

Quantify Capital

# WEEKLY NEWSLETTER



## NO CALM BEFORE THE STORM!

The week preceding the US Presidential elections was quite an eventful one with a big breakout in volatility. The **fear of a 2nd wave of COVID-19** and the resulting lockdowns in Europe has put the global markets on the brink of another major sell off.

The direction of Global markets will be dictated by news flow from the Presidential elections. **The markets seem to be discounting** a victory for Biden. GST collection for the month of October was above the 1 lakh crore mark, indicating strong economic recovery on the domestic front.

**Auto sales** for Maruti, Escorts, M&M and Hero Moto Corp. also indicate that demand is reaching pre-Covid levels. ICICI bank has also posted a set of very strong numbers. Global concerns may outweigh strong economic data back home and put the Indian markets under pressure.

Options data for Nov series indicate highest Call Open Interest at the strike of 12000 and highest Put Open Interest at the strike of 11000. Thus **Options data suggest a trading range with Resistance at 12000 and Support at 11000.**

## MARKET WEEKLY OVERVIEW

NIFTY 11642.40

Weekly % Change = **-2.1%**

### TOP GAINERS

KOTAK BANK	11.10%
NESTLE	7.9%
ASIAN PAINTS	5.3%

### TOP LOSERS

HEROMOTOCO	9.1%
HINDALCO	7.5%

**52 W HIGH**  
ASIAN PAINTS

**52 W LOW**  
PNB

# ACTIONABLE OPTION STRATEGIES

**Instrument Name :**

**NIFTY**

**Sell 1 Leg of NOV 12200 CE @ 85**  
**Buy 1 Leg of NOV 12400 CE @ 49.1**  
**Sell 1 Leg of NOV 11200 PE @ 145.3**  
**Buy 1 Leg of NOV 11000 PE @ 98.1**

**Trend :**

NIFTY is in a range with high volatility .

**Options Data :**

Oct OI data suggest

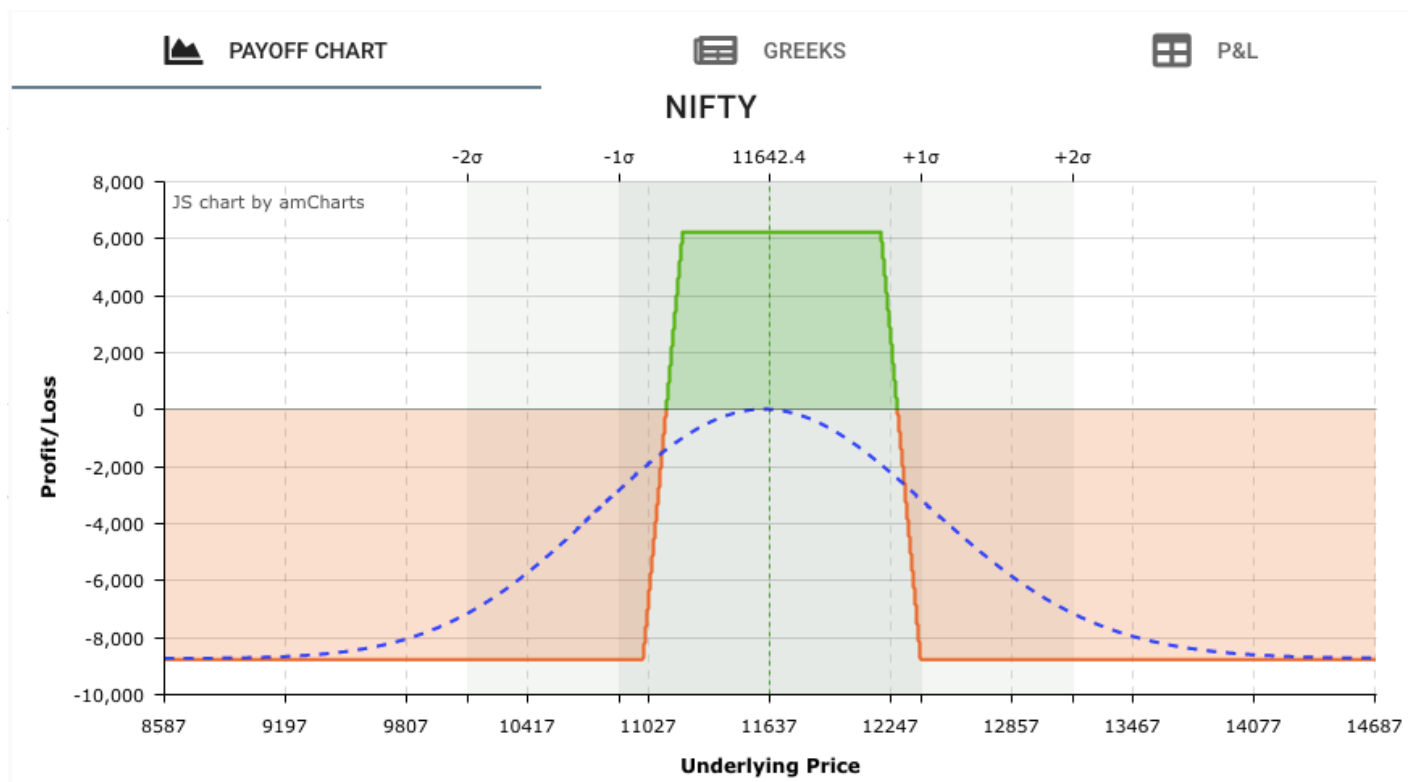
**Support** at 11000 (**Max Put OI**)

**Resistance** at 12000 (**Max Call OI**)

**Max Profit :** INR 6232

**Max Loss :** INR 8768

**Breakeven :** 11117 - 12283



With the new margin requirements, the margin required for above trade is only around 50K.

