



daring derivatives



April 12, 2007

Derivatives Summary

- The discount in the Nifty (April) futures increased to 26.05 points from 20.95 points and the futures added around 2 lakh shares in the open interest.
- The Nifty 50 stocks added 1.4 crore shares in the open interest.
- The total open interest in the market is Rs48,720 crore and there was an addition of around Rs1,368 crore in the open interest during the day.
- Crompton Greaves (28%), UTI Bank (26%), Kotak (25%), HDFC Bank (17%), SAIL (17%) and Triveni (15%) were the top open interest gainers in the market.
- Bajaj Hindustan (-12%) and Federal Bank (-11%) were the top open interest losers in the market.
- IFCI (91%) is close to its market wide position limit.

Market View

The market opened on a flat note as expected and remained in the 3855-3875 range all through the day. The Nifty went up strongly for a brief time in the first half of the trading session but subsequently came down and closed almost flat. Further the volumes in the Nifty futures were low as compared to the average volumes of the last few trading sessions indicating lack of participation in the market. The futures added around 3 lakh shares in the open interest toward the short side. On the options front, the implied volatility of the call options decreased while the implied volatility of the put options remained constant indicating that the market is likely to remain range-bound unless a fresh trigger gives the market a direction. The market is likely to open on a flat to positive note and will further take a cue from the world markets. The key support levels for the Nifty are 3820 and 3800 and there will be a resistance around 3880.

NIFTY SNAPSHOT			
	Current	Previous	% Change
Nifty (Mar)	3838.65	3827.2	0.30%
Nifty CoC	-16.40%	-12.42%	32.07%
OI	34752200	34452250	0.87%
Vol	35890900	34748300	3.29%
PCR(OI)	1.01	0.97	4.12%
PCR (VOL)	1.14	1.11	2.70%

MOST ACTIVE INDEX CALL OPTION				
Strike	Curr. IV	Pre. IV	Curr. OI	OI Chg%
3800 C	25.64%	25.74%	2808800	3.36%
3900 C	23.87%	24.16%	1856850	2.98%
3850 C	25.27%	24.53%	265400	-2.98%
3700 C	26.70%	27.38%	1631450	0.00%
4000 C	23.08%	23.95%	2380350	0.49%

MOST ACTIVE INDEX PUT OPTION				
Strike	Curr. IV	Pre. IV	Curr. OI	OI Chg%
3800 P	26.18%	26.07%	3424750	7.42%
3700 P	28.27%	27.36%	2769850	6.83%
3900 P	24.68%	24.27%	1031850	-3.38%
3500 P	34.37%	33.32%	1581300	-0.67%
3600 P	30.62%	30.32%	2214150	-0.85%

MOST ACTIVE STOCK FUTURES				
Strike	Curr. CoC	Pre. CoC	Curr. OI	OI Chg%
RELIANCE	4.22%	-1.57%	8639700	3.19%
TATASTEEL	5.70%	-4.83%	12434175	2.58%
SAIL	3.92%	7.75%	27953100	14.18%
INFOSYS	1.34%	4.22%	3674000	10.35%
STERLITE	1.67%	10.97%	7130375	7.63%

FII'S FUTURE & OPTIONS ACTIVITY (IN CRS) 10 APRIL			
	Buy	Sell	Difference
INDEX FUTURES	654.34	539.59	114.75
INDEX OPTIONS	198.25	257.79	-59.54
STOCK FUTURES	496.52	436.27	60.25
STOCK OPTIONS	0.84	4.11	-3.27
TOTAL	1349.95	1237.76	112.19

MOST ACTIVE STOCK CALL OPTIONS				
Strike	Curr. IV (%)	Pre. IV (%)	Curr. OI (%)	OI Chg %
RELIANCE 1380 C	27.12%	24.95%	281850	21.78%
INFOSYS 2010 C	48.55%	49.61%	181300	95.37%
TATASTEEL520 C	37.04%	36.84%	415125	124.45%
SAIL 120 C	44.44%	46.84%	1433700	-3.98%
RPL75 C	35.91%	40.73%	4532550	-3.01%

MOST ACTIVE STOCK PUT OPTIONS				
Strike	Curr. IV (%)	Pre. IV (%)	Curr. OI (%)	OI Chg %
INFOSYS 1830 P	54.44%	52.62%	54500	678.57%
TATASTEEL 500 P	37.78%	39.42%	232875	275.00%
RELIANCE1380 P	24.96%	25.60%	68250	30.00%
SAIL115 P	44.05%	44.91%	634500	65.49%
RPL70 P	34.16%	37.49%	901150	-2.89%

Recommendation Tracker

Date	Scripts	Initiation Range	Stoploss	Target	Timeframe	Remark
10-Apr-07	Nifty Buy	3815	3804	3840-3860	1-2 Days	SI Triggered
10-Apr-07	GDL Buy	174	171.5	180-185	1-2 Days	SI Triggered
9-Apr-07	CESC Buy	398	389.8	410-425	2-3 days	SI Triggered
9-Apr-07	IDEA Buy	95-96	93.8	100-102	2-3 days	Open
5-Apr-07	Century Textile Buy	561-517	508.5	530-545	1-2 Days	Target Achieved

Strategy Tracker

Date	Scripts	Buy/Sell	Strike/Option	Initiation Range	Max Profit	Max. Loss	Time
9-Apr-07	Gujarat Ambuja	Buy	110 Call	3	3.5	1.5	Expiry
		Sell	115 Call	1.5			

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