

Stock Club App

Your Market Guide



UNDERSTANDING SUPPLY & DEMAND

Bharat Jhunjhunwala
CMT, CFTe, MFTA, MSTA



The supply and demand laws control all marketplaces. When discussing trading in the market.

Banks and other **similar institutions create these zones**, which are actually price levels where **unfulfilled orders** wait to be completed. To win over the whole concept of supply and demand, traders need to find **smart money orders** on the price chart.

Moreover, they also need to identify the supply-demand zone correctly.



SUPPLY ZONE:

A supply zone is the price area at which the traders usually sell. This area is present above the current price, where the highest-selling interest or potential.

When the price hits this level, the unfilled orders get completed and bring down the price.



DEMAND ZONE:

A demand zone is the price area at which the traders usually buy. This area is below the current price, where the buying interest or potential is the highest. This means the demand zone has many buyers available due to many buying orders at that level.



Why Supply & Demand Zone Appears?

Supply & Demand zones are created due to order activities on Institutions!



Food for thought!

How do we use this information? As demand zones are visible after the move has been made!



**Prices will come back to the demand zone!
But WHY?**

Institutions have very LARGE order blocks!

They cannot punch all orders together as it will alert other market participants & they won't have a good average price on their orders.

So, they need to fill their "**pending block orders.**"



Pending Order Block:

There are 2 types of orders-a **pending order** and **market order**.

A market order is immediately filled at the best available price when the order is placed. It is done now.

A pending order is placed at a certain level either above or below the current price, and when the price finally hits that level, your order is "triggered/filled," and you are now in the market at that level.

Placing pending orders can be a useful tool because you wait patiently for the price to come to you based on your strategy instead of jumping into the market at the current price. If done correctly, a proper strategy and risk management using pending orders can substantially increase your equity curve.





Since prices rushed up there must be pending orders here. Once the demand dries up the price will retrace!

E



Prices come back to the Demand Zone for "Pending Order Block" filling!

E

How many times the prices will come back to the demand zone?

It generally depends on the order size. One retest is most probable.

Caution Here:

Multiple retests of a demand zone will not make it a stronger zone!



Multiple re-tests will absorb demand instead!



Similar concept is used on the supply-side as well.



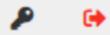
Takeaway!

- Never SELL at Demand Zone.
- Never BUY at Supply Zone.
- VSA will confirm the presence of the institutions at the retest of the zones.





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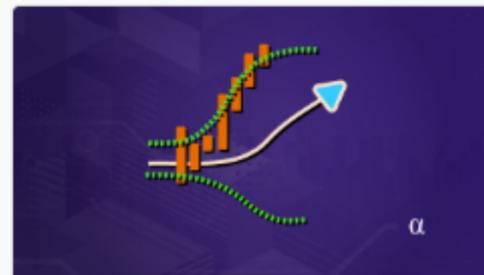
Price Action Trading Concepts for...

🕒 Last updated 07/2022

🌐 Hindi

★★★★★ (199)

₹9999 ₹6999



Advanced Bollinger Bands Trading (Hindi)

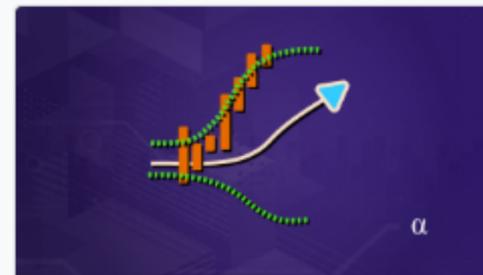
In this program, we intend to deep...

🕒 Last updated 07/2022

🌐 Hindi

★★★★★ (223)

₹7999 ₹5999



Advanced Bollinger Bands Trading (English)

In this program, we intend to deep...

🕒 Last updated 07/2022

🌐 English

★★★★★ (80)

₹7999 ₹5999



INTRADAY TRADING

Swing Trading & Short Term Trading Strategies to trade...

You will learn about the process...

🕒 Last updated 07/2022

🌐 Hindi

★★★★★ (22)

₹19999 ₹14999



VSA - Volume Spread Analysis - Hindi

Learn about Volume, Ranges &...

🕒 Last updated 07/2022

🌐 Hindi

★★★★★ (13)

