

Market Statistic:

TRADE STATISTICS FOR 07-May-2007

Product	No. of Contracts	Turnover (Rs. cr.)*
Index Futures	402,929	8,390.90
Stock Futures	499,995	15,081.32
Index Options	168,419	3,502.17
Stock Options	35,548	1,068.14
Total	1,106,891	28,042.53

OPEN INTEREST – Gainers.

Scrip ID	OI Futures	% Chg	Price	% Chg
BONGAIREF	4756500	57.06	53.2	9.12
DRREDDY	3746800	37.41	651.1	-4.79
PATNI	1202500	36.23	490.4	4.70
NAGARFERT	41300000	31.17	22.95	10.60
IOC	1371600	29.67	466.15	2.21

OPEN INTEREST - Losers.

Scrip ID	OI Futures	% Chg	Price	% Chg
BALRAMCHIN	8956800	(21.13)	74.4	7.98
BAJAJHIND	6480900	(17.09)	177.35	4.75
CIPLA	7522500	(10.88)	211.45	3.24
TRIVENI	2864400	(8.37)	55.45	5.51
NAGARCONS	1916000	(7.80)	170	3.94

FII Derivatives Statistic For the date :140507

	Buy	Sell	OI at end of the Day		Inflow / Outflow
			Contract	Amount	
INDEX FUTURES	1163.64	447.63	751208	15562.60	716.01
INDEX OPTIONS	271.94	75.23	288465	5963.00	196.71
STOCK FUTURES	639.86	754.61	600522	16402.47	-114.75
STOCK OPTIONS	0.13	6.33	3030	79.57	-6.20
					791.77

FII Derivatives Statistic For the date :110507

INDEX FUTURES	851.52	1030.45	778703	15893.08	-178.93
INDEX OPTIONS	137.05	265.23	281827	5744.55	-128.18
STOCK FUTURES	397.76	593.67	584354	15684.59	-195.91
STOCK OPTIONS	0.73	5.16	2839	72.16	-4.43
					-507.45

FII Derivatives Statistic For the date :100507

INDEX FUTURES	770.60	687.70	754343	15296.07	82.89
INDEX OPTIONS	224.88	121.41	281245	5718.84	103.46
STOCK FUTURES	514.02	378.76	574849	15327.28	135.26
STOCK OPTIONS	0.00	0.90	2699	67.49	-0.90
					320.72

Reckoning Put/Call Ratio

Scrip ID	PCR OI	PCR Vol.
NIFTY	1.18	1.17
RELIANCE	0.32	0.52
INFOSYSTCH	0.3	0.09
TATASTEEL	0.45	0.38
RPL	0.34	0.13

Market Wrap-up:

Nifty gained on Monday to close at 4134.30 up by 1.41%. The F&O segment of the market saw decrease in turnover as compared to previous trading session.

The market turnover decreased by 32.52 percent in terms of number of contracts traded vis-à-vis previous trading day and decreased by 27.53 percent in terms of rupees.

The PCR OI of market was at 0.17 and in NIFTY has changed from 1.14 to 1.18. At the same time, PCR VOL in NIFTY has changed to 1.17.

On a scrip specific note scrips like BONGAIREF, DRREDDY, PATNI, NAGAFERT & IOC were the major gainers in futures open interest while BALRAMCHIN, BAJAJHIND, CIPLA, TRIVENI & NAGARCONS were the amongst some to shed the Futures Open Interest.

On the option open interest front, NIFTY led the pack 270407 contracts of position open in CALL and 319864 contracts in the PUT side. On the scrip side, RELIANCE led the pack with 17608 contracts in CALL and 5661 Contracts in PUT as open interest followed by INFOSYSTCH with 6538 contracts of open position in CALL and 1978 contracts of open position in PUT.

In terms of Volumes 1106891 contracts were traded on NSE. Nifty accounted for 51.11 percent of the total traded contracts RELIANCE 3.29 percent while RPL contributed 2.56 percent to the total turnover.

