

**Market Statistic****OPEN INTEREST – Gainers With Rise in Price**

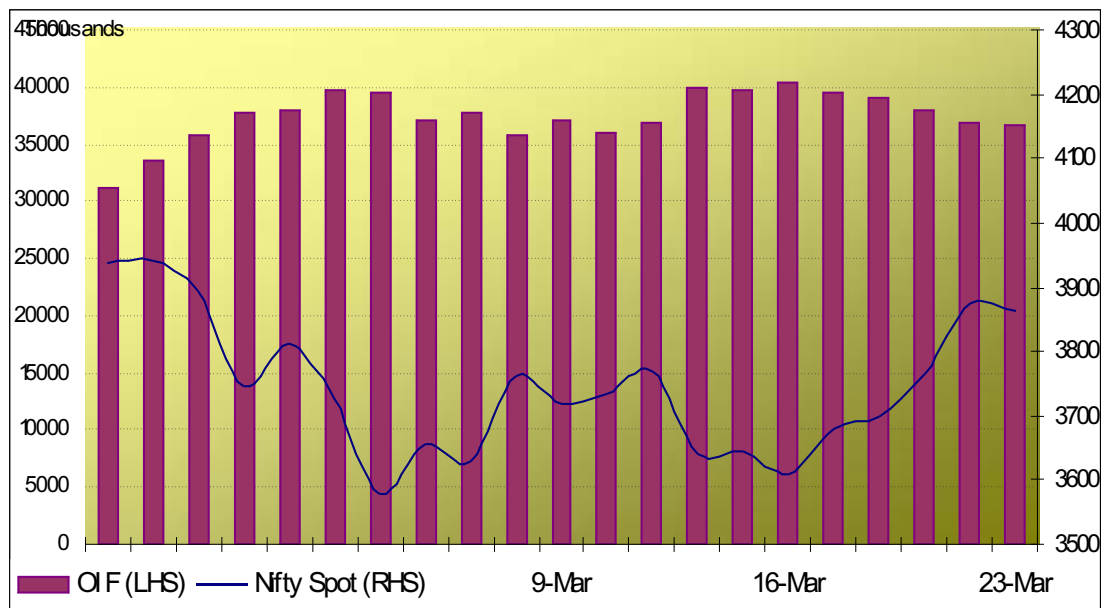
Scrip ID	OI Futures	% Chg	Price	% Chg
CESC	2080100	44.79	355.05	6.39
KOTAKBANK	1019700	44.62	461.4	7.38
I-FLEX	265650	28.43	1963.1	5.05
IDEA	13959000	25	94.75	1.99
CANBK	2686400	24.65	202.05	11.56

**OPEN INTEREST – Gainers With Fall in Price**

Scrip ID	OI Futures	% Chg	Price	% Chg
TRIVENI	1851850	38.22	48.8	-2.79
ORCHIDCHE	5201700	24.88	245.55	-1.09
GMRINFRA	3217000	22.79	372.15	-0.7
ESSAROIL	23633950	-1.18	53.6	-3.34
NATIONALUM	3184350	-9.72	229.55	-0.24

**Weekly Market Wrap-up:**

In the last week, the Nifty Futures open interest (OI) decreased by 9.49 percent (from 808890 contracts to 732107 contracts) with an increase in price of 8.01 percent (from 3582.30 to 3869.35). The Nifty Call OI increased by 2.17 percent from 479788 contracts to 490191 contracts and the Nifty Put OI increased by 18.72 percent from 429757 contracts to 510191 contracts. The Total open interest of Nifty was up by 0.82 percent from 1718435 contracts to 1732489 contracts. The net OI of Nifty (Future + Call - Put) was down by 17.09 percent i.e. from 85921 contracts to 712107 contracts. The Nifty PCR (OI) has shown a significant change from 0.89 to 1.04. The Nifty basis over the week changed from 20 to 3 points. In the Current week, we maintain a sideways movement view on the market.

