

Market Statistic:

TRADE STATISTICS FOR 08-January-2007

Product	No. of Contracts	Turnover (Rs. cr.)*
Index Futures	234,043	9,202.10
Stock Futures	330,067	12,218.62
Index Options	76,310	3,049.56
Stock Options	19,984	739.71
Total	660,404	25,209.99

OPEN INTEREST – Gainers.

Scrip ID	OI Futures	% Chg	Price	% Chg
MARUTI	2432000	23.78	897.95	-3.96
TTML	14065700	22.92	20.85	4.25
INFOSYSTCH	4804800	22.17	2205.60	-3.06
PRAJIND	2278100	18.48	230.70	6.60
CHAMBLFER	4333200	11.94	37.65	-0.53

OPEN INTEREST - Losers.

Scrip ID	OI Futures	% Chg	Price	% Chg
IOB	1168200	(11.21)	114.1	-1.05
CANBK	976000	(8.96)	286.2	1.13
RENUKA	195000	(8.45)	436.55	-5.78
KOTAKBANK	670450	(8.28)	416.45	1.09
FEDERALBN	726700	(7.60)	224.5	1.97

FII Derivatives Statistic For the date :080107

	Buy	Sell	OI at end of the Day		Inflow / Outflow
			Contract	Amount	
INDEX FUTURES	875.96	1674.83	333005	13076.38	-798.87
INDEX OPTIONS	259.24	64.02	113124	4449.62	195.22
STOCK FUTURES	235.77	561.59	409683	14538.49	-325.82
STOCK OPTIONS	0.05	28.06	1691	61.61	-28.02
					-957.49

FII Derivatives Statistic For the date : 050107

INDEX FUTURES	885.26	1024.42	310598	12358.86	-139.16
INDEX OPTIONS	111.63	52.58	104941	4180.22	59.05
STOCK FUTURES	415.15	592.49	401712	14445.66	-177.35
STOCK OPTIONS	0.00	8.02	1046	34.85	-8.02
					-265.48

FII Derivatives Statistic For the date : 040107

INDEX FUTURES	827.32	1525.39	292097	11653.41	-698.06
INDEX OPTIONS	570.95	51.26	101767	4059.28	519.69
STOCK FUTURES	479.47	501.24	385510	13952.62	-21.78
STOCK OPTIONS	0.00	2.71	847	26.88	-2.71
					-202.86

Reckoning Put/Call Ratio

Scrip ID	PCR OI	PCR Vol.
NIFTY	1.57	1.12
RELIANCE	0.14	0.17
INFOSYSTCH	0.14	0.10
TATASTEEL	0.26	0.13
HINDLEVER	0.16	0.19

Market Wrap-up:

Nifty crashed on Monday to close at 3933.40 down 1.26%. The F&O segment of the market saw decrease in turnover as compared to previous trading session.

The market turnover decreased by 0.43 percent in terms of number of contracts traded vis-à-vis previous trading day and decreased 0.18 percent in terms of rupees.

The PCR OI of market was at 0.17 and in NIFTY; has decreased from 1.60 to 1.57. At the same time, PCR VOL in NIFTY has changed to 1.12.

On a scrip specific note scrips like MARUTI, TTML, INFOSYSTCH, PRAJIND & CHAMBLFER were the major gainers in futures open interest, while IOB, CANBK, RENUKA, KOTAKBK & FEDERALBNK were the amongst some to shed the Futures Open Interest.

On the option open interest front, NIFTY led the pack 91714 contracts of position open in CALL and 144021 contracts in the PUT side. On the scrip side, RELIANCE led the pack with 5987 contracts in CALL and 857 Contracts in PUT as open interest followed by INFOSYSTCH with 4137 contracts of open position in CALL and 597 contracts of open position in PUT.