A look at the volatility indicates there is a considerable amount of increase in volatility of stocks such as UTIBANK, FEDERALBANK, NICOLAPIR, GLAXO and GNFC. Implied volatility in Nifty is at 23.95 and Historical volatility is at 29.40.

Expectations:

The NIFTY futures saw a drop in OI to the tune 2.70% with prices opened high and closing at 4140 levels indicating long positions being built up in the market at lower levels which forced bears to cover their positions. The nifty futures closed at 6 points premium to spot nifty indicating long positions built up in the market and short covering seen in the market. The FII buyers index futures to the tune of 716crs and buyers in index options to the tune of 196crs. The PCR has come up from 1.14 to 1.18 indicates some buying may emerge at lower levels in the market. The IV is around 23.95 levels indicating some volatile trading sessions ahead.

Among the Big guns, ONGC saw 3.39% drop in OI with prices recovering from lows and closing near day's high indicating some buying may be seen in the counter and shorts covering their positions. Whereas RELIANCE saw 0.53 % drop in OI with prices coming up from lows indicating buying emerging in the counter at lower levels indicating strength in the counter. The counter may see further built up of positions before taking any sharp and directional move which in turn may help to get clue about market's direction.

In the TECH front, INFOSYSTCH saw rise in OI with prices coming down indicating selling pressure emerging in these counters suggesting some weakness may be seen in these counters. TCS, SATYAM, WIPRO saw drop in OI with prices coming down and closing near day's low indicating longs liquidating their positions as there was pressure in overall IT pack.

In the BANKING counters, all the majors saw buying with OI either going up or down indicating we saw short covering as well long positions built up in the BANKING counters. SBIN saw 11.48% rise in OI with prices closing on higher side indicating fresh money coming in the counter and fresh long positions built up suggesting further strength in the counter. ICICIBANK saw drop in OI with prices up indicating long positions built up in the counter. HDFCBANK saw drop in OI with prices almost flat indicating selling pressure emerging in the counter at higher levels thus suggesting some weakness may be seen in the counter.

In the metal pack TATASTEEL & SAIL saw heavy built up in OI with price closing at day's high indicating huge buying seen in these counter suggesting further strength may be seen in these counters. HINDALCO & NALCO saw drop in OI with prices almost flat indicating liquidation of positions by both bulls and bears. STER saw rise in OI with prices coming up indicating long positions built up in this counter.

We feel that the volume and built up in OI suggests that market may show some consolidation before taking any sharp movement on either side. Market may show weakness only if it closes below 4100 levels where we may see fresh short positions built up in the market. Market may show strength if it closes above 4150 levels where we may see fresh long positions built up in the market and short covering in the market. 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
15-May-07	TATASTEEL	Moderately Bullish	BULL CALL SPREAD	BUY 600 CA @ 18.00 SELL 640 CA @ 5.00	613	8775	18225
		Moderately Bullish	COVERED CALL	BUY FU @ 597 SELL 620 CA @ 10, SL:580	607	4725-6075	22275
	SAIL	Moderately Bullish	BULL CALL SPREAD	BUY 140 CA @ 4.05 SELL 150 CA @ 1.70	142.35	6345	20655
		Moderately Bullish	BUY CALL	BUY 145 CA @ 2.55	147.55	6885	Unlimited
	IDFC	Moderately Bullish	BULL CALL SPREAD	BUY 110 CA @ 3.85 SELL 120 CA @ 1.60	112.25	6637.5	22862.5
		Moderately Bullish	BUY CALL	BUY 115 CA @ 2.45	117.45	7227.5	Unlimited
	INFOSYSTCH	Moderately Bearish	CALL HEDGE	SELL FU @ 2014 BUY CA 2010 @ 48.00	1966	4400	Unlimited
	SBIN	Moderately Bullish	COVERED CALL	BUY FUTURE @ 1214 SELL 1230 CA @ 28, SL-1180	1186	1500-3500	11000
		Moderately Bullish	BUY CALL	BUY 1230 CA @ 27	1257	6750	Unlimited

Before taking any action based on above information, please confirm the ex-date with Dealers

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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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