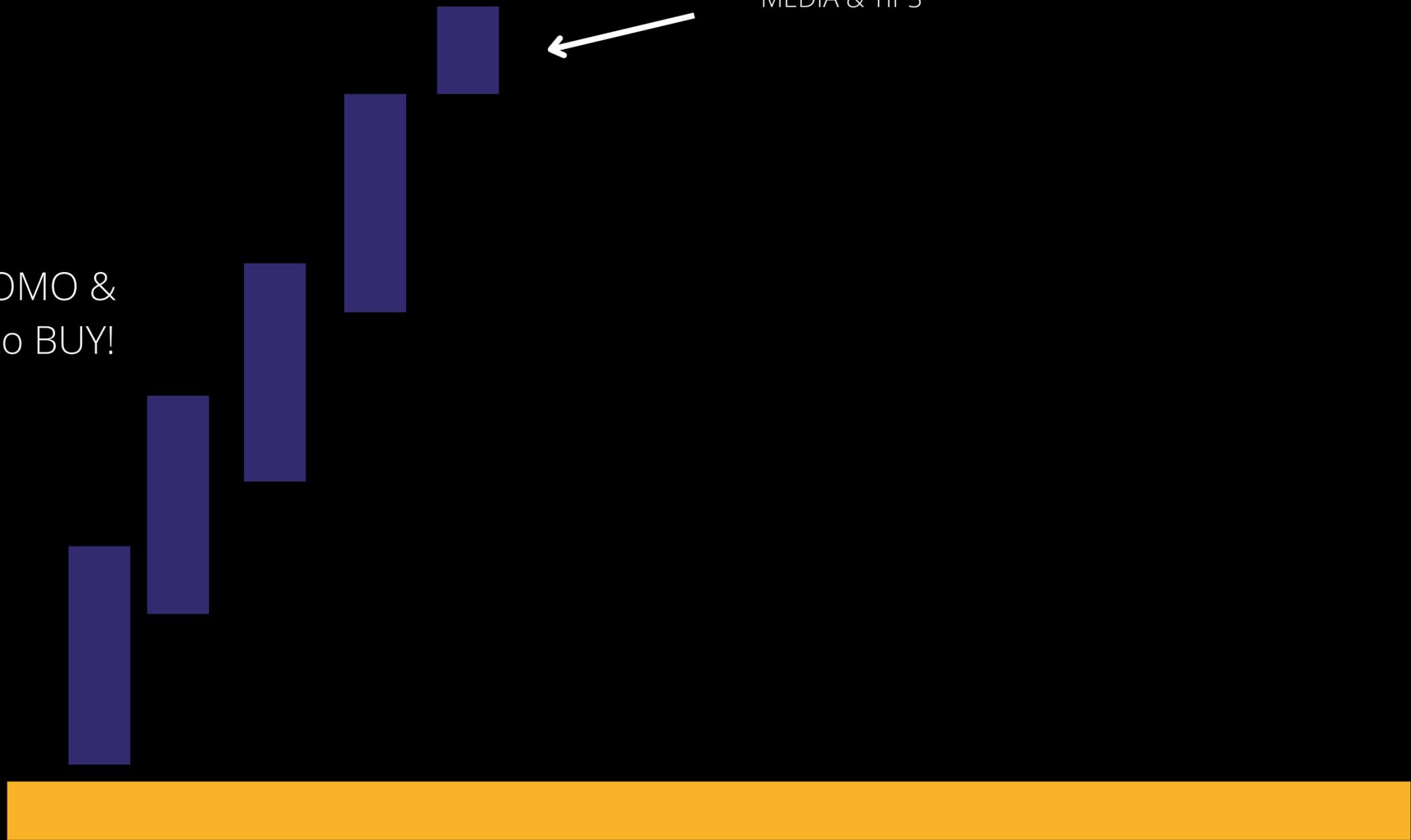
₹7999 ₹4999

Why Buy near Demand & Sell near Supply?

- **Risk/Reward are most favorable at these levels.**
- **Let's get into the mind of a Big Player!**

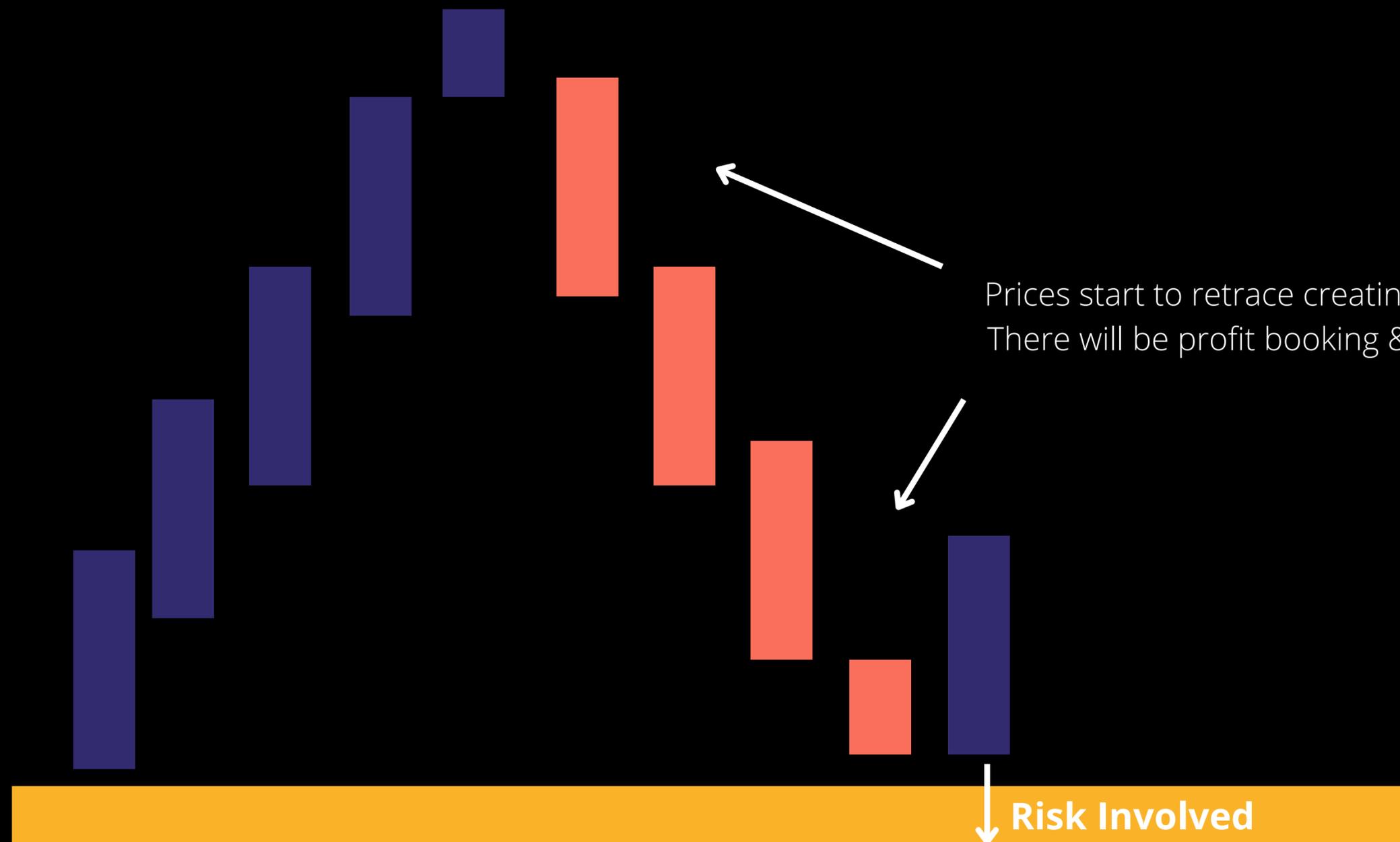


This move will create FOMO & small traders will rush to BUY!



