

Market Statistic**OPEN INTEREST – Gainers With Rise in Price**

Scrip ID	OI Futures	% Chg	Price	% Chg
IBONGAIREFN	8023500	93.17	56.55	12.2
KTKBANK	2175000	86.3	200.7	5.32
RAJESHEXP	2091100	66.32	649.45	11.56
DENABANK	11466000	64.09	64.1	11.47
J&KBANK	109800	59.13	699.3	4.96

OPEN INTEREST – Gainers With Fall in Price

Scrip ID	OI Futures	% Chg	Price	% Chg
WELGUJ	4938400	116.44	230.4	-3.84
UNIPHOS	174300	84.44	327.6	-1.32
IPCL	3126200	72.03	385.7	-0.42
YESBANK	2437600	34.63	187.95	-0.74
BHUSANSTL	59500	31.49	913.7	-3.522

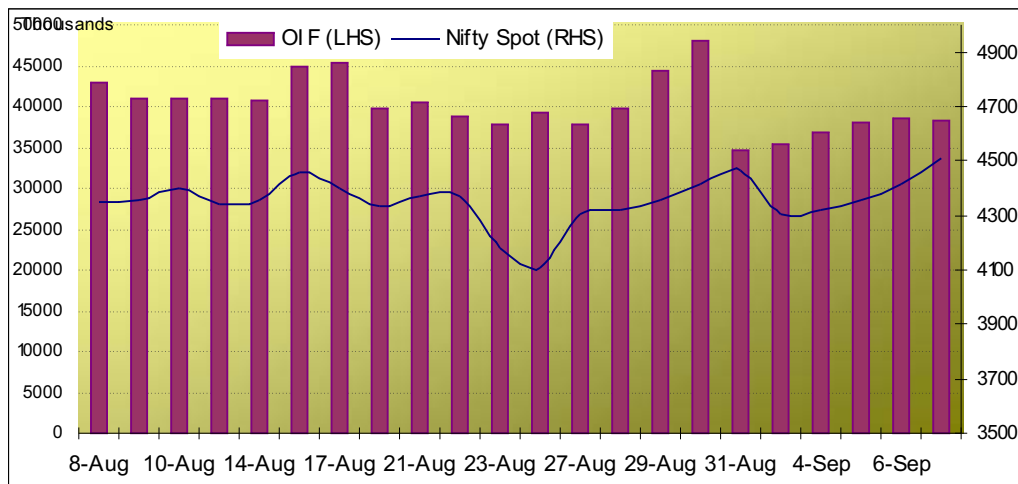
Weekly Market Wrap-up:

In the last week, the Nifty Futures open interest (OI) increased by 10.62 percent (from 691635 contracts to 765082 contracts) with an increase in price of 1.82 percent (from 4429.15 to 4477.95).

The Nifty Call OI increased by 30.06 percent (from 228823 contracts to 297598) and the Nifty Put OI increased by 39.59 percent (from 332178 contracts to 463692) contracts.

The Total open interest of Nifty was up by 21.85 percent (from 1252636 contracts to 1526372) contracts. The net OI of Nifty (Future + Call - Put) was up by 1.82 percent i.e. (from 588280 contracts to 598988) contracts. The Nifty PCR (OI) has shown a change from 1.45 to 1.56. The Nifty basis over the week was at (-32) points.

In the Current week, we maintain a sideways view on the market.

**Nifty Perspective**

Nifty futures on weekly basis increased by 1.82 percent to close around 4475.00. Open interests in Nifty future has increased from 691635 contracts to 765082 with index closing higher, week on week basis around 4509. The gain in OI with rise in price indicates that market has seen built of fresh long positions as prices starts moving up from lower levels, due to strong buying on lower levels. Market may show strength if it further sustains above 4500 levels where we may see fresh buying happening in the market. FII's were buyers in the market during the last week, on the last day they were the net buyers to the tune of 414.65 crs. The other indicators in derivatives market i.e. PCR_OI indicating some weakness as going up from lower levels from 1.45 to 1.56. The implied volatility was hovering around 26 to 28 indicating some stability can be seen in the market, whereas HV has come down from 38 to 33. However, volatility is coming down from higher levels so we can see some consolidation in market. The overall data suggests that the participants should be cautious and should not take aggressive position in the market, as the market is volatile. One should take hedged positions in the market.