**Nifty Perspective**

Nifty futures on weekly basis increased by 8.01 percent to close around 3869.35. Open interests in Nifty future has decreased from 808890 contracts to 732107 with index closing higher, week on week basis around 3861.05. The fall in OI with rise in price indicates that lot of short covering took place in the market as market took support of 200 days moving average where bulls made long positions forcing bears to cover their positions aggressively. Market may show strength only if it sustains above 3800 levels where we may see fresh buying happening in the market. FII's figures were positive in the market during the last week, on the last day they were marginal buyers to the tune of 8.59 crs. The other indicators in derivatives market i.e. PCR\_OI indicating continuous strength as coming up from 0.89 to 1.04. The implied volatility has come down from 31.70 to 23.75 indicating buying support emerging in the market whereas HV is in a range of 39 to 41 indicating volatile trading sessions ahead and caution to be taken while trading.

## RELIANCE

RELIANCE gained lost interest by 14.02% with rise in prices by 5.84% indicating that short covered their positions as market recovered. On the last day of the week OI lost with prices flat indicating liquidation by both bulls and bears but there was buying support in the counter indicating strength in the counter. If it goes below 1300 levels we may see fresh short positions built up in the counter. The counter has strong support around 1350 levels and resistance around 1400 levels.

## TATASTEEL

Open interest in TATASTEEL has gone down by 3.17% with 1.80% rise in price. The fall in OI indicates that short covered their positions as market recovered. On the last day of the week OI lost with prices falling indicating liquidation by bulls as market not sustained at higher levels on Friday indicating weakness in the counter. The counter may come under bear grip if it goes below 428 levels where we may see fresh short built up and heavy liquidation of long positions. The counter may show real strength once it crosses 460 levels where we may see fresh buying coming in the counter. Meanwhile the counter has support around 430 and resistance around 455 levels.

## SATYAMCOMP

SATYAMCOMP gained open interest by 12.66% with rise in prices by 8.14% indicating that fresh long positions built up in the counter and weak bears covered their positions as the market recovered indicating further strength in the counter. If it goes below 450 levels we may see fresh short positions built up in the counter. The counter has strong support around 455 levels and resistance around 470 levels. One should hedge long positions by writing out of the money call or by buying put.

## HINDLEVER

Scrip has lost significant OI to the tune of 20.32% with price rise of 12.21% indicating short covered their positions aggressively as stock was near its support level where fresh buying happened in the counter forcing bears to cover their positions. The counter may show weakness if it goes below 190 levels where we may see fresh short built up in the counter and liquidation of strong long positions. Meanwhile the counter has support around 190 and resistance around 205.

## TATAMOTORS

TATAMOTORS lost OI to the tune of 5.69% with a rise in price of 5.52% indicating shorts covered their positions performing in line with the market forcing bears to cover their positions aggressively as market recovered. If the counter breaches 770 levels we may see fresh selling in the counter and longs liquidating their positions aggressively. The counter may show real strength once it crosses 800 levels where we may see further built up of long positions and fresh money coming in the counter. Meanwhile the counter has support around 770 and resistance around 815.

## Market Statistic:

### TRADE STATISTICS FOR 16-March-2007

Product	No. of Contracts	Turnover (Rs. cr.) *
Index Futures	636,292	12,394.89
Stock Futures	561,466	15,081.29
Index Options	282,476	5,504.07
Stock Options	25,087	639.35
<b>Total</b>	<b>1,505,321</b>	<b>33,619.60</b>

### OPEN INTEREST – Gainers.

Scrip ID	OI Futures	% Chg	Price	% Chg
JETAIRWAYS	1789600	18.61	631.7	-5.08
ICICIBANK	6161750	12.21	891.6	-0.89
CESC	2080100	10.58	355.05	-1.33
MAHSEAMLE	2077800	10.04	495.05	-1.93
ITC	21168000	9.85	144.15	-3.49

