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A ■on the basics of block and bulk deals.

Block and bulk deals are large purchases of stocks by investment banks, mutual funds, hedge funds, pension funds, FIs, and promoters. Tracking block and bulk deals can help give you a sense of what these large players are thinking.

A single transaction where shares more than Rs 10 crores or the number of shares traded are more than 5 lakh is considered a block deal.

Block deals are carried out in separate trading windows. This trading window operates in two shifts of 15 minutes each:

Morning trading window from 8:45 AM to 9:00 AM.

Afternoon trading window from 2:05 PM to 2:20 PM

Block deals happen in different windows to reduce volatility and sudden price movements. Given that they are traded in a separate window, they do not show up on the volume charts.

Brokers facilitating the transaction are required to inform the exchange. You can track bulk and block deals on NSE & BSE:
<https://t.co/pwTyzWTnUL>

<https://t.co/g9BbHiEag3>

Data from 01-02-2022 to 01-02-2022							
Date	Symbol	Security Name	Client Name	Buy / Sell	Quantity Traded	Trade Price / Wght. Avg. Price	Remarks
01-Feb-2022	ABCOTS	A B Cotspin India Limited	ADROIT FINANCIAL SERVICES PVT LTD	BUY	76,000	55.96	-
01-Feb-2022	ABCOTS	A B Cotspin India Limited	ADROIT FINANCIAL SERVICES PVT LTD	SELL	76,000	56.53	-
01-Feb-2022	AKG	AKG Exim Limited	L7 HITECH PRIVATE LIMITED	SELL	61,054	47.00	-
01-Feb-2022	AKG	AKG Exim Limited	RAJEEV KUMAR GUPTA	BUY	64,696	46.96	-
01-Feb-2022	ANTGRAPHIC	Antarctica Graphics Ltd	ROHIT KUTHARI	SELL	12,00,000	3.35	-
01-Feb-2022	BRNL	Bharat Road Network Ltd	ANANT WEALTH CONSULTANTS PRIVATE LIMITED	BUY	15,92,042	47.34	-
01-Feb-2022	BRNL	Bharat Road Network Ltd	ANANT WEALTH CONSULTANTS PRIVATE LIMITED	SELL	15,92,042	47.64	-
01-Feb-2022	DIGJAMLMTD	Digjam Ltd	MANSI SHARES & STOCK ADVISORS PVT LTD	BUY	25,000	241.85	-
01-Feb-2022	FCL	Fineotex Chemical Limited	OLGA TRADING PRIVATE LIMITED	BUY	7,19,174	167.11	-
01-Feb-2022	FCL	Fineotex Chemical Limited	OLGA TRADING PRIVATE LIMITED	SELL	6,60,136	164.78	-
01-Feb-2022	FOCE	Foce India Limited	BALGOPAL COMMERCIAL LIMITED	SELL	26,400	201.34	-
01-Feb-2022	GRAVITA	Gravita India Limited	RAM SHARAN MDOI	BUY	8,032	368.17	-
01-Feb-2022	GRAVITA	Gravita India Limited	RAM SHARAN MDOI	SELL	4,25,377	371.43	-
01-Feb-2022	LYKALABS	Lyka Labs Ltd	SUVARNA KUMARI AGRAWAL	BUY	1,45,000	163.32	-
01-Feb-2022	PARTYCRUS	Party Cruisers Limited	KALPESH JAVERILAL OSWAL	SELL	40,000	78.00	-
01-Feb-2022	PARTYCRUS	Party Cruisers Limited	MEGHKUMAR MAHENDRAKUMAR SHAH	BUY	40,000	79.41	-
01-Feb-2022	PRAKASHSTL	Prakash Steelage Ltd	SIMMI UPPAL	BUY	7,18,338	7.02	-
01-Feb-2022	PRAKASHSTL	Prakash Steelage Ltd	SIMMI UPPAL	SELL	9,18,338	7.02	-

Block deals are placed within (+ or -) 1% of the Block Reference Price.

Block reference price is determined in 2 ways:

The previous day's closing price for the morning trading window.

Volume-weighted average price (VWAP) of the stock between 1:45 to 2:00 PM for the afternoon.

A transaction involving at least 0.5% of the total listed shares of a company is a bulk deal. Unlike Block deals, bulk deals happen during regular trading hours and are visible to all the market participants.

The broker is required to inform the stock exchange details like the amount of the transaction, deal participants and other required information.

Can a bulk deal also be a block deal?

Yes, the parties can also carry out the bulk deal as a block deal if it meets the requirement of both the deals.

Requirement for a bulk deal:

If the transaction involves 0.5 % of the shares of a company

Requirement for block deal: Deal value is Rs 10 crores, or the number of shares traded are more than 5 lakh

A lot of investors track these bulk and block deals closely to keep track of what famous investors are buying and selling. Some even blindly buy & and sell just because some well known investors bought or sold.

One point to keep in mind is that for every big investor buying a particular stock, there is also a big investor selling its position in the same share.

Bulk and block deals data contain a lot of noise, and copycat investing can be pretty risky. You need to have your own thesis for buying or selling something at the end of the day.

These deals indicate corporate interest and may cause prices to fluctuate in the short term.

However, investment decisions should not be made based on indicators alone, but also based on fundamentals.

Check out the Varsity videos to learn about the basics of stock market ■

<https://t.co/uzvOGtBxnc>