But as a risk management rule, one should **initiate this trade with at least 3 lakh per lot** and not be aggressive due to new margin rules.

# ACTIONABLE OPTION STRATEGIES

**Instrument Name :**

**ASIANKPAINTS**

**Sell 1 Leg of NOV 2200 PE @ 60**

**Buy 1 Leg of NOV 2160PE @ 45**

**Trend :**

ASIANKPAINTS has hit a new 52 week high and showing strong trend.

**Max Profit :** INR 4500

**Max Loss :** INR 7500

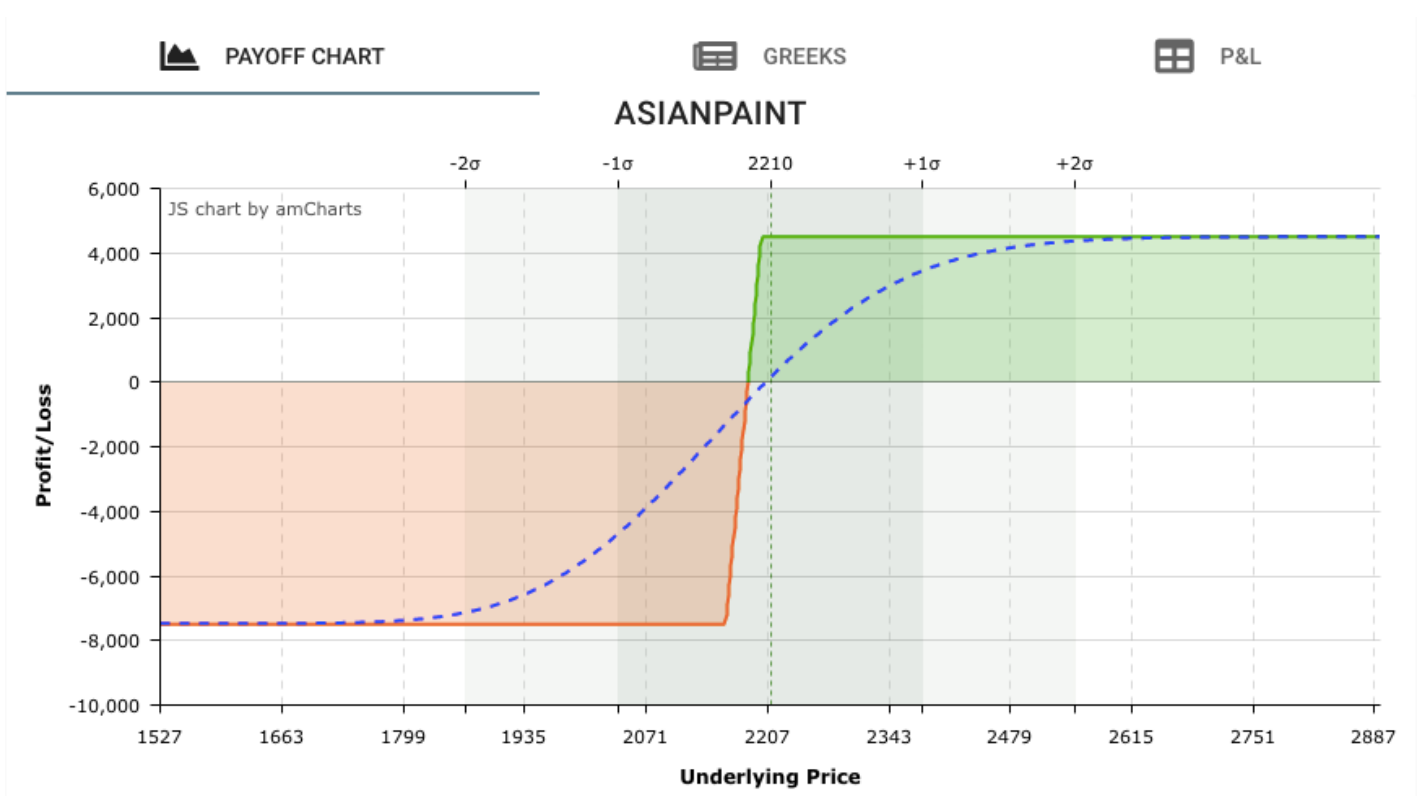
**Breakeven :** 2185

**Options Data :**

Oct OI data suggest

**Support** at 2100( **Max Put OI**)

**Resistance** at 2300 (**Max Call OI**)



With the new margin requirements, the margin required for above trade is only around 34K.

But as a risk management rule, **one should initiate this trade with at least 2 lakh per lot and not be aggressive due to new margin rules.**

## DISCLAIMER

The views expressed in this newsletter are just for **educational purpose**  
Investment/Trading in securities market is subject to **market risk** and  
past performance is not a guarantee of future performance.

Trading in derivatives is extremely risk and should be done only with  
proper knowledge.

It is very important to do your own analysis before making any investment  
based on your own personal circumstances

## CONTACT US

If you have any questions or queries then you can write to us on :

[hello@quantifycapital.in](mailto:hello@quantifycapital.in) or connect over WhatsApp on [+91- 8928381567](tel:+918928381567)

