

**Nifty Outlook:**

The Nifty has attempted to break out from a falling channel. However; selling pressure still remains higher on the upside and thus no meaningful breakout has been seen in the index. Time correction story continues to remain the same. FII's activity in Cash and F&O space for the month of August has been negative as they have been selling. On the index futures front, the short positions from the FII's have gone up as the total number of short contracts stand at 24,156. The long/short ratio is at 44% indicating marginal short built-up. On 24<sup>th</sup> August; 3,662 long contracts were liquidated compared to the addition of 2,029 short contracts in index futures. On the index options front, the net call-put is indicating there are more put writers. To conclude, sentiments are neutral on the index. Expect the index to consolidate. The index needs to close above 19,500 for any meaningful longs. The uptrend is still intact as long as the index is trading above 19,200-19,300 levels.

**Weekly Expiry Point of View:**

Option chain data for coming monthly expiry is indicating a trading range of 19,300-19,500 zones. On the call side, 19,500 is the strike with highest OI indicating resistance. On the put side, 19,400 is the strike with highest OI. However; the index has closed below 19,400 levels. As per the data, net call-put writing is indicating there are more put-writers; which is a bullish indicator. 19,500 remains a key level for the index on a closing basis for longs. However, expect Nifty to trade between a range of 19,300 to 19,500 levels.

**Strategy:**

The sentiment on Nifty is neutral. The strategy can be played out by selling 1 OTM CALL and selling 1 ITM PUT.

**Nifty Theta-Scalping Strategy:**

SELL 1 LOT CALL NIFTY 31AUG2023 19,500 @ 53

BUY 1 LOT PUT NIFTY 31AUG2023 19,200 @ 35

Max Profit – 88 POINTS

Stop Loss – 135 POINTS

Nifty Weekly Series	Strike	OI (Lakh)
Max Call OI	19,500	2.36
	20,000	1.70
Addition in OI Calls	19,500	1.61
	20,000	1.00
Max Put OI	19,000	1.29
	19,400	1.16
Addition in OI Put	19,500	0.6
	18,700	0.42

Nifty Monthly Series	Strike	OI (Lakh)
Max Call OI	19,500	2.36
	20,000	1.70
Addition in OI Calls	19,500	1.61
	20,000	1.00
Max Put OI	19,000	1.29
	19,400	1.16
Addition in OI Put	19,500	0.6
	18,700	0.42

**Sentiment indicator:**

Particulars	23-Aug	22-Aug	21-Aug	18-Aug
Nifty Premium / (Discount)	122.30	-13.10	-10.15	5.95
PCR	0.78	1.06	0.93	1.08
A/D Ratio	0.52	1.38	1.27	3.55
VIX	11.7	11.73	11.75	11.96

**Net Change in Index Futures (Contracts)**

Date	FII	Pro
24/08/2023	-24,156	-6,497
23/08/2023	-18,465	-21,514
22/08/2023	-28,078	-8,455
21/08/2023	-27,473	-13,494
18/08/2023	-30,274	-7,866

**Net Index Options Long (Call - Put = Contracts)**

Date	FII	Pro
24/08/2023	-221409	5214
23/08/2023	-57216	-379568
22/08/2023	154345	-5468
21/08/2023	-67135	-75715
18/08/2023	-11011	-61619

**Net Change in Index Option Writing (Call - Put = Contracts)**

Date	FII	Pro
24/08/2023	-20190	120106
23/08/2023	68816	-681503
22/08/2023	339429	161473
21/08/2023	-29921	-89000
18/08/2023	76475	152172

**Index Long Short Ratio**

FII	44%
Pro	56%

**Institutional activity in cash segment - Net Value (in crore)**

	24-Aug	23-Aug	22-Aug	21-Aug
FII	1,524.87	614.32	-495.17	-1,901.10
DII	5,796.61	125.03	533.75	626.25

**Top 3 Long Buildups**

Particulars	LTP	% Price Change	Open interest (Lakh)	% OI Change
COFORGE	5,319.05	8.90%	24.34	97.67%
GMRINFRA	64.70	8.92%	2113.42	38.40%
BALRAMCHIN	393.85	0.68%	143.69	30.82%

**Top 3 Short Buildups**

Particulars	LTP	% Price Change	Open interest (Lakh)	% OI Change
RBLBANK	228.00	-1.13%	711.90	52.33%
JINDALSTEL	648.15	-1.91%	392.35	39.95%
ZEEL	272.10	-0.73%	1098.00	30.82%

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