Uninformed Traders
create this baby!
MEDIA & TIPS

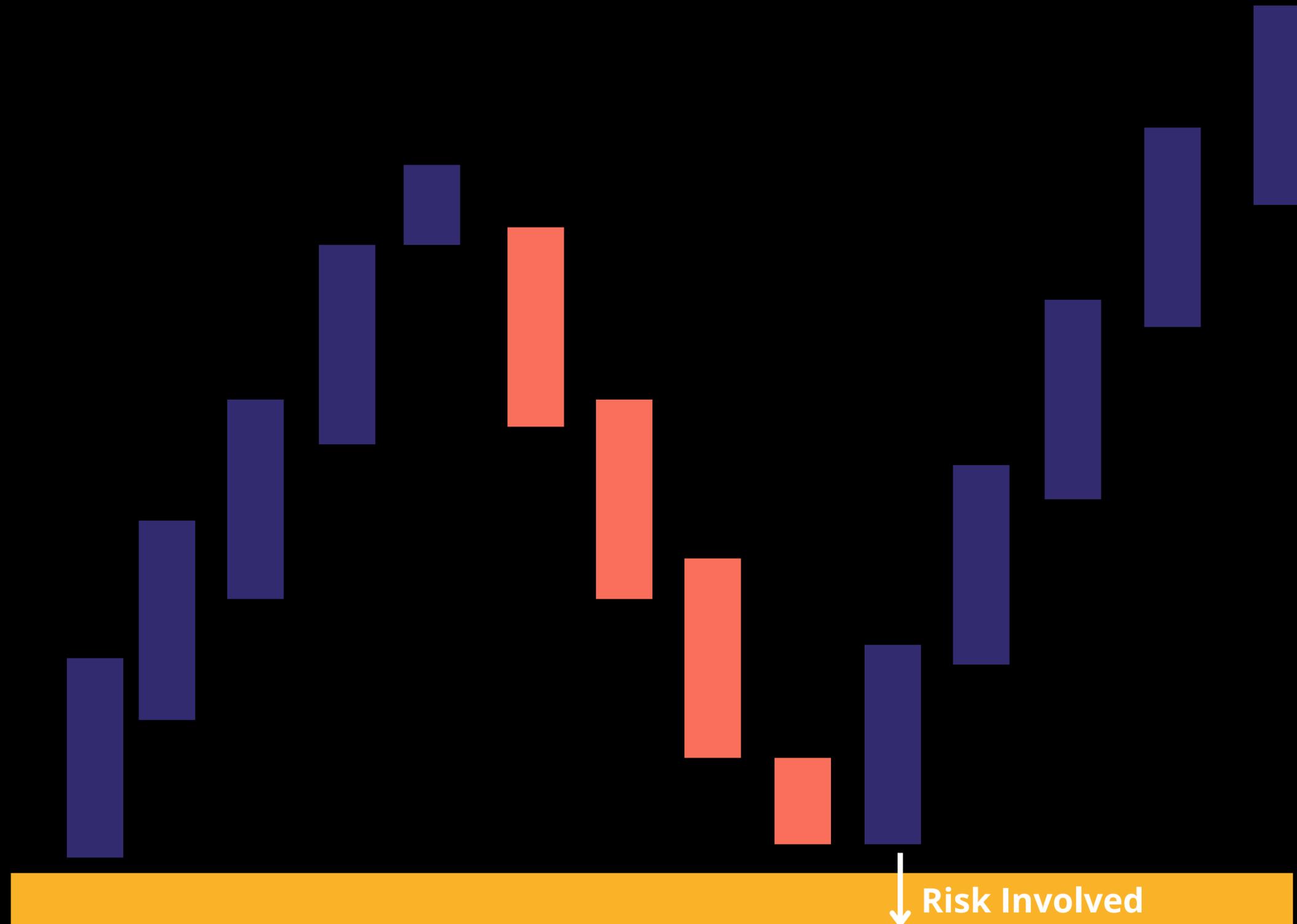
Professional Traders know how
to track the footprints of big institutions.
They will mark the demand zone & sit tight!



Prices start to retrace creating fear & panic.
There will be profit booking & loss booking.

Risk Involved

Professionals will draw demand zone & wait for confirmation.



Professionals will draw demand zone & wait for confirmation.





Prices always move in Zones!

If a Demand zone is broken, price will move down to create **another demand** zone.
If a Supply zone is broken, price will move higher to create **another supply** zone.







PETRONET 28JUL22 FUT 221.45

LOT 4 +3.65 (+1.68%)

AVG. PRICE CURRENT VALUE UNREALIZED P&L

198.15 26,57,400.00 2,79,597.60 (+11.76%)

REPORTS

EQUITY DERIVATIVES MUTUAL FUNDS CURR

Net Position / Turnover

Total Today MTM	Total Settled MTM
13.87 K	42.16 K
Total Today BPL	Total BPL (₹)
36.97 K	66.57 K
Total MTM	Total Buy / Sell Value
26.44 K	8.26 Lk / -27.05 Lk

TITAN 28 Jul 2022 PE 1800.00	NSE	25.69	7,796
-375	SELL Normal	4.90	-
TITAN 28 Jul 2022 PE 1900.00	NSE	35.53	9,537
-375	SELL Normal	10.10	-
TITAN 28 Jul 2022	NSE	0.00	-
0	SELL Normal	2126.95	71,308

T

INDIA PESTICIDES

Unrl. G/L: ₹ 17,290 (9.73%)

LTP: ₹ 278.65

Quantity 700

Avg. Price ₹ 253.95

Day's G/L(%) ₹ 3,780 (1.98%)

REPORTS

EQUITY DERIVATIVES MUTUAL FUNDS CURR

Net Position / Turnover

Total Today MTM	Total Settled MTM
44.93 K	1.02 Lk
Total Today BPL	Total BPL (₹)
-5.72 K	20.71 K
Total MTM	Total Buy / Sell Value
1.20 Lk	22.94 Lk / -14.89 Lk