RELIANCE

RELIANCE gained OI to the tune of 8.25% with an increase in price of 0.10% indicating that counter has witnessed fresh long positions on higher levels by bulls as prices started to move up and counter has witnessed strong buying. Counter has also seen some profit booking on higher levels suggesting that counter can show some consolidation before giving any sharp movement in either direction. On the last working day, we saw drop in OI with prices closing in negative indicating that counter has seen liquidation of long positions on higher levels. If the counter goes above 1975 levels, we may see fresh buying emerging in the counter and shorts liquidating their positions aggressively. Meanwhile the counter has support around 1950 and resistance around 1985.

TATASTEEL

Open interest in TATASTEEL has gone up by 19.35% with marginal loss in prices. The gain in OI with marginal loss in prices indicates that counter witness profit booking after a sharp movement during last week and counter can see some more consolidation in coming days. On the last day of the week, we saw drop in OI positions with prices closing in negative indicating that counter has witness liquidation of long positions by bulls on higher levels. The counter may show further weakness if it goes above 680 levels where we may see fresh short positions building up and further liquidation of long positions in the counter. Meanwhile the counter has support around 675 and resistance around 700 levels.

SATYAMCOMP

Open interest in SATYAMCOMP has gone up by 6.60% with marginal gain in price of 0.38% indicating that counter has witnessed fresh long positions on higher levels by bulls as prices started to move up and counter has witnessed strong buying. Counter has also seen some profit booking on higher levels suggesting that counter can show some consolidation before giving any sharp movement in either direction. On the last working day, we saw rise in OI with prices closing in negative indicating that counter has seen liquidation of long positions on higher levels and addition of some short positions. If the counter goes above 450 levels, we may see fresh selling emerging in the counter and long liquidating their positions. Meanwhile the counter has support around 445 and resistance around 454.

HINDLEVER

Scrip has gained OI to the tune of 17.50% with gain in price of 2.75% indicating built of fresh long positions as prices starts to move up from lower levels and shorts covering their positions aggressively in the counter. Counter can further show some strength from current levels. Counter has recovered from his support levels and moves up. On the last day of the week, Counter witness gain in OI with drop in price indicating fresh short positions building up in the counter and counter can see some liquidation of long positions before giving sharp movement from current levels. The counter may show further strength if it sustains above 215 levels. Meanwhile the counter has support around 211 and resistance around 217.

TATAMOTORS

Scrip has gained OI to the tune of 3.50% with decline in price of 0.95% indicating built of short positions as prices starts to come down, counter also witnessed liquidation of long positions during previous week and bulls have squared up their positions as prices starts to come down from higher levels. Counter can show further weakness from current levels and can move downward. On the last day of the week, counter gain marginal OI with drop in prices indicating built of short positions by bears on higher levels and counter can show some weakness in the coming days. Meanwhile the counter has support around 685 and resistance around 712. higher levels and counter can show some strength in the coming days. Meanwhile the counter has support around 685 and resistance around 715.

Market Statistic:

TRADE STATISTICS FOR 07-Sept.-2007

Product	No. of Contracts	Turnover (Rs. cr.) *
Index Futures	456,601	10,317.47
Stock Futures	643,327	22,555.30
Index Options	203,340	4,601.21
Stock Options	32,610	1,192.46
Total	1,335,878	38,666.44

OPEN INTEREST – Gainers.

