

## Reliance Industries – Cooling Off

While most of the Nifty 50 stocks were correcting since the past few weeks, Reliance Industries was taking small steps towards a new high. An index heavyweight like Reliance showed market participants how it cannot be left unnoticed as it provided a cushion to the market. Once other sectors started participating in the pullback, Reliance started to cool off and it failed to cross its previous high of 2860. On weekly timeframe, the RSI charts started to form a negative divergence and today's price action confirmed it. If the divergence plays out Reliance can come down to 2520 gradually.

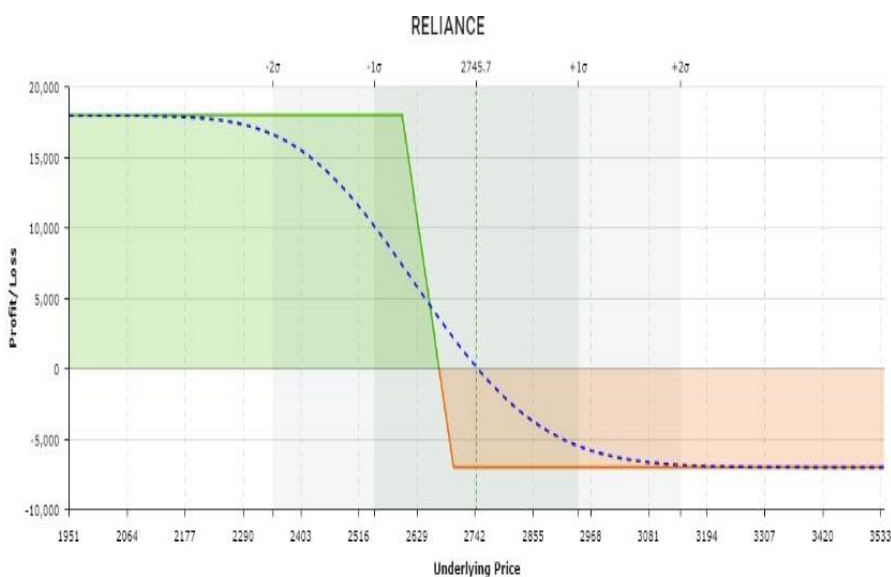
We believe there exists an opportunity for an option trade with favorable risk reward. But we would have to book profits promptly when we see the down-move fading. Initial profit booking is advised at 2680 levels.



CMP	Rs 2737
BUY	2700 PE @ 54.5
SELL	2600 PE @ 26.6
Stop Loss	2825
Expiry	30th June

## Strategy Overview

+1x 30JUN2022 2700PE - ₹ 54.5 (-500)	
-1x 30JUN2022 2600PE - ₹ 26.6 (+587.5)	
Prob. of Profit	35.35%
Max. Profit	₹ +18,025 (75.03%)
Max. Loss	₹ -6,975 (-29.03%)
Max. RR Ratio	1.2.58
Breakevens	0-2672.0
Total PNL	₹ +87.5 (0.36%)
Net Credit	₹ 0
Estimated Margin/Premium	₹ +24,025



## DISCLAIMER

### **ARTHA CAPITAL**

**Address:**

**109, Netaji Subhas Road, Gooyee House**

**5<sup>TH</sup> floor, Room No.58**

**Kolkata – 700 001, India.**

**Contact - +91 6289889187**

The information and views in this report are believed to be reliable, but we do not accept any responsibility (or liability) for errors of fact or opinion. Users have the right to choose the product/report that suits them the most.

Investment in equity shares has its own risks. Sincere efforts have been made to present the right investment perspective. The information contained herein is based on analysis and on sources that we consider reliable. We, however, do not vouch for the consistency or the completeness thereof. This material is for personal information, and we are not responsible for any loss incurred due to it & take no responsibility whatsoever for any financial profits or loss which may arise from the recommendations above.

Our subscribers, a third party or anyone else have no rights to forward or share our calls or SMS or Reports or any information provided by us to/with anyone (through any medium) which is received directly or indirectly by them. If found so then legal action can be taken. Please note, any evidence of distribution, unauthorised access, copying, forwarding of reports/calls will lead to automatic cancellation of subscription without any refunds.

There are risks associated with utilizing internet and short messaging system (SMS) based information and research dissemination services. Subscribers are advised to understand that the services can fail due to failure of hardware, software, and Internet connection. While we ensure that the messages/emails are delivered in time to the subscribers Mobile Network, the delivery of these messages to the customer's mobile phone/handset/desktop/ipad/tablet/laptop is the responsibility of the customer's Mobile Network/internet connection/wifi. SMS/Emails may be delayed and/or not delivered to the customer's mobile phone/handset on certain days, owing to technical reasons and Artha Capital and its proprietor, analysts, employees, cannot be held responsible for the same.

You should strictly abide with the consultation provided by the qualified research analyst/s at Artha Capital and trade only as per the levels provided by us. Unlike an actual performance record, simulated results do not represent actual trading. No representation is being made that any account will or is likely to achieve profits or losses like those shown.

You, and not Artha Capital, assume the entire cost and risk of any trading you choose to undertake. You are solely responsible for making your own investment decisions. If you choose to engage in transactions with or without seeking advice from a licensed and qualified financial advisor or entity, then such decision and any consequences flowing there from are your sole responsibility. Artha Capital or any employees are in no way liable for the use of the information by others in investing or trading in investment vehicles. Artha Capital, its management, its associate companies and/or their employees take no responsibility for the veracity, validity and the correctness of the expert recommendations or other information or research. Although we attempt to research thoroughly on information provided herein, there are no guarantees in consistency. The information presented in this report has been gathered from various sources believed to be providing correct information. Artha Capital, group, companies, associates and/or employees are not responsible for errors, inaccuracies if any in the content provided in this report.