Portfolio

Positions 2 Holdings 1

MTM P&L 10,548.75

NRML NFO	PE 3,645.00	0.00
BANKNIFTY JUL FUT	0.00	0.00
NRML NFO	PE 3,645.00	0.00
BANKNIFTY 07JUL22 34000 CE	(0.00)	0.00

REPORTS

EQUITY DERIVATIVES MUTUAL FUNDS CURR

Net Position / Turnover

Total Today MTM	Total Settled MTM
44.93 K	1.02 Lk
Total Today BPL	Total BPL (₹)
-5.72 K	20.71 K
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1.20 Lk	22.94 Lk / -14.89 Lk

My Watchlist Power Trade Trading Reports

Master Trader

JUBLFOOD 28-Jul-2022 558.10

NSEFO | INVESTMENT

Net Qty 1250

Net Rate (₹) 513.95

Today's MTM (₹) 11187.44

Today's BPL (₹) / Total BPL (₹) 0.00 / 0.00

Settled MTM (₹) / Total MTM (₹) 44000.02 / 55187.46

Prev Close (₹) / Prev Open Qty 549.15 / 1250

Buy Qty / Sell Qty 0 / 0

Buy Rate (₹) / Sell Rate (₹) 0.00 / 0.00

Buy Value (₹) / Sell Value (₹) 0.00 / 0.00

Intraday Qty / Rate (₹) 0 / 0.00

Square Off Qty 0

AARTIIND 28-Jul-2022 705.90

NSEFO | INVESTMENT

Net Qty 850

Net Rate (₹) 698.15

Portfolio

Positions 2 Holdings 1

MTM P&L 10,548.75

NRML NFO	PE 3,645.00	0.00
BANKNIFTY JUL FUT	0.00	0.00
NRML NFO	PE 3,645.00	0.00
BANKNIFTY 07JUL22 34000 CE	(0.00)	0.00

Orders

Pending orders

NATURALGAS	Total lot. 6 (1250)
26 Jul 2022 Carry Forward	
Avg buy price ₹ 488.00	Avg sell price ₹ 490.21
	Gain ₹ 16575.00

TATAMOTORS	Total lot. 4 (1425)
28 Jul 2022 Carry Forward	
Avg buy price ₹ 442.30	Avg sell price ₹ 443.35
	Gain ₹ 5985.00

BANKNIFTY	Total lot. 4 (25)
28 Jul 2022 Carry Forward	
Avg buy price ₹ 35148.00	Avg sell price ₹ 35185.08
	Gain ₹ 3708.00

Portfolio

POSITIONS +₹63,125

NRML	34500 CALL 07 JUL	-₹35,241.25	LTP ₹420.00 (+369.80%)
NRML	0 PUT 07 JUL	+₹730.00	LTP ₹0.05 (-99.94%)
NRML	34700 CALL 07 JUL	+₹14,528.75	LTP ₹219.10 (+435.04%)
NRML	0 PUT 07 JUL	+₹20,562.50	LTP ₹32.95 (+17.05%)

Closed Positions

Stock Name	Qty/Buy	Avg Price	P&L/Sell	Avg Price
BANKNIFTY	4 Lots		+2,254.00	
2022 Jul 07 PE 34600.00	106.31		128.85	
BANKNIFTY	4 Lots		-1,518.00	
2022 Jul 07 CE 34600.00	161.06		145.88	
BANKNIFTY	3 Lots		+1,267.50	
2022 Jul 07 CE 34700.00	98.97		115.87	
BANKNIFTY	3 Lots		+4,104.75	
2022 Jul 07 PE 34700.00	100.87		155.60	
NATURALGAS	9 Lots		+38,700.00	
2022 Jul 26	488.91		492.35	

Closed Positions

NATURALGAS	Total lot. 14 (1250)
26 Jul 2022 Carry Forward	
Avg buy price ₹ 492.07	Avg sell price ₹ 494.74
	Gain ₹ 46725.00

Total gain ₹ 46725.00

P&L

2022-04-01 — 2022-07-07

Equity Combined

Realised P&L	Unrealised P&L
+4.08L	+2.41L
Charges & taxes	1.23L
Other credits & debits	-1.23k
Net realised P&L	+2.83L

View charges breakdown →

Today's Positions

Total P&L (Unrealized)	15,385.00
Net P&L	15,385.00

SUNTECK REALTY Unrl. G/L: ₹ 20,824 (11.27%)

LTP: ₹ 514.15

Quantity 400

Avg. Price ₹ 462.09

Day's G/L(%) ₹ -200 (-0.1%)



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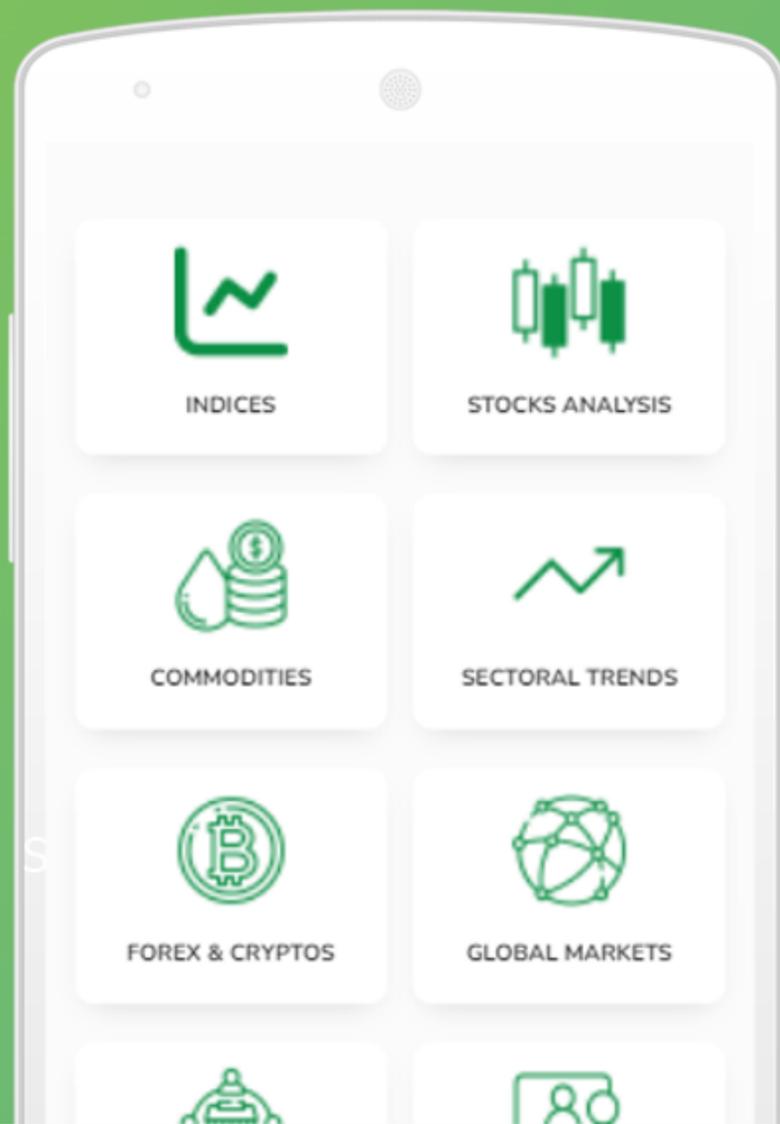
[jhunjhunwala_b](https://twitter.com/jhunjhunwala_b)