In terms of Volumes 660404 contracts were traded on NSE. Nifty accounted for 46.84 percent of the total traded contracts RELIANCE 4.01 percent while MTNL contributed 2.71 percent to the total turnover.

eXpectations:

The NIFTY Futures moving down with a gain in OI of a huge 5.24%, indicating negative positions being built-up in the markets. The FIIs were sellers to the tune of Rs.798 crs giving support to the fall. The PCR-OI was down from 1.64 at 1.57 and the VOLATILITY increased marginally to 26.70 from 28.

Among the Big guns, ONGC saw a significant built-up of 5.77% in OI with a price rise of 4.20%, indicating huge short covering. On the other hand, RELIANCE gained in OI to the tune of 2.59% with fall in price which meant profit booking at the higher end.

The TECH front lead by INFOSYS saw its OI rise by a whopping 22.17% with its price coming down by 3.49% indicating built-up of short positions in this counter. Similarly TCS too experienced a major increase in its OI (4.96%) with a fall in price. Similarly SATYAM & POLARIS saw genuine selling happening in their respective counters.

In the BANKING arena, we saw across the board selling /profit booking be it SBI & PNB from the P.S.U. side or UTI BANK & HDFC BANK from the private sector. The only exception being ICICI BANK where we saw the first sign of strength, where genuine buying occurred.

On the AUTO front, we saw a across the board selling / short positions being built, especially in MARUTI where OI increased by 22% with loss in prices, indicating the weakness.

In the METALS space, TATASTEEL saw short positions being built-up further. HINDALCO, SAIL, STERLITE & TATA STEEL all of them saw a built-up in short positions. Similarly BHARATFORGE too experienced a profit booking.

Considering the high level of PCR with a gain in Volatility and the general built-up of OI in the market, though waves would be higher but after the huge selling of F.I.I.'S, we feel that the selling would not continue and the markets would turn positive today as lot of Open positions have been squared in line with the number of stocks now available in the segment.

Please Note that Each Strategy Given below suits to different risk profile; please choose suitable one for you on the basis of your risk profile & trading Appetite. Please read the comments mentioned below each strategy before using the strategy.

LOW RISK STRATEGY
POSITIONAL STRATEGY
Strategy – CALL HEDGE

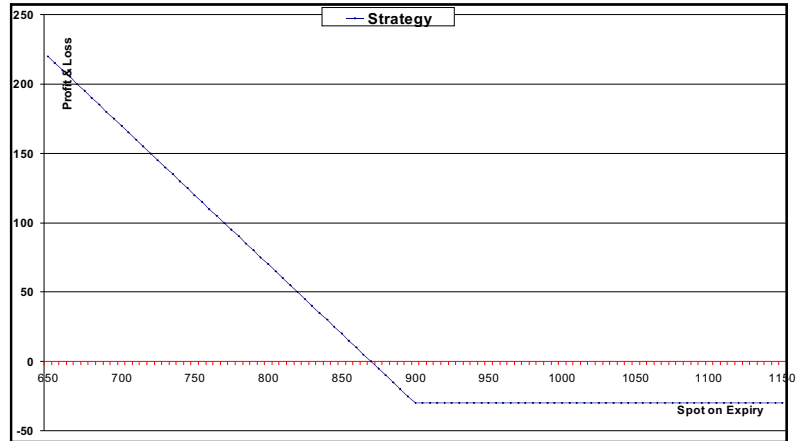
STRATEGY NAME	CALL HEDGE
	SELL FU @ 903
	BUY 900 CA @ 33.00
OI (In contracts)	
MARUTI FU	6046
MARUTI 900 CA	5
VOL (In contracts)	
MARUTI FU	4586
MARUTI 900 CA	8
	0

MARUTI: CALL HEDGE

SELL FU @ 903.00
 BUY 900 CA @ 33.00
BEP: 870.00
Risk: 12000.00

Profit Potential: UNLIMITED

(For strategy details refer adjacent table).



In the above strategy the risk is pre defined as maximum risk given; this strategy is quiet safe and has attractive risk reward ratio. If there is a change in price of future option price has to be adjusted accordingly.

