	96	96	0	0.65	-3.3%
	INDUSINDBK	96	97	96	2	0.44	0.3%
	KOTAKBANK	95	93	94	-1	0.44	7.6%
	PNB	96	97	94	3	0.49	10.8%
	RBLBANK	85	90	92	-2	0.72	17.2%
SBIN	95	92	95	-2	0.56	17.1%	
Capital Goods	ASTRAL	95	95	95	0	0.22	-8.7%
	BEL	96	88	91	-2	-0.39	-2.4%
	BHEL	97	97	96	1	0.67	4.0%
	CROMPTON	97	96	97	-1	0.34	-4.7%
	CUMMINSIND	88	97	93	4	-0.46	-2.8%
	DIXON	95	91	96	-4	0.20	-21.0%
	HAL	91	68	93	-25	0.00	17.5%
	HAVELLS	90	96	91	5	0.42	-17.4%
	HONAUT	NA	96	NA	NA	0.96	3.0%
	LT	85	88	91	-3	0.15	1.3%
	POLYCAB	95	85	96	-11	0.10	3.2%
	SIEMENS	86	97	93	5	0.44	-3.2%
	VOLTAS	96	91	92	-2	-1.77	-1.1%
WHIRLPOOL	95	96	NA	NA	0.46	1.6%	

DERIVATIVES ROLLOVER ANALYSIS

28-01-2022

Rollover Update (Sector Wise)

Sector	Company	Dec to Jan roll%	Jan to Feb roll%	3 Months Avg Roll%	Divergence%	Roll cost	Price % (E to E)
Cement	ACC	95	92	96	-4	0.24	0.2%
	AMBUJACEM	95	94	95	-2	0.31	-5.2%
	DALBHARAT	96	96	96	0	0.00	-4.3%
	GRASIM	98	98	98	0	0.31	5.9%
	INDIACEM	96	93	93	-1	0.64	17.0%
	JKCEMENT	98	85	97	-11	-1.00	-2.3%
	RAMCOCEM	99	97	98	-1	0.33	-14.1%
	SHREECEM	99	85	98	-14	0.09	-9.3%
ULTRACEMCO	98	95	98	-3	0.39	-4.0%	
Chemical	AARTIIND	95	79	94	-15	-1.73	-1.0%
	ATUL	97	62	NA	NA	0.32	4.8%
	CHAMBLFERT	92	73	NA	NA	-0.41	17.5%
	COROMANDEL	97	90	95	-5	-0.16	0.9%
	DEEPAKNTR	97	94	95	-2	0.26	-12.8%
	GNFC	NA	95	NA	NA	0.94	6.9%
	NAVINFLUOR	60	76	72	4	-0.91	-10.2%
	PIIND	99	96	98	-2	0.25	-20.6%
	RAIN	NA	95	NA	NA	0.61	-7.7%
	TATACHEM	96	95	95	0	0.34	3.0%
	UPL	95	97	96	0	0.58	3.4%
Finance	ABCAPITAL	NA	95	NA	NA	0.47	-3.3%
	BAJAJFINSV	94	95	89	6	0.39	-5.0%
	BAJFINANCE	97	84	96	-12	0.58	-0.5%
	CANFINHOME	96	97	96	1	0.48	3.9%
	CHOLAFIN	98	84	95	-11	0.05	28.7%
	HDFC	97	98	96	1	0.26	-2.4%
	HDFCAMC	97	97	96	1	0.46	-11.1%
	HDFCLIFE	94	97	96	1	0.50	-3.0%
	IBULHSGFIN	67	95	78	17	0.43	-2.1%
	ICICIGI	98	96	94	2	0.64	0.0%
	ICICIPRULI	95	94	96	-2	0.28	-1.6%
	IDFC	NA	95	NA	NA	0.64	12.4%
	L&TFH	97	96	96	0	0.41	-5.0%
	LICHSGFIN	94	94	93	1	0.58	-4.5%
	M&MFIN	93	96	95	2	0.10	6.3%
	MANAPPURAM	94	93	93	0	0.00	-5.7%
	MFSL	98	96	94	2	0.11	-8.9%
	MUTHOOTFIN	99	96	97	-1	0.42	-3.0%
	NAM-INDIA	96	90	95	-5	-0.15	-6.3%
	PFC	93	89	90	-1	-0.04	0.8%
	RECLTD	94	69	91	-22	-0.04	2.6%
SBICARD	93	94	NA	NA	0.57	-8.4%	
SBILIFE	91	91	92	-1	0.41	1.4%	
SRTRANSFIN	92	97	91	5	0.32	3.6%	
FMCG	ASIANPAINT	95	95	93	2	0.25	-7.4%
	BALRAMCHIN	NA	92	NA	NA	0.22	14.7%
	BATAINDIA	94	86	91	-5	0.24	7.6%
	BERGEPAIN	98	97	96	2	0.30	-6.0%
	BRITANNIA	95	98	95	3	0.31	-2.2%