### OPEN INTEREST - Losers.

Scrip ID	OI Futures	% Chg	Price	% Chg
IFCI	73481625	(22.69)	31.1	7.24
CROMPGREA	417000	(18.24)	201.2	5.01
KOTAKBANK	1019700	(14.60)	461.4	5.10
CENTURYTE	5964450	(13.27)	557.5	5.26
CORPBANK	544800	(12.36)	292	6.41

### FII Derivatives Statistic For the date : 230307

	Buy	Sell	OI at end of the Day		Inflow / Outflow
			Contract	Amount	
INDEX FUTURES	1851.20	1842.60	747452	14485.25	8.59
INDEX OPTIONS	305.48	318.65	539209	10409.56	-13.17
STOCK FUTURES	1357.35	1520.71	655855	16654.87	-163.36
STOCK OPTIONS	1.94	1.87	2487	57.77	0.07
					-167.87

### FII Derivatives Statistic For the date : 220307

INDEX FUTURES	4363.32	2515.06	720857	14010.78	1848.26
INDEX OPTIONS	557.02	361.82	516809	10015.50	195.20
STOCK FUTURES	1348.42	1214.30	654474	16608.34	134.12
STOCK OPTIONS	0.00	1.11	2506	58.19	-1.11
					2176.47

### FII Derivatives Statistic For the date : 210307

INDEX FUTURES	2155.82	1479.08	754791	14206.07	676.74
INDEX OPTIONS	400.15	244.67	497149	9357.71	155.48
STOCK FUTURES	1331.02	1080.75	655672	16183.40	250.28
STOCK OPTIONS	0.13	2.14	2464	55.55	-2.01
					1080.49

### Reckoning Put/Call Ratio

Scrip ID	PCR OI	PCR Vol.
NIFTY	1.04	1.06
RELIANCE	0.47	0.46
TATASTEEL	0.28	0.16
ITC	0.1	0.17
SAIL	0.5	0.32

## Market Wrap-up:

Nifty decreased on Friday to close at 3861.05 down 0.38%. The F&O segment of the market saw decrease in turnover as compared to previous trading session.

The market turnover decreased by 18.72 percent in terms of number of contracts traded vis-à-vis previous trading day and decreased 15.83 percent in terms of rupees.

The PCR OI of market was at and in NIFTY; has increased from 1.03 to 1.04 At the same time, PCR VOL in NIFTY has changed to 1.06.

On a scrip specific note scrips like JETAIRWAYS, ICICIBANK, CESC, MAHSEAMLES & ITC were the major gainers in futures open interest, while IFCI, CROMPGREAV, KOTAKBANK, CENTURYTEX & CORPBANK were the amongst some to shed the Futures Open Interest.

On the option open interest front, NIFTY led the pack 245096 contracts of position open in CALL and 255095 contracts in the PUT side. On the scrip side, RELIANCE led the pack with 9332 contracts in CALL and 4398 Contracts in PUT as open interest followed by TATASTEEL with 4656 contracts of open position in CALL and 1306 contracts of open position in PUT.

In terms of Volumes 1505321 contracts were traded on NSE. Nifty accounted for 60.47 percent of the total traded contracts RELIANCE 2.93 percent while CENTURYTEX contributed 2.03 percent to the total turnover.

## eXpectations:

The NIFTY futures saw a drop in OI 0.63% with prices down by 0.25% indicating that both bulls and bears liquidated their positions as market showing volatility and not giving clear directions which forced participants to liquidated their positions .We feel that till the market doesn't go below 3800 levels we may not see aggressive short positions built up in the nifty futures and longs liquidating their positions. The nifty futures discount narrowed and finally at the end futures closed at a premium to spot nifty indicating buying support at 3850 levels .The FIIs bought index futures marginally to the tune of 8.59crs .The PCR has come up marginally from 1.03 to 1.04 indicating some consolidation may take place at current levels .The volatility has come down from 27.35 to 23.75 levels indicating some buying support in the market.

Among the Big guns, ONGC saw fall in OI to the tune of 3.48% with prices negative to the tune of 1.08% indicating bulls liquidated their positions as market not sustained at higher levels indicating weakness in the counter whereas RELIANCE saw drop of OI to the tune of 3.69 % with prices flat to positive indicating buying support in the counter indicating further strength if market sustains at higher levels.