HIGH RISK STRATEGY
POSITIONAL STRATEGY
Strategy – SELL FUTURE

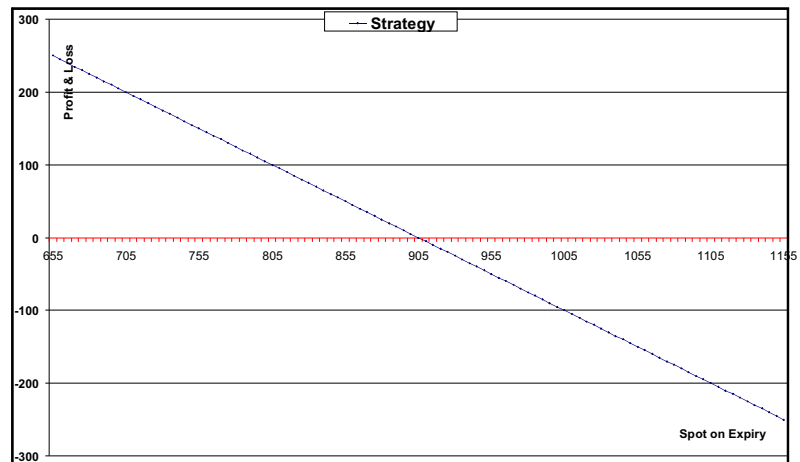
STRATEGY NAME	SELL FUTURE
	SELL FU @ 904-906
OI (In contracts)	
MARUTI FU	6046
VOL (In contracts)	
MARUTI FU	4586
	0
	0

MARUTI: SELL FUTURE

SELL FU @ 904 - 906
SL: 920
Risk: 6000

TGT: 875
Profit Potential: 12000

(For strategy details refer adjacent table).



The above strategy is considered to be a high risk strategy as it involves one action of selling a future. In this strategy client must adhere to strict stop loss and target as mentioned above.

HIGH RISK STRATEGY

POSITIONAL STRATEGY

Strategy – SELL FUTURE

STRATEGY NAME	SELL FUTURE
	SELL FU @ 275 - 277
OI (In contracts)	
ZEE FU	4874
VOL (In contracts)	
ZEE FU	1648
	0
	0

ZEE: SELL FUTURE

SELL FU @ 275 - 277

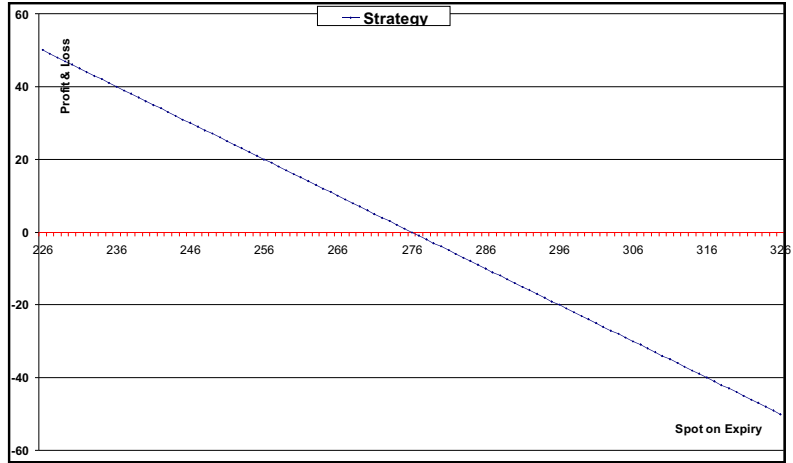
SL: 282

Risk: 4200

TGT: 264

Profit Potential: 8400

(For strategy details refer adjacent table).



