



Date: 23rd May 2022

Indian Market	20-May-22	Daily Change	
Indices	Close	Change	% Change
Nifty 50	16266.15	456.75	2.89%
BSE Sensex	54326.39	1534.16	2.91%
Banknifty	34276.4	960.75	2.88%
Nifty Mid-Cap 100	27872.2	600.30	2.20%
Nifty Small-Cap 100	9136.1	223.80	2.51%
India VIX	23.10	-1.46	-5.94%

US Market	20-May-22	Daily Change	
Indices	Close	Change	% Change
Dow 30	31261.9	8.77	0.03%
S&P 500	3901.36	0.57	0.01%
Nasdaq	11354.62	-33.88	-0.30%

Currency / Commodity	20-May-22
Indices	Current rate
USD/INR	77.6875
EUR/INR	82.1600
Dollar Index	102.740
US 10-year bond yield	20804.000%
WTI Crude Oil	\$110.75
Brent Crude Oil	\$110.72
Gold (\$/Oz)	\$1,851.60
Bitcoin	\$30,107

FII / DII Activity	20-May-22	Rs. In Crores
Provisional	Buy	Sell
FII		1265.41
DII	2148.95	
PCR	Current	Previous
Nifty	1.07	0.80
Banknifty	1.07	0.67

Trade Setup & Morning cues

Indian market on Friday witness mega short covering rally, Indices recovered entire loss made on Thursday.

Wall Street recovered in last 50 min of market closing on Friday to recover all the loss and end the day flat.

On Saturday, FM cut excise duty on Petrol by Rs 8 & Diesel by Rs 6 – which will be approx. revenue loss for government at Rs 1 lakh crore per year. Government plan to increase borrowing by the same amount this fiscal.

Inflation remains key concern for government as FM did a front running like RBI announcing unscheduled hike on 4-May-22.

SGX Nifty @ 16238 down 16.50 points at 7:50 AM

Technical View

Nifty: RSI @ 44.36 & RSI average @ 37.13. Nifty took support around critical support level of 15780 & found resistance at 16362 level – 38.2% retracement level of fall from 17377 to 15735.

Nifty immediate support remains at 15780 level and resistance at 16362.

Banknifty: RSI @ 44.13 & RSI average 38.30. Banknifty 20-DMA @ 34904 remain key level above 34421.

Chart shows RSI moving upward in a volatile move. If we refer to Wednesday & Thursday's move – RSI was trending downward sharply.

Indices lower level twice this week and closed around upper end of the range which is 2nd time in this week.

VIX @ 23.10 – trading above 20 comfort level & in case moves above 25 – volatility could even get ugly.

Market View & Stock in focus

Impact of excise cut, cut in import duty for steel & plastic, coal & Cement products: Banking & interest sensitive stocks expect to react positively. Metal stocks expect to react negatively.

Stock in focus: INFY, BHEL, HINDZINC, ITC & SHREECEMENT. Auto stocks will react to positive on metal news.

Market entering into final F&O week with mix set of cues and highest volatility seen last week. We expect volatility to continue to be over 300 – 400 points move on Nifty on daily basis. With inflation in focus – Global cues will continue to drive market.

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