

Market Statistic:

TRADE STATISTICS FOR 3rd-Oct.-2007

Product	No. of Contracts	Turnover (Rs. cr.)*
Index Futures	1,011,355	26,220.70
Stock Futures	1,373,089	61,123.51
Index Options	398,019	10,264.22
Stock Options	54,457	2,447.76
Total	2,836,920	100,056.19

OPEN INTEREST – Gainers.

Scrip ID	OI Futures	% Chg	Price	% Chg
GESHIP	1576800	39.64	378.6	9.53
DLF	6867200	34.31	892.4	16.37
DABUR	4749300	26.09	107.65	2.37
TATAPOWER	2398000	20.60	1029.75	13.19
GAIL	6121500	15.30	386.55	-2.91

OPEN INTEREST - Losers.

Scrip ID	OI Futures	% Chg	Price	% Chg
INDIAINFO	2008500	-18	875	1
CESC	1746800	-18.19	540.9	6.51
EDUCOMP	250800	-17.06	2965	2.84
FEDERALBN	331500	-16.39	386.4	1.81
CORPBANK	223200	-16.22	394.9	0.97

FII Derivatives Statistic For the date :031007

	Buy	Sell	OI at end of the Day		Inflow / Outflow
			Contract	Amount	
INDEX FUTURES	3843.05	2424.84	538290	14036.15	1418.21
INDEX OPTIONS	730.11	528.03	390161	10165.25	202.08
STOCK FUTURES	1926.30	1106.12	851519	31198.09	820.17
STOCK OPTIONS	6.49	3.55	3887	113.36	2.94
					2443.40

FII Derivatives Statistic For the date: 011007

INDEX FUTURES	1079.05	1532.00	561794	14268.07	-452.96
INDEX OPTIONS	720.48	201.45	374174	9483.35	519.03
STOCK FUTURES	672.65	1993.31	847161	30633.99	1320.67
STOCK OPTIONS	8.42	52.77	4117	120.50	-44.35
					-1298.94

FII Derivatives Statistic For the date :280907

INDEX FUTURES	2238.22	1358.05	568964	14360.57	880.17
INDEX OPTIONS	635.95	313.91	345410	8672.12	322.05
STOCK FUTURES	1063.56	1574.84	821631	29323.68	-511.27
STOCK OPTIONS	10.00	2.89	2788	65.11	7.11
					698.05

Reckoning Put/Call Ratio

Scrip ID	PCR OI	PCR Vol.
NIFTY	1.33	1.62
RELIANCE	0.18	0.14
INFOSYSTCH	0.12	0.09
RPL	0.23	0.13
GMRINFRA	0.04	0.06

Market Wrap-up:

Nifty closes positive on Wednesday at 5210.80. The F&O segment of the market saw increase in turnover as compared to previous trading session.

The market turnover increased by 77.78 percent in terms of number of contracts traded vis-à-vis previous trading day and increased by 62.82 percent in terms of rupees.

The PCR OI of market was at 0.17 and in NIFTY has changed from 1.28 to 1.33 levels. At the same time, PCR VOL in NIFTY has changed to 1.62

On scrip specific note scrips like GESHIP, DLF, DABUR, TATAPOWER, GAIL were the major gainers in futures open interest while INDIAINFO, CESC, EDUCOMP, FEDERALBANK, CORPBANK were the top losers in Futures Open Interest.

On the option open interest front, NIFTY led the pack 275112 contracts of position open in CALL and 367895 contracts in the PUT side. On the scrip side, RELIANCE led the pack with 8689 contracts in CALL and 1621 Contracts in PUT as open interest followed by INFOSYSTCH with 4757 contracts of open position in CALL and 574 contracts of open position in PUT.

In terms of Volumes 2836920, contracts were traded on NSE. Nifty accounted for 49.28 percent of the total traded contracts RELIANCE 5.12 percent while REL contributed 3.60 percent to the total turnover.

A look at the volatility indicates there is a considerable amount of increase in volatility of stocks such as LICHSGFIN, DLF, PUNJLLOYD, GESHIP, and BEML. Implied Volatility was at 34.55 and Historical Volatility was at 30.77.