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HIGH RISK STRATEGY

POSITIONAL STRATEGY

Strategy – BUY FUTURE

STRATEGY NAME	BUY FUTURE
	BUY FU @ 232 - 234
OI (In contracts)	
PRAJIND FU	2067
VOL (In contracts)	
PRAJIND FU	5064
	0
	0

PRAJIND: BUY FUTURE

BUY FU @ 232 - 234

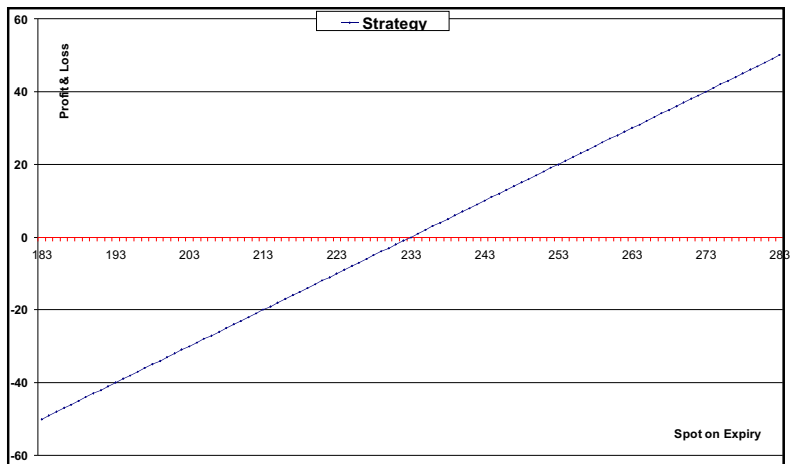
SL: 227

Risk: 6600

TGT: 245

Profit Potential: 13200

(For strategy details refer adjacent table).



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HIGH RISK STRATEGY

POSITIONAL STRATEGY

Strategy – PUT HEDGE

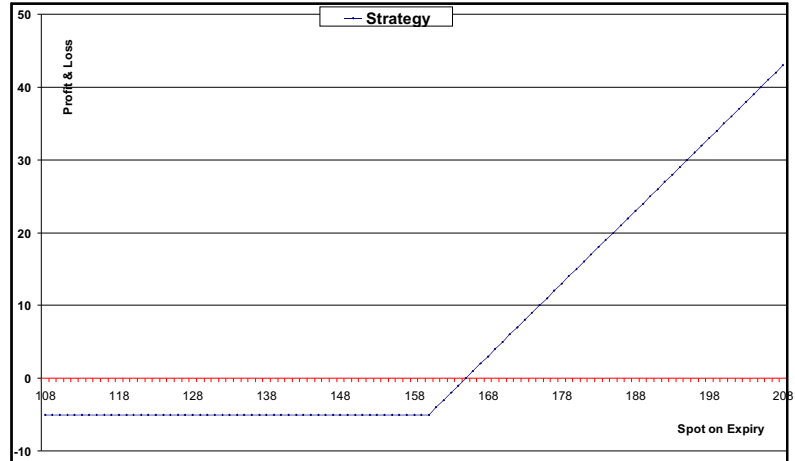
STRATEGY NAME	PUT HEDGE
	BUY FU @ 168
	BUY 160 PA @ 7.00
OI (In contracts)	
MTNL FU	14830
MTNL 160 PA	9
VOL (In contracts)	
MTNL FU	14394
MTNL 160 PA	10
	0

MTNL: PUT HEDGE

BUY FU @ 158.00
BUY 160 PA @ 7.00
BEP: 165
Risk: 8000

Profit Potential: UNLIMITED

(For strategy details refer adjacent table).



In the above strategy the risk is pre defined as maximum risk given; this strategy is quiet safe and has attractive risk reward ratio. If there is a change in price of future option price has to be adjusted accordingly.