[Bharat Jhunjhunwala](https://www.youtube.com/BharatJhunjhunwala)



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UNDERSTANDING SUPPLY & DEMAND - II

Bharat Jhunjhunwala
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Types of Demand & Supply Zones



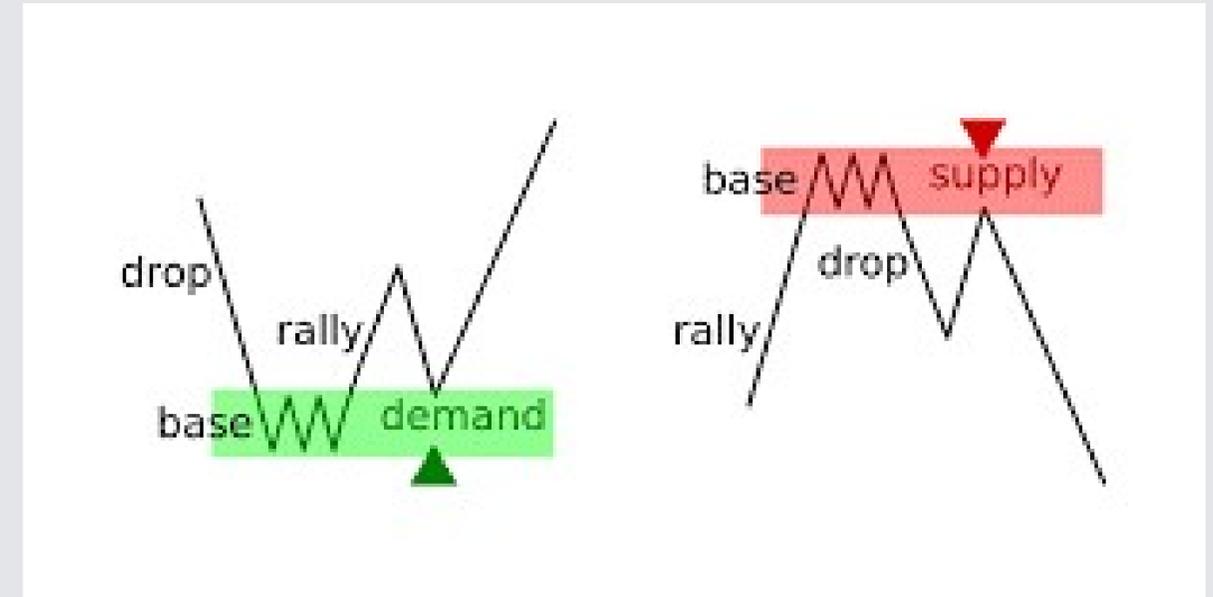
As we know we trade in two ways:

- Reversal
- Continuation

So, based on these two trading types demand /supply zones are classified into 4 types

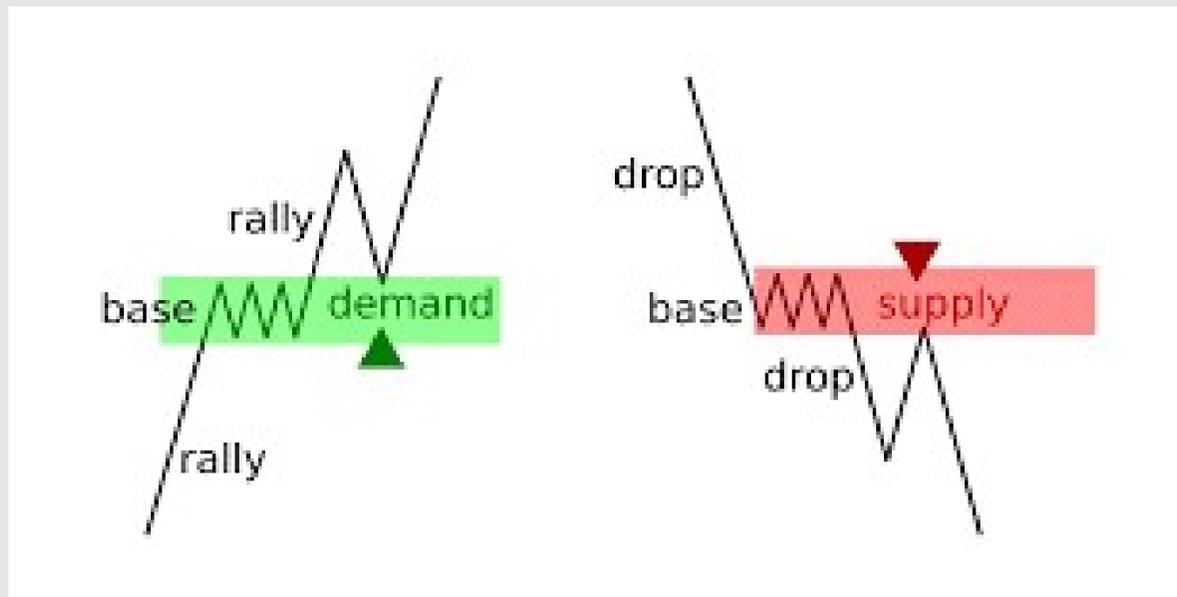
REVERSAL PATTERNS

- Drop Base Rally (DBR)
- Rally Base Drop (RBD)