Expectations:

Nifty futures loses OI to the tune of 0.11% with rise in price of 2.69% indicating that market witness short covering on higher levels as market recovered sharply from lower levels suggesting that market can show further strength in coming days if sustain above this level. Market opened with a gap and rallied up in morning session but later on tumbled down very fast due to pressure in global markets, then after market recovered sharply from lower levels and given a close almost on the day's high. Overall market was very volatile during yesterday's session and at the end given a close on new high. Nifty October series future has changed from premium of 1 to 5 thus suggesting built of long positions on lower levels. The FII were buyer in index futures to the tune of 1418.20 crs and buyers in index options to the tune of 202.08 crs indicating aggressive long positions built up by them. The PCR has changed from 1.28 to 1.33 levels indicating that buying may emerge on current levels.

Among the Big guns, ONGC saw 4.10% drop in OI with prices going up by 2.75% indicating liquidation of short positions in the counter, suggesting that counter could show further strength from current levels. RELIANCE saw drop in OI of 10.59% with prices up by 4.52% indicating counter witness heavy liquidation of short positions built up by bears as prices starts to move up sharply from lower levels suggesting that counter can show strength from current levels.

In the TECH counters, SATYAMCOMP saw gain in OI with rise in price indicating that counter witness built of fresh long positions by bulls as prices starts to move up from lower levels, counter was not affected by the selling pressure emerges in the market and given a support to market to get recovered from lower levels. INFOSYSTCH, TCS & WIPRO saw drop in OI with rise in prices indicating that counter witness heavy liquidation of short positions by bears as prices starts to move up from higher levels suggesting that counter can show strength.

Expectations:

ACC saw built up in OI with prices moving up indicating that counters witness addition of long positions on higher levels thus suggesting further strength may be seen in these counter in coming days. AMBUJACEM & KESORAMIND saw gain in OI with fall in prices indicating that counter witness built of fresh short positions by bears as prices starts to come down from higher levels suggesting that counter can show weakness from current levels. CENTURYTEX & INDIACEM saw drop in OI with fall in prices indicating that bulls have liquidated their positions after earning a good return, which results in profit booking on higher levels.

In the BANKING pack, SBIN, HDFCBANK & ICICIBANK saw drop in OI with rise in price indicating heavy liquidation of short positions on higher levels and strong buying on lower levels forces bears to cover their positions on higher levels suggesting that we can see further strength in the counter.

SAIL & HINDALCO saw drop in OI with prices closing in positive thus indicating liquidation of short positions suggesting that counter can show some strength from current levels. STER saw gain in OI with rise in price indicating that counter witness built of fresh long positions suggesting that counter can show strength from current levels. TATSTEEL saw drop in OI with fall in prices indicating that counter witness profit booking at higher levels and counter can show some consolidation in before giving any sharp movement.

We feel that market may show some volatile session ahead however, profit booking cannot be rule out at higher levels. Market has support around 5160 levels. One should trade with strict stop losses to be adhered too.

Strategies for the Day :-

DATE	Company Name	VIEW	DIFFERENT STRATEGIES	ACTION	BEP	RISK	REWARD
04-Oct-07	NTPC	BULLISH	PUT HEDGE	BUY FU @ 217	231	17875	UNLIMITED
				BUY 220 PA @ 14			
	RCOM	BULLISH	COVERED CALL	BUY FU @ 645			
				SELL 660 CA @ 32.50	612.5	10500-28000	33250
				SL :- 630			
	TATASTEEL	BULLISH	COVERED CALL	BUY FU @ 844.50			
				SELL 860 CA @ 35	809.5	16875-27000	34087.5
				SL :- 820			
	SATYAMCOMP	BULLISH	COVERED CALL	BUY FU @ 454			
				SELL 480 CA @ 16	438	8400-13800	25200
				SL :- 440			
	RELIANCE	BULLISH	PUT HEDGE	BUY FU @ 2406	2501	15150	UNLIMITED
				BUY 2400 PA @ 95			

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 .

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