LOW RISK STRATEGY

POSITIONAL STRATEGY

Strategy – BULL CALL SPREAD

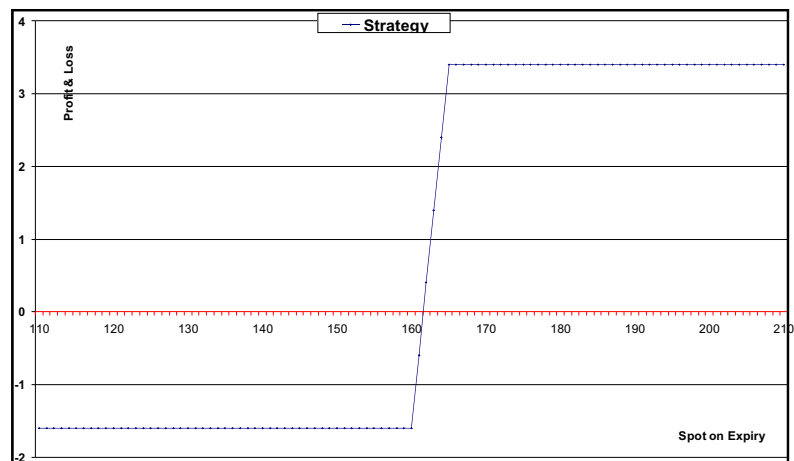
STRATEGY NAME	BULL CALL SPREAD
	BUY 160 CA @ 5.30
	SELL 165 CA @ 3.70
OI (In contracts)	
MTNL 160 CA	325
MTNL 165 CA	86
VOL (In contracts)	
MTNL 160 CA	594
MTNL 165 CA	109
	0

MTNL: BULL CALL SPREAD

BUY 160 CA @ 5.30
SELL 165 CA @ 3.70
BEP: 161.60
Risk: 2560.00

Profit Potential: 5440.00

(For strategy details refer adjacent table).



In the above strategy as action suggest you have buy at the money or in the money option and sell out of money option it is very safe as Risk and Profit is Pre Defined. Also, please note in forming this strategy rate given is not important but Co-relation in difference in strike price and rates is important.

LOW RISK STRATEGY

POSITIONAL STRATEGY

Strategy – BULL CALL SPREAD

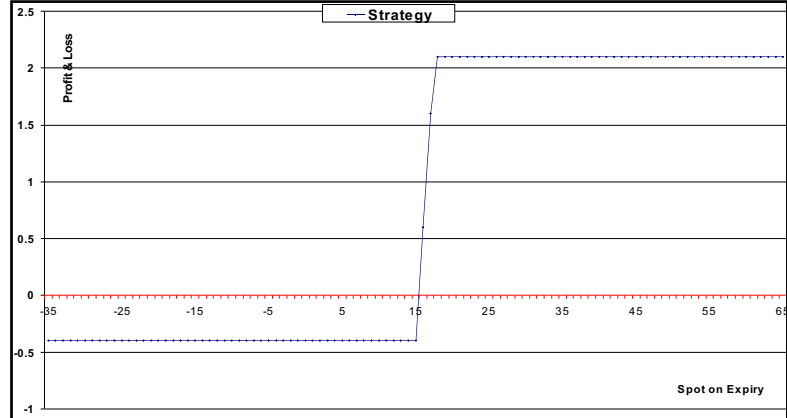
STRATEGY NAME	BULL CALL SPREAD
	BUY 15 CA @ 0.60
	SELL 17.50 CA @ 0.20
OI (In contracts)	
IFCI 15.00 CA	36
IFCI 17.50 CA	69
VOL (In contracts)	
IFCI 15.00 CA	225
IFCI 17.50 CA	35
	0

IFCI: BULL CALL SPREAD

BUY 15.00 CA @ 0.60
SELL 17.50 CA @ 0.20
BEP: 15.40
Risk: 12600.00

Profit Potential: 66150.00

(For strategy details refer adjacent table).



In the above strategy as action suggest you have buy at the money or in the money option and sell out of money option it is very safe as Risk and Profit is Pre Defined. Also, please note in forming this strategy rate given is not important but Co-relation in difference in strike price and rates is important.