CONTINUATION PATTERNS

- Rally Base Rally (RBR)
- Drop Base Drop (DBD)



Reversal Patterns

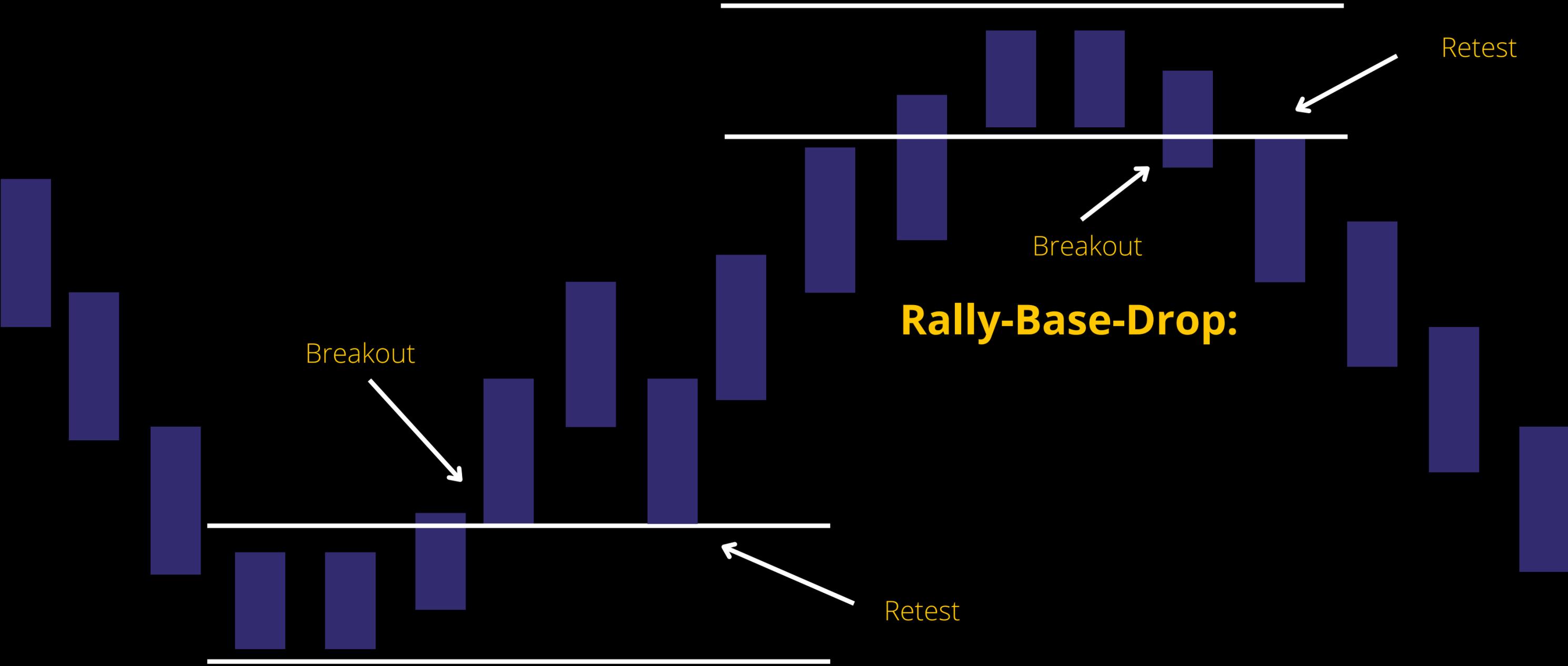
These patterns refer to the situation when the price trend reverses from either up to down or down to up. Reversal patterns are strong and are followed by the price.

Drop-Base-Rally:

In this structure, the price moves downward (referring to price drop), waits for some time to create a base structure, and finally rallies upward (referring to price raise).

Rally-Base-Drop:

In this structure, the price rallies upward, waits for some time to create a base structure, and then moves downward to show a big price drop.



Drop-Base-Rally:

Rally-Base-Drop:

Breakout

Breakout

Retest

Retest

Continuation Patterns:

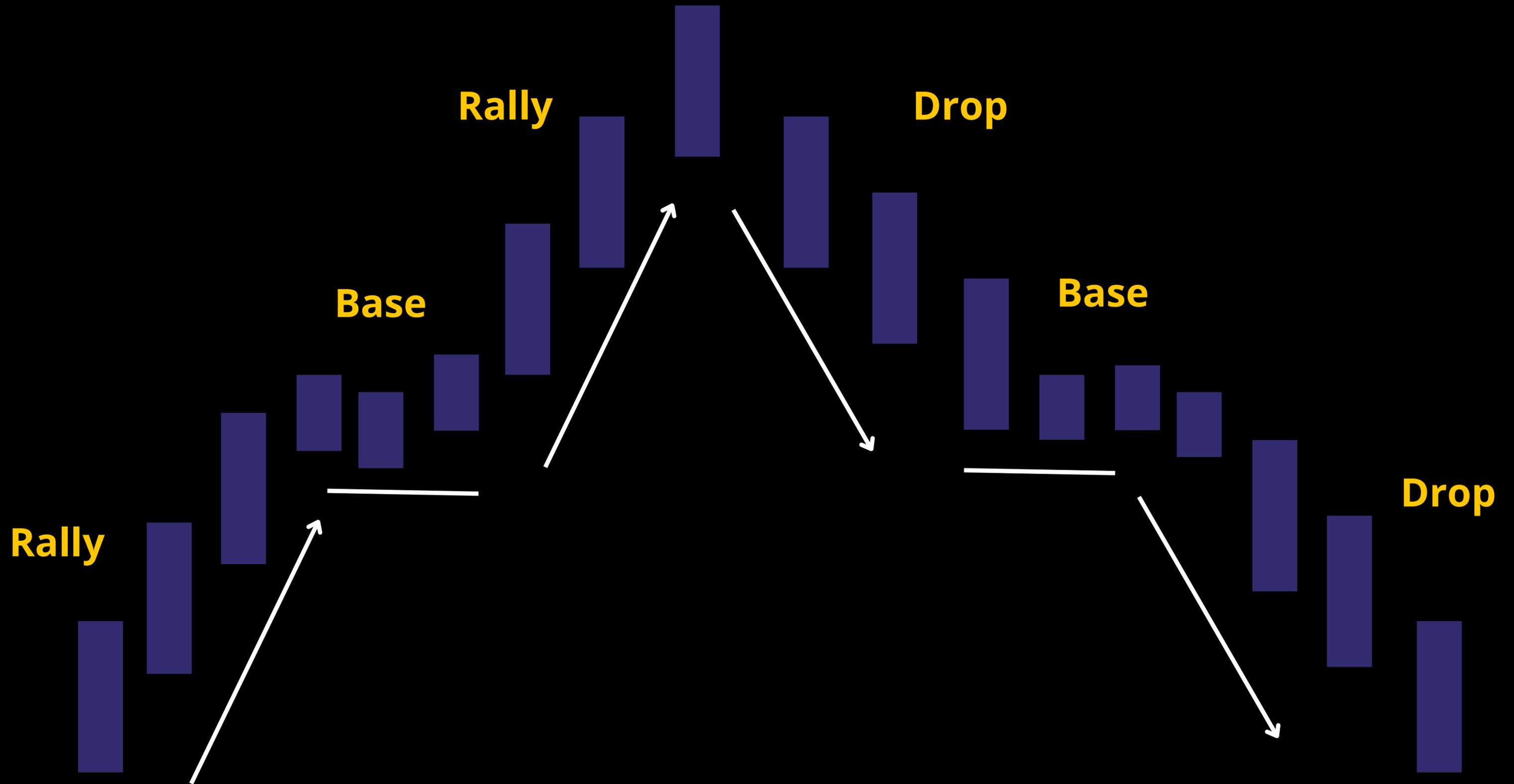
Continuation patterns refer to the situation when the price trend continues moving either up to down or down to up. These patterns are generally weak as, most of the time, price tends to break through these structures.

Drop Base Drop:

In this structure, the price drops pauses for some time to create a base and then continue to move down in a strong fashion.

Rally-Base-Rally:

In this structure, the price rallies up, pauses for some time to create a base, and continues to move upward.









The Demand & Supply Areas should be marked
at the base region of RBR/RBD/DBR/DBC









RALLY BASE RALLY

THIS AREA WILL ACT AS DEMAND ZONE GOING AHEAD.

E

D



WHEELS 310.35

200.00
1.2M
800K
400K

Apr Jul Oct 2019 Apr Jul Oct 2020 Apr Jul Oct 2021





Time Frame Selection:

- Check trend on Daily Time Frame
- Check Trend on 15 Min Time Frame
- Check Trend on 5 Min Time Frame.

For Longs:



**Daily Up
No Supply Nearby**



**15 Min Up
No Supply Nearby**



**5 Min
Moving towards Demand
Zone**

Daily Chart Rallies_Base











Range Strategies

- If our supply and demand zones are well-identified, we can opt for a range trading strategy.
- We may use stochastic indicators to identify overbought and oversold market trends.





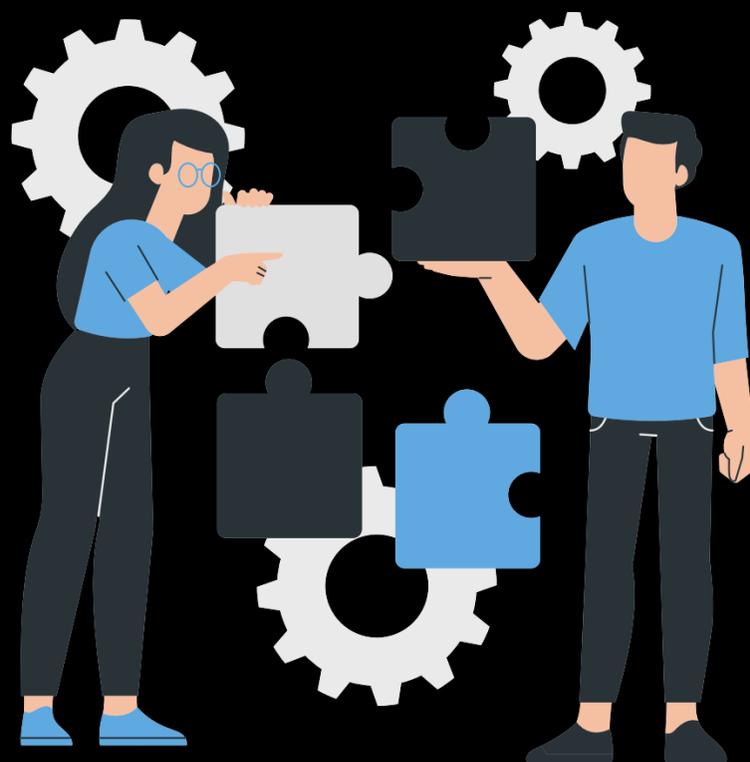


Mar May Jul Sep Nov 2021 Mar May Jul Sep Nov 2022 Mar



Price Action Indicators:

- You can use many indicators to confirm your supply and demand zones on the price chart.
- Most effective ones are:
 - Fibonacci Numbers
 - Pivot Points





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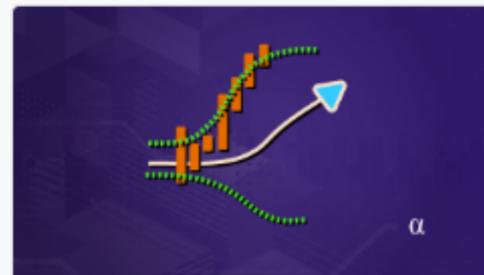