Scrip ID	OI Futures	% Chg	Price	% Chg
KTKBANK	2175000	67.63	200.7	2.92
ROLTA	606600	29.24	517.25	7.63
PUNJLLOYD	9256500	28.24	305.15	3.54
BONGAIREF	8023500	25.30	56.55	1.16
HCC	2422000	24.37	135.75	0.29

OPEN INTEREST - Losers.

Scrip ID	OI Futures	% Chg	Price	% Chg
GMRINFRA	9595000	-10	779	-4
GESHIP	1442400	-9.69	333.7	3.5
GNFC	3835000	-8.71	137.25	-0.91
MCDOWELL	522750	-8.61	1540.95	1.64
CAIRN	5185000	-8.27	153.25	0.95

FII Derivatives Statistic For the date :070907

	Buy	Sell	OI at end of the Day		Inflow / Outflow
			Contract	Amount	
INDEX FUTURES	1207.23	1128.12	718245	16107.62	79.11
INDEX OPTIONS	587.85	124.39	509246	11482.22	463.46
STOCK FUTURES	513.99	631.86	835576	25796.74	-117.87
STOCK OPTIONS	0.00	10.05	4733	136.63	-10.05
					414.66

FII Derivatives Statistic For the date :060907

INDEX FUTURES	1659.00	1010.38	726675	16382.15	648.63
INDEX OPTIONS	471.99	166.19	484753	10952.02	305.80
STOCK FUTURES	490.86	534.49	818550	25555.71	-43.64
STOCK OPTIONS	4.38	6.71	4417	127.13	-2.33
					908.46

FII Derivatives Statistic For the date :050907

INDEX FUTURES	739.56	777.49	718896	15957.77	-37.93
INDEX OPTIONS	409.60	119.44	468836	10492.20	290.16
STOCK FUTURES	709.01	549.52	808716	24876.47	159.49
STOCK OPTIONS	1.42	6.00	4088	115.01	-4.58
					407.13

Reckoning Put/Call Ratio

Scrip ID	PCR OI	PCR Vol.
NIFTY	1.55	1.43
RELIANCE	0.34	0.22
IDBI	0.37	0.27
TATASTEEL	0.45	0.27
RPL	0.33	0.26

Market Wrap-up:

Nifty loses on Friday to close at 4509.50 down by 0.20%. The F&O segment of the market saw decrease in turnover as compared to previous trading session.

The market turnover decreased by 5.19 percent in terms of number of contracts traded vis-à-vis previous trading day and decreased by 5.52 percent in terms of rupees.

The PCR OI of market was at 0.17 and in NIFTY was changed from at 1.54 to 1.55. At the same time, PCR VOL in NIFTY has changed to 1.43.

On a scrip specific note scrips like KTKBANK, ROLTA, PUNJLLOYD, BONGAIREFN, & HCC were the major gainers in futures open interest while GMRINFRA, GESHIP, GNFC, MCDOWELL-N & CAIRN were the amongst some to shed the Futures Open Interest.

On the option open interest front, NIFTY led the pack 297598 contracts of position open in CALL and 463692 contracts in the PUT side. On the scrip side, RELIANCE led the pack with 11656 contracts in CALL and 4077 Contracts in PUT as open interest followed by IDBI with 4279 contracts of open position in CALL and 1618 contracts of open position in PUT.

In terms of Volumes 1335878, contracts were traded on NSE. Nifty accounted for 48.99 percent of the total traded contracts RELIANCE 3.30 percent while SBIN contributed 1.95 percent to the total turnover.

A look at the volatility indicates there is a considerable amount of increase in volatility of stocks such as STERLINBIO, TCS, PARSVNATH, NATIONALUM and KOTAKBANK. Implied Volatility was at 26.80 and Historical Volatility was at 33.31.