DERIVATIVES ROLLOVER ANALYSIS

28-01-2022

Rollover Update (Sector Wise)

Sector	Company	Dec to Jan roll%	Jan to Feb roll%	3 Months Avg Roll%	Divergence%	Roll cost	Price % (E to E)
FMCG	COLPAL	98	95	96	-2	0.29	-4.6%
	DABUR	97	97	96	1	0.30	-7.4%
	GODREJCP	96	92	96	-3	0.37	-7.5%
	HINDUNILVR	96	96	96	1	0.22	-1.3%
	INDIAMART	93	94	94	0	0.14	-27.6%
	ITC	95	95	96	0	-1.70	-0.6%
	JUBLFOOD	96	96	95	1	0.42	-7.9%
	MARICO	89	95	93	3	-0.48	-8.6%
	MCDOWELL-N	98	98	97	1	0.34	-5.2%
	NESTLEIND	96	96	97	-1	0.15	-5.3%
	PIDILITIND	95	88	95	-7	0.01	1.1%
	TATACONSUM	97	97	96	0	0.38	-3.0%
	TITAN	97	89	91	-3	0.15	-5.2%
UBL	69	94	85	9	-0.44	-2.6%	
Infrastructure	ADANIENT	99	98	98	-1	0.45	-0.6%
	ADANIPTS	99	99	98	1	0.43	-2.1%
	CONCOR	92	97	95	2	0.02	1.9%
	GMRINFRA	97	66	96	-30	0.37	-14.3%
	INDHOTEL	93	95	94	2	0.05	13.5%
	INDIGO	98	94	97	-3	0.45	-5.9%
	IRCTC	90	92	89	3	0.29	-2.3%
	NBCC	NA	92	NA	NA	0.66	-0.7%
Media	PVR	94	88	95	-7	0.24	20.6%
	SUNTV	98	94	91	3	-0.09	-2.6%
	ZEEL	98	97	96	1	0.50	-11.0%
Metals	COALINDIA	93	83	88	-6	0.31	9.8%
	HINDALCO	86	74	92	-18	0.50	8.8%
	HINDCOPPER	NA	94	NA	NA	0.33	-0.5%
	JINDALSTEL	98	98	98	0	0.31	1.5%
	JSWSTEEL	99	96	99	-3	0.56	-3.1%
	NATIONALUM	98	87	95	-7	-0.19	8.9%
	NMDC	95	87	83	4	0.22	2.1%
	SAIL	98	89	95	-6	-0.36	-8.3%
	TATASTEEL	98	97	97	0	0.43	-1.1%
VEDL	90	88	88	0	0.52	-1.5%	
Oil_Gas	BPCL	97	88	91	-3	-1.40	1.1%
	GAIL	92	85	87	-2	-0.14	10.7%
	GSPL	94	83	NA	NA	0.34	0.7%
	GUJGASLTD	96	92	94	-2	0.28	10.2%
	HINDPETRO	93	90	87	3	0.19	6.8%
	IGL	96	92	94	-2	0.33	-15.7%
	IOC	93	77	91	-14	-2.04	11.0%
	MGL	96	94	95	0	-0.83	-5.4%
	ONGC	93	45	88	-43	-0.24	17.9%
	PETRONET	97	95	88	7	0.24	-1.1%
	RELIANCE	96	96	96	0	0.42	-0.9%

DERIVATIVES ROLLOVER ANALYSIS

28-01-2022

Rollover Update (Sector Wise)