RESOURCES

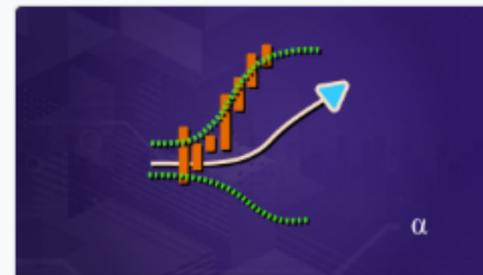
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VSA - Volume Spread Analysis - Hindi
Learn about Volume, Ranges &...
🕒 Last updated 07/2022
🌐 Hindi
★★★★★ (13)
~~₹7999~~ ₹4999









Orders Pending orders Positions

Closed

NATURALGAS Total lot: 7 (1250)
26 Jul 2022 | Carry Forward

Avg buy price	Avg sell price	Gain
₹ 500.63	₹ 503.63	₹ 26250.00

BANKNIFTY Total lot: 6 (25)
28 Jul 2022 | Carry Forward

Avg buy price	Avg sell price	Gain
₹ 35230.00	₹ 35285.65	₹ 8347.50

Total gain ₹ 34597.50

Pending orders Positions

Closed

NATURALGAS Total lot: 14 (1250)
26 Jul 2022 | Carry Forward

Avg buy price	Avg sell price	Gain
₹ 492.07	₹ 494.74	₹ 46725.00

Total gain ₹ 46725.00

Discover Watchlist Portfolio Orders Funds

PETRONET 28JUL22 FUT 221.45
+3.65 (+1.68%)

LOT 4

AVG. PRICE	CURRENT VALUE	UNREALIZED P&L
198.15	26,57,400.00	2,79,597.60 (+11.76%)

Total P&L (Unrealized) 15,385.00

Net P&L 15,385.00

INDIA PESTICIDES Unrl. G/L: ₹ 17,290 (9.73%)
LTP: ₹ 278.65

Quantity 700 Avg. Price ₹ 253.95 Day's G/L(%) ₹ 3,780 (1.98%)

SUNTECK REALTY Unrl. G/L: ₹ 20,824 (11.27%)
LTP: ₹ 514.15

Quantity 400 Avg. Price ₹ 462.09 Day's G/L(%) ₹ -200 (-0.1%)

NATIONALUM 72.25
QTY 5000 +2.05 (+2.92%)

AVG. PRICE	CURRENT VALUE	UNREALIZED P&L
67.84	3,61,250.00	22,049.00 (+6.50%)

ALKEM 30 Jun '22 FUT NRML 14,260.00
-200 @ ₹ 3,040.30 LTP : 2,969.00

Portfolio

Positions 2 Holdings 1

MTM P&L 10,548.75

NRML NFO	P&L : 3,645.00
BANKNIFTY JUL FUT	(0.00)
Qty : 0 Price : 0.00	LTP 34431.70
NRML NFO	P&L : 6,903.75
BANKNIFTY 07JUL22 34000 CE	(0.00)
Qty : 0 Price : 0.00	LTP 412.00

Search Equity

WatchList Orders Portfolio ASD455 More

K E C INTL. Unrl. G/L: ₹ 50,444.10 (6.64%)
LTP: ₹ 428.80

Quantity 1,890 Avg. Price ₹ 402.11 Day's G/L(%) ₹ 37,422 (4.84%)

Orders Pending orders Positions

Closed

NATURALGAS Total lot: 11 (1250)
26 Jul 2022 | Carry Forward

Avg buy price	Avg sell price	Gain
₹ 521.51	₹ 523.95	₹ 33550.00

BANKNIFTY Total lot: 29 (25)
28 Jul 2022 | Carry Forward

Avg buy price	Avg sell price	Gain
₹ 35338.09	₹ 35340.58	₹ 1805.25

Total gain ₹ 35355.25

Closed Positions

Search for stock or company

Stock Name	Qty/Buy	Avg Price	P&L/Sell	Avg Price
BANKNIFTY	40 Lots		+2,350.00	
2022 Jul 14 PE 35000.00	214.75		217.10	
NATURALGAS	7 Lots		+22,575.00	
2022 Jul 21	500.71		525.29	

Closed

BANKNIFTY Total lot: 12 (25)
28 Jul 2022 | Carry Forward

Avg buy price	Avg sell price	Gain
₹ 35331.05	₹ 35449.25	₹ 35460.00

Total gain ₹ 35460.00

Today's Positions Open Positions Sell From Ex

Total P&L (Unrealized) 0.00

Net P&L 9,702.00

REPORTS

EQUITY DERIVATIVES MUTUAL FUNDS CURR

Net Position / Turnover

Total Today MTM	Total Settled MTM
44.93 K	1.02 Lk
Total Today BPL	Total BPL (₹)
-5.72 K	20.71 K
Total MTM	Total Buy / Sell Value
1.20 Lk	22.94 Lk / -14.89 Lk

Net Buy / Sell Value

2022-2022 558.10

NSEFO | INVESTMENT

Net Qty	1250
Net Rate (₹)	513.95
Today's MTM (₹)	11187.44
Today's BPL (₹) / Total BPL (₹)	0.00 / 0.00
Settled MTM (₹) / Total MTM (₹)	44000.02 / 55187.46
Prev Close (₹) / Prev Open Qty	549.15 / 1250
Buy Qty / Sell Qty	0 / 0
Buy Rate (₹) / Sell Rate (₹)	0.00 / 0.00
Buy Value (₹) / Sell Value (₹)	0.00 / 0.00
Intraday Qty / Rate (₹)	0 / 0.00
Square Off Qty	0

View Less

AARTIND 705.90
28-Jul-2022

NSEFO | INVESTMENT

Net Qty	850
Net Rate (₹)	698.15

Today's F 4,925.00

RECAP

Today's F 4,925.00

Total gain ₹ 35460.00

Master Traders



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