Expectations:

Nifty futures lost marginal OI to the tune of 0.73 % with prices going down marginally by 0.20% indicating that market saw selling pressure emerging at higher levels as market was near resistance level of 4550 levels thus suggesting that profit booking may be expected in the market in coming days as long positions are liquidating in the market and fresh short positions built up in the market at current levels.. The Nifty September series futures discount has widened and changed from 14 points to 29 points, which indicates that bears were aggressive in the market. Market may see some volatile session ahead as both IV & HV is going on higher side. The FII were marginal buyers in index futures to the tune of 79.11 crs and buyers in index options to the tune of 463 crs indicating higher activity on options side thus suggesting more of hedged positions built up by them. The PCR has gone down from 1.56to 1.55 levels indicating that market may see some buying support at lower levels.

Among the Big guns, ONGC saw 2.00% gain in OI with prices almost flat to positive suggesting that buying was emerging in the counter but as market reacted counter saw some liquidation as shorts started to built their positions thus suggesting some consolidation may be seen in the counter . RELIANCE saw marginal drop in OI with prices going down by 0.99% indicating that counter has seen built of fresh short positions as prices starts to decline from higher levels suggesting that counter can show some consolidation as the counter is moving in a range.

In the TECH counters, SATYAMCOMP, INFOSYS, WIPRO & TCS saw gain in OI with prices flat to negative suggesting that both bulls and bears were aggressive in these counters but there is buying support emerging at lower levels in overall IT pack thus suggesting that these counters may see further consolidation with positive bias.

In the CEMENT counters, ACC, & INDIACEM saw loss in OI with drop in price indicating that counters have witnessed liquidation of long positions on higher levels and profit booking happening in these counters. CENTUYRTEX and KESORAM

Expectations:

saw gain in OI with rise in price indicating that counter witness built up of fresh long positions during yesterday's session suggesting that counter can show further strength in coming days. AMBUJACEM saw rise in OI with fall in price indicating that counter witness weakness in coming trading session.

In the BANKING pack, ICICI saw drop in OI with prices closing in negative indicating that counters witness profit booking at higher levels and bears tighten their grips when price starts coming down from higher levels suggesting that counter witness fresh short positions and can show weakness. HDFC Bank saw rise in price along with OI indicating that counter witness fresh long position in yesterday's trading session. SBIN drop OI with fall in price indicating that counter witnessed liquidation of long positions thus suggesting further weakness may be seen in the counter.

TATASTEEL saw marginal drop in OI with fall in prices indicating that counters has witnessed built up of fresh short positions during yesterday's session and bulls has liquidated their positions as prices starts to move down suggesting that counter can show weakness in coming days. NALCO saw rise in OI with Price indicating that new fresh long position is built up in counter indicating strength.

We feel that market may see some consolidation as the built up in OI suggests that buying interest is getting down and if nifty spot breaches 4450 levels we may see bears getting upper hand in the market so one should not take aggressive long positions if it moves below this levels. Market may see some volatile sessions ahead. One should trade with strict stop losses to be adhered to.

Weekly Strategist!

ANAND RATHI
BEHIND EVERY SUCCESSFUL INVESTOR

DATE	Company Name	VIEW	DIFFERENT STRATEGIES	ACTION	BEP	RISK	REWARD
10-Sep-07	Petronet	BULLISH	BULL CALL SPREAD	BUY 65 CA @ 2.90 SELL 70 CA @ 1.45	66.45	6380	15620
	National Alum	BULLISH	COVERED CALL	BUY FU @ 258 SELL 270 CA @ 6.00 SL 250	252	2300-5750	20700
	SRF	BULLISH	BULL CALL SPREAD	BUY 145 CA @ 7.00 SELL 150 CA @ 5.25	146.75	2625	4875
	DLF	BEARISH	CALL HEDGE	SELL FU @ 623.60 BUY 620 CA @ 19.00	604.6	6160	UNLIMITED

TRADING LAWS

- A Trader not observing STOP LOSS, cannot survive for long .
- Never re-schedule your stop loss ,square up first and then take a fresh view.
- Book small losses by buying / selling near support / resistance, and look for big Gains,this will maximize the gains.
- Don't try to anticipate the change in main trend ,so don't go against trend .

P.S. In case of clarification, please feel free to email at.
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