Sector	Company	Dec to Jan roll%	Jan to Feb roll%	3 Months Avg Roll%	Divergence%	Roll cost	Price % (E to E)
Pharma	ABBOTINDIA	96	94	93	1	0.25	-16.3%
	ALKEM	76	95	91	4	-0.24	-6.7%
	APLLTD	90	96	95	1	0.43	-8.0%
	APOLLOHOSP	96	93	94	-2	0.35	-13.6%
	AUROPHARMA	96	94	95	-1	0.05	-15.9%
	BIOCON	96	93	96	-3	0.17	-0.6%
	CADILAHC	96	93	96	-3	0.34	-19.8%
	CIPLA	91	96	95	1	-0.40	-2.6%
	DIVISLAB	96	96	97	-1	0.29	-14.9%
	DRREDDY	82	94	92	2	0.20	-13.2%
	GLENMARK	97	97	97	-1	0.34	-9.2%
	GRANULES	95	95	96	-1	0.44	-13.1%
	IPCALAB	65	97	84	13	0.39	-7.6%
	LALPATHLAB	96	94	93	1	-3.92	-23.9%
	LAURUSLABS	95	91	NA	NA	0.25	-13.6%
	LUPIN	92	91	95	-3	0.36	-5.3%
	METROPOLIS	84	78	84	-6	-0.55	-28.7%
	PEL	98	96	97	-1	0.36	-11.9%
	PFIZER	92	91	89	2	0.38	-11.8%
	STAR	95	94	95	-1	0.48	-16.5%
SUNPHARMA	89	90	95	-4	-0.35	-2.7%	
SYNGENE	92	82	94	-12	0.42	-9.6%	
TORNTPHARM	91	96	94	2	-0.35	-15.9%	
Power	IEX	94	89	88	1	0.11	-7.0%
	NTPC	90	82	88	-6	-1.88	6.4%
	POWERGRID	93	81	79	2	-0.68	4.6%
	TATAPOWER	95	97	94	3	0.58	10.4%
	TORNTPOWER	91	95	94	1	-0.39	-2.3%
Realty	DELTACORP	95	94	95	-1	0.57	8.4%
	DLF	97	96	97	-1	0.35	-1.3%
	GODREJPROP	96	96	94	2	0.39	-12.5%
	OBEROIRLTY	97	96	97	0	0.44	4.7%
Technology	BSOFT	94	91	NA	NA	0.41	-19.1%
	COFORGE	79	79	87	-7	0.07	-24.9%
	FSL	96	88	NA	NA	-1.46	-18.3%
	HCLTECH	83	95	91	3	0.40	-18.2%
	INFY	89	98	94	3	0.22	-11.3%
	LTI	80	94	90	5	0.30	-21.2%
	LTTS	97	87	94	-7	0.57	-21.9%
	MCX	94	94	94	0	0.42	-0.9%
	MINDTREE	97	93	96	-3	0.34	-24.3%
	MPHASIS	95	98	96	2	0.17	-12.3%
	NAUKRI	97	96	91	5	0.21	-19.6%
	OFSS	99	96	98	-2	0.40	-13.6%
	PERSISTENT	73	83	83	0	0.18	-15.5%
	TCS	93	87	95	-7	0.52	-2.3%
TECHM	92	90	95	-5	0.40	-19.7%	

DERIVATIVES ROLLOVER ANALYSIS

28-01-2022

Rollover Update (Sector Wise)

Sector	Company	Dec to Jan roll%	Jan to Feb roll%	3 Months Avg Roll%	Divergence%	Roll cost	Price % (E to E)
Technology	WIPRO	89	93	92	0	0.39	-23.7%
Telecom	BHARTIARTL	97	96	91	5	0.54	4.1%
	IDEA	71	89	86	3	0.47	-23.9%
	INDUSTOWER	90	64	92	-28	0.12	3.8%
	TATACOMM	NA	70	NA	NA	0.58	-8.5%
Textile	ABFRL	95	97	92	5	0.42	8.8%
	PAGEIND	87	87	86	1	-0.13	3.5%
	SRF	88	96	92	4	0.31	-2.3%
	TRENT	76	77	84	-8	0.16	-1.0%

Asit C. Mehta

INVESTMENT INTERMEDIATES LTD.

Retail Research Desk:

Email: retailresearch@acm.co.in

Research Analyst Registration Number:

INH000002483

CIN: U65990MH1993PLC075388

Download Investmentz app:



Follow us on:



Information pertaining to Asit C. Mehta Investment Intermmediates Limited (ACMIIL):

ACMIIL is a SEBI registered Stock Broker, Merchant Banker, Portfolio Manager and Depository Participant. It is also a AMFI registered Mutual Fund Distributor. It does not have any disciplinary history. Its associate/group companies are Asit C. Mehta Commodity Services Limited, Asit C. Mehta Realty Services Pvt. Ltd, Asit C. Mehta Forex Pvt. Ltd, Nucleus IT Enabled Services , Asit C. Mehta Financial Services Limited (all providing services other than stock broking,merchant banking and portfolio management services.).

Disclosures

ACMIIL/its associates and its Research analysts have no financial interest in the companies covered on the report. ACMIIL/its associates and Research analysts did not have actual/beneficial ownership of one per cent or more in the companies being covered at the end of month immediately preceding the date of publication of the research report. ACMIIL/its associates or Research analysts have no material conflict of interest, have not received any compensation/benefits for any reason (including investment banking/ merchant banking or brokerage services) from either the companies concerned/third parties with respect to the companies covered in the past 12 months. ACMIIL/its associates and research analysts haveneither managed or co-managed any public offering of securities of the companies covered nor engaged in market making activity for the companies being covered. Further, the companies covered neither are/nor were a client during the 12 months preceding the date of the research report. Further, the Research analyst/s coveringthe companies covered herein have not served as an officer/director or employee of the companies being covered

Disclaimer:

This report is based on information that we consider reliable, but we do not represent that it is accurate or complete and it should not be relied upon such. ACMIIL or any of its affiliates or employees shall not be in any way responsible for any loss or damage that may arise to any person from any inadvertent error in the information contained in the report. To enhance transparency we have incorporated a Disclosure of Interest Statement in this document. This should however not be treated as endorsement of the views expressed in the report.

You are also requested to refer to the disclaimer (which is deemed to be part and parcel and is applicable to this research report as well) : <http://www.investmentz.com/disclaimer>