On the TECH front, TCS, SATYAMCOMP saw rise of OI with fall in prices indicating lot of short positions are seen in these counters indicating further weakness in these counters whereas INFOSYSTCH saw fall in OI with prices going down indicating liquidation of long positions whereas WIPRO saw fall in OI with rise in price indicating some buying support in the counter.

The BANKING counters saw OI decrease with prices down indicating that longs liquidating their positions in the major counters SBIN, HDFCBANK, BANKINDIA whereas ICICIBANK saw rise in OI to the tune of 12.21% with prices coming down 0.89% indicating that both bulls and bears were aggressive in the counter indicating huge price swings may be seen in the counter before settlement.

In the metal pack TATASTEEL, HINDALCO , Saw fall in OI with price negative indicating longs liquidation in these counters whereas short covering seen in SAIL .STER saw fresh built up in OI with prices up indicating buying support in the counter indicating strength in the counter .

Considering the overall scenario and the markets behavior the market may show some consolidation before taking any sharp movement on either side .Traders are advised not to go aggressively short on the market unless important support level of 3800 is breached and any position taken today should be with strict stop losses to be adhered too.

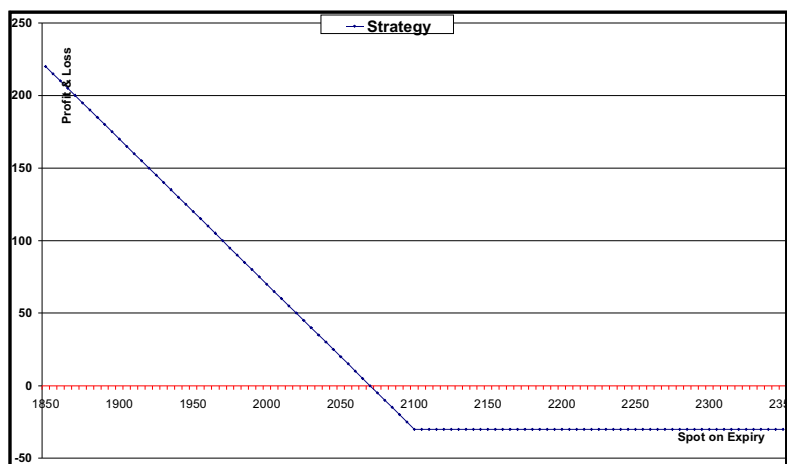
Please Note that the Range of Strategies Given below suits to different risk profile. One can choose suitable strategy for trading on basis of his/her trading Attitude. Please read the comments mentioned below each strategy before using the strategy.

## INFOSYSTCH: CALL HEDGE

SELL FUTURE @ 2102  
BUY 2100 CA @ 32.00  
BEP: 2070.00  
Risk: 3000.00

Profit Potential: UNLIMITED

(For strategy details refer adjacent table).



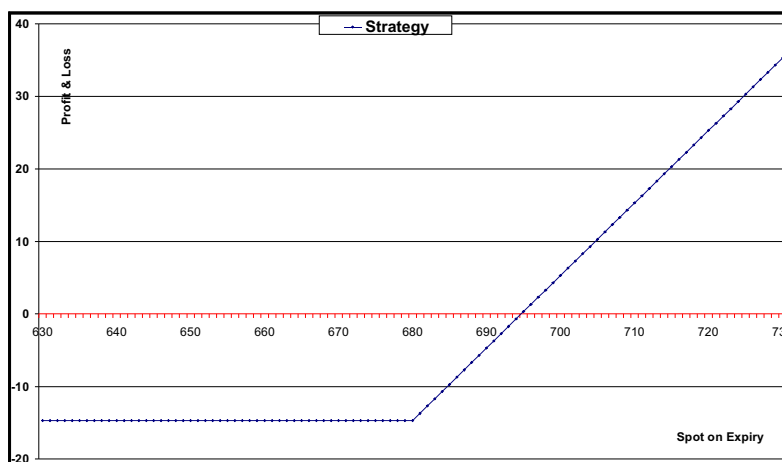
In the above strategy the risk is pre defined as maximum risk given; this strategy is quiet safe and has attractive risk reward ratio. If there is a change in price of future option price has to be adjusted accordingly.

