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Bull Call Spread Strategy
BankNifty
April 16 Expiry

Date: 05 April 2024



BankNifty Bull Spread Strategy



INDEX	CMP	Recommended Action	Time Horizon
BANKNIFTY (16-Apr EXPIRY) 48300 CALL	391.80	Buy 1 Lot	Till 16 Apr Expiry
BANKNIFTY (16-Apr EXPIRY) 48800 CALL	187.95	Sell 1 Lot	Till 16 Apr Expiry

BankNifty has surpassed crucial resistance of the previous swing high of 48161 and has been sustaining above that. Index is placed above all important moving averages, which indicates bullish trend on all time frame. Index has been forming higher tops and higher bottoms on the daily chart. We have seen long build up of 7%(Provisional) with index rising by 0.3% on 5th April 2024. Put writing is seen at 48000 strike price, which indicates strong base for the Index.

We therefore recommend a Bull Call Spread strategy in BankNifty to profit from this view.

Action to be taken

Buy 48300 CALL & Simultaneously Sell 48800 CALL(16 Apr Exp)

Max Profit Rs 4442, If BankNifty closes at or above 48800 on 16 Apr Expiry.

Max loss Rs If 3058, BankNifty closes at or below 48300 on 16 Apr Expiry.

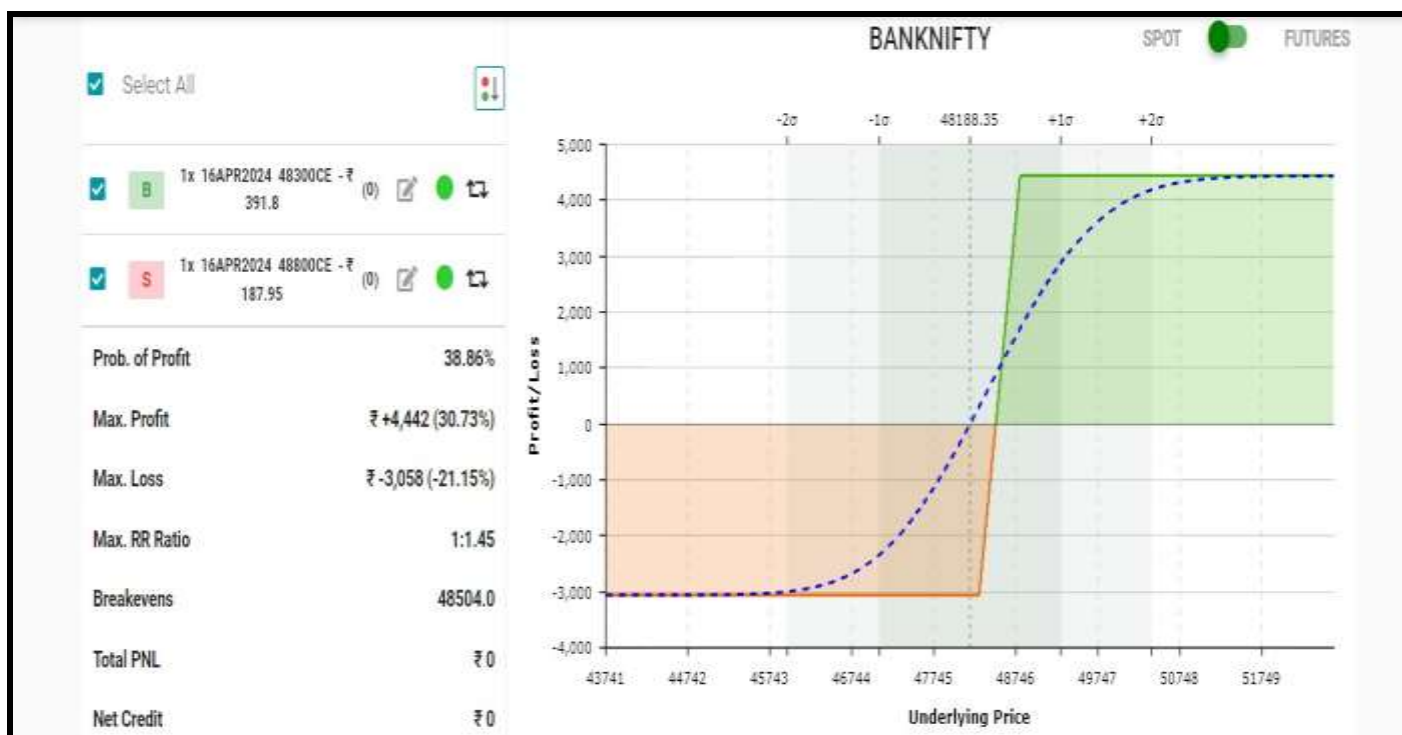
Breakeven point: 48504

Risk Reward Ratio: 1:1.45

(Approximate margin payable for the strategy Rs. 15000(for exact margin, pls consult risk team email or check margin calculator on website)

Please note that the spread position may be exited early depending on the reading of the market

BANKNIFTY BULL SPREAD STRATEGY PAYOFF DIAGRAM



BankNifty Bull Spread Strategy



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BankNifty Bull Spread Strategy



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