

Market Statistic:

TRADE STATISTICS FOR 26-February-2007

Product	No. of Contracts	Turnover (Rs. cr.)*
Index Futures	775,985	15,243.27
Stock Futures	512,802	13,788.89
Index Options	242,355	4,973.72
Stock Options	22,451	572.66
Total	1,553,593	34,578.54

OPEN INTEREST - Gainers.

Scrip ID	OI Futures	% Chg	Price	% Chg
J&KBANK	129000	35.65	645.35	1.91
CESC	807400	29.45	351.65	4.48
HEROHONDA	1666800	17.12	698.95	-1.05
UNIONBANK	8920800	16.74	97.5	-1.67
ULTRACEMC	264200	13.00	906.95	1.17

OPEN INTEREST - Losers.

Scrip ID	OI Futures	% Chg	Price	% Chg
IVRCLINFRA	8054000	(14.36)	352.5	9.38
CROMPGREA	686000	(12.28)	199.9	2.04
BAJAJHIND	5746550	(11.71)	168.9	5.13
VOLTAS	2689200	(7.72)	97.4	3.23
WOCKPHAR	1065600	(7.45)	340.35	2.57

FII Derivatives Statistic For the date :260207

	Buy	Sell	OI at end of the Day		Inflow / Outflow
			Contract	Amount	
INDEX FUTURES	903.69	1939.80	672907	13310.78	1036.11
INDEX OPTIONS	274.98	104.50	248863	4905.09	170.48
STOCK FUTURES	559.13	339.89	597064	15524.80	219.24
STOCK OPTIONS	0.00	0.00	1364	30.20	0.00
					-646.39

FII Derivatives Statistic For the date :230207

INDEX FUTURES	881.44	2428.78	588133	11574.46	1547.34
INDEX OPTIONS	384.41	218.91	246730	4859.29	165.51
STOCK FUTURES	512.68	495.52	592652	15194.03	17.16
STOCK OPTIONS	18.96	1.73	1364	30.15	17.23
					-1347.44

FII Derivatives Statistic For the date :220207

INDEX FUTURES	3752.43	4100.20	268287	10918.66	-347.77
INDEX OPTIONS	619.58	89.41	116542	4708.30	530.17
STOCK FUTURES	4395.82	4499.58	454965	15426.35	-103.76
STOCK OPTIONS	0.00	1.61	252	9.92	-1.61
					77.03

Reckoning Put/Call Ratio

Scrip ID	PCR OI	PCR Vol.
NIFTY	1.35	0.96
RELIANCE	0.17	0.55
TATASTEEL	0.31	0.28
RPL	0.2	0.10
HINDLEVER	0.12	0.09

Market Wrap-up:

Nifty experienced sharp volatility on Monday and closed at 3942. F&O segment of the market saw decrease in turnover as compared to previous trading session.

The market turnover decreased by 3.59 percent in terms of number of contracts traded vis-à-vis previous trading day and decreased 5.06 percent in terms of rupees.

The PCR OI of market was at 0.17 and in NIFTY; has changed from 1.43 to 1.35. At the same time, PCR VOL in NIFTY has changed to 0.96.

On a scrip specific note scrips like J&KBANK, CESC, HEROHONDA, UNIONBANK & ULTRACEMCO were the gainers in futures open interest, while IVRCLINFRA, CROMPGREAV, BAJAJHIND, VