



# daring derivatives



October 01, 2008

## Derivatives Summary

- Nifty (October) future premium has decreased from 9.35 points to 6.15 points and around 6.38 lakh shares were shed in open interest.
- Total open interest in the market was Rs57,543 crore and Rs1,843 crore were added in open interest.
- Nifty call option added 9.22 lakh shares in open interest, whereas put option added 18.50 lakh shares in open interest.
- Reliance Infrastructure (20%), SCI (10%), Firstsource Solutions (10%), Sesa Goa (9%) and Hero Honda (9%) were the top open interest gainers in the market.
- Chambal Fertilisers & Chemicals (-11%), GSPL (-10%), Tata Consultancy Services (-10%) and ICICI Bank (-10%) were the top open interest losers in the market.

NIFTY SNAPSHOT			
	Current	Previous	% Change
Nifty (Curr. MTH)	3927.35	3859.4	1.76%
Nifty CoC	1.97%	2.95%	-33.19%
OI	28687250	29325250	-2.18%
Vol	44522500	45561600	-2.28%
PCR(OI)	0.93	0.9	3.33%
PCR ( VOL)	0.64	0.6	6.67%

MOST ACTIVE INDEX CALL OPTION				
Strike	Curr. IV	Pre. IV	Curr. OI	OI Chg%
4000 C	38.95%	41.40%	2309200	19.35%
4200 C	38.27%	40.93%	2850150	2.44%
4100 C	38.52%	40.77%	2302500	6.06%
4300 C	38.38%	40.54%	3072000	-2.16%
3900 C	40.37%	42.09%	760650	34.34%

MOST ACTIVE INDEX PUT OPTION				
Strike	Curr. IV	Pre. IV	Curr. OI	OI Chg%
3800 P	41.88%	43.92%	3254550	3.70%
3900 P	40.55%	42.42%	1585950	7.69%
4000 P	38.99%	41.66%	2269050	0.72%
3750 P	42.09%	46.59%	799350	-0.78%
4100 P	38.21%	39.67%	3276050	-1.16%

MOST ACTIVE STOCK FUTURES				
Strike	Curr. CoC	Pre. CoC	Curr. OI	OI Chg%
RELIANCE	7.23%	7.08%	6801150	-0.43%
ICICIBANK	10.82%	10.11%	11014850	-10.60%
RELCAPITAL	6.55%	6.82%	3003294	-0.90%
LT	11.89%	-2.57%	2290150	1.35%
SBIN	-11.22%	-7.49%	4293696	-0.58%

FII'S FUTURE & OPTIONS ACTIVITY (IN CRS) 29 SEPT			
	Buy	Sell	Difference
INDEX FUTURES	1745.69	2225.96	-480.27
INDEX OPTIONS	1227.56	994.13	233.43
STOCK FUTURES	749.32	815.00	-65.68
STOCK OPTIONS	15.94	3.26	12.68
TOTAL	3738.51	4038.35	-299.84

## Market View

The market opened on a pessimistic note, around 130 points lower, on account of negative cues from global markets and remained in the negative zone in the first half of trading session. However, in the second half substantial buying in all the counters was seen along with very high volatility and volumes, which helped Nifty to cover all its loss and finally end the session with a handsome gain of 71 points at 3,921. Volumes in Nifty futures were marginally lower than the average trading volumes and around 6.38 lakh shares were reduced in the open interest with a decrease in the cost of carry indicating long closure. On the option front, implied volatility has decreased marginally, which indicates positive bias for the market.

MOST ACTIVE STOCK CALL OPTIONS				
Strike	Curr. IV (%)	Pre. IV (%)	Curr. OI (%)	OI Chg %
ICICIBANK 500 C	445.85%	378.35%	287000	373.99%
BHEL 1590 C	42.16%	47.29%	100950	1123.64%
RELIANCE 2010 C	42.55%	44.01%	210525	0.61%
ONGC 1080 C	39.98%	42.09%	323325	3404.88%
NTPC 180 C	175.59%	129.02%	2351375	1.76%

MOST ACTIVE STOCK PUT OPTIONS				
Strike	Curr. IV (%)	Pre. IV (%)	Curr. OI (%)	OI Chg %
RELIANCE 1800 P	48.32%	51.84%	92475	15.56%
IFCI 30 P	212.79%	238.61%	437340	54.17%
HINDALCO 100 P	56.08%	58.98%	1057159	-1.64%
RPL 140 P	42.21%	44.90%	492450	4.26%
RELINFRA 800 P	52.35%	51.66%	1002294	0.12%

## Recommendation Tracker

Date	Scripts	Buy/sell	Initiation Range	Stop loss	Target	Time frame	Remark
30-Sep-08	Nifty	Buy	3818-3822	3920 ®	3880-3920	Intraday	Targets Achieved
29-Sep-08	Sesa Goa	Buy	114-115	115 ®	121-125	2-3 Days	Open @ 118.10
29-Sep-08	Ibrealst	Buy	164-165	155	182-190	3-4 Days	Partial Book @ 173-174
25-Sep-08	Cairn	Buy	228-229	224	235-240	Intraday	Stopped Out
24-Sep-08	Reliance Capital	Sell	1235-1238	1262	1200-1180	1-2 Days	Book profit @ 1200

## Strategy Tracker

Date	Scripts	Buy/Sell	Initiation Range	Stoploss	Target	Timeframe	Remark
26-Sep-08	Nifty CE 4100	Buy	153-155	-	-	Expiry	Open @ 105
26-Sep-08	Nifty CE 4300	Sell	75-76	-	-	Expiry	Open @ 51

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