HIGH RISK STRATEGY

POSITIONAL STRATEGY

Strategy – BUY CALL

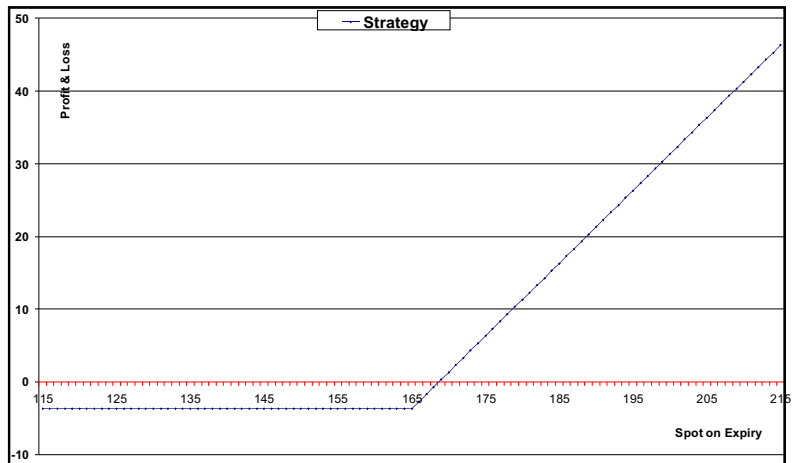
STRATEGY NAME	BUY CALL
	BUY 165 CA @ 3.70
OI (In contracts)	
MTNL 165 CA	86
VOL (In contracts)	
MTNL 165 CA	109
	0
	0

MTNL: BUY CALL

BUY 165CA @ 3.70
BEP: 168.70
Risk: 5920

Profit Potential: UNLIMITED

(For strategy details refer adjacent table).



The above strategy comprises only one action Buy Call or Put, which is considered to be very safe as risk reward is pre-defined. Please note maximum risk indicated can be reduced if timely action is taken (if stock don't shows trend as expected in strategy, one can square off the trade within 4-5 days so that one can get back part premium paid).

Strategy & Trading tracking Arena:

Scrip Name	Strategy	Strategy Date	Revised Recommendation
MTNL	BULL CALL SPREAD	28/12/2006	Profits Booked
TATAMOTORS	BULL CALL SPREAD	28/12/2006	Continue
SBI	CALL HEDGE	29/12/2006	Continue
INDIACEM	CALL HEDGE	29/12/2006	Profits Booked
RELIANCE	CALL HEDGE	29/12/2006	Continue
SAIL	BULL CALL SPREAD	02/01/2007	Continue
SAIL	BUY CALL	02/01/2007	Continue
HINDLEVER	CALL HEDGE	02/01/2007	Profits Booked
SATYAM	BULL CALL SPREAD	03/01/2007	Continue
SATYAM	BUY CALL	03/01/2007	Continue
LITL	BUY CALL	03/01/2007	Continue
TCS	BUY CALL	04/01/2007	Continue
BAJAJAUTO	BUY FUTURE	04/01/2007	Continue
DABUR	BUY FUTURE	04/01/2007	Continue
SATYAM	SYN LONG STRADDLE	05/01/2007	Continue
SAIL	CALL HEDGE	05/01/2007	Continue
BATAINDIA	BUY FUTURE	05/01/2007	Continue
HINDPETRO	SYN LONG STRADDLE	05/01/2007	Continue
TTML	BULL CALL SPREAD	08/01/2007	Continue
TTML	PUT HEDGE	08/01/2007	Continue
TTML	BUY CALL	08/01/2007	Continue
SUNTV	BUY FUTURE	08/01/2007	Continue
HINDPETRO	SYN LONG STRADDLE	08/01/2007	Continue
SATYAM	PUT HEDGE	08/01/2007	Continue
SATYAM	BULL CALL SPREAD	08/01/2007	Continue
MPHASISBFL	BUY CALL	08/01/2007	Continue

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