## RELCAPITAL:: BUY CALL

BUY 680 CA @ 14.70  
BEP: 694.70  
Risk: 8085.00

Profit Potential: UNLIMITED

(For strategy details refer adjacent table).



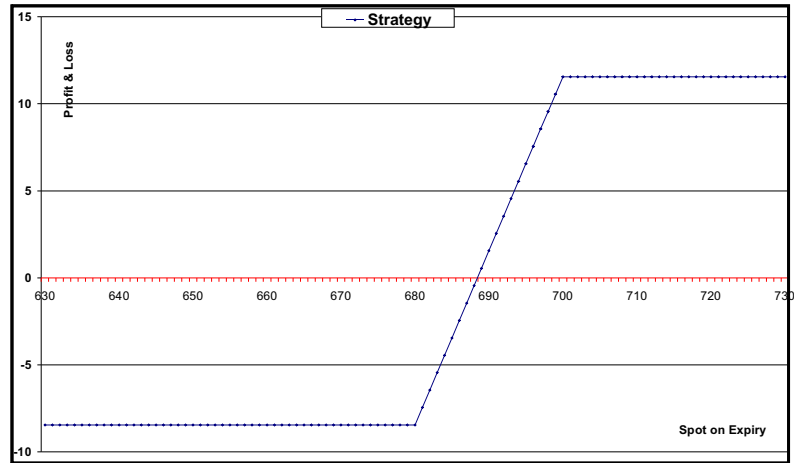
The above strategy comprises only one action Buy Call or Put, which is considered to be very safe as risk reward is pre-defined. Please note maximum risk indicated can be reduced if timely action is taken ( if stock don't shows trend as expected in strategy, one can square off the trade within 4-5 days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

## RELCAPITAL: BULL CALL SPREAD

BUY 680 CA @14.70  
SELL 700 CA @6.25  
BEP: 688.45  
Risk: 4647.50

Profit Potential: 6352.50

*(For strategy details refer adjacent table).*



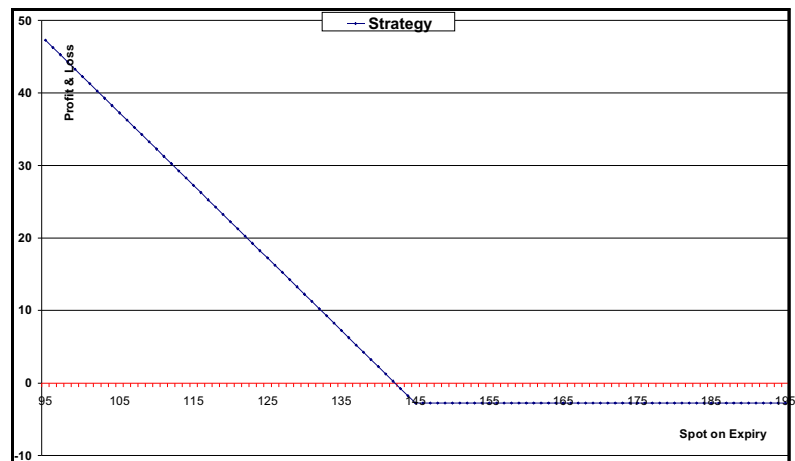
In the above strategy as action suggest you have buy at the money or in the money option and sell out of the money option it is very safe as Risk and Profit is Pre Defined. Also, please note in forming this strategy rate given is not important but Co-relation in difference in strike price and rates is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

## ITC: CALL HEDGE

SELL FUTURE @ 145.00  
BUY 145 CA @ 2.75  
BEP: 142.25  
Risk: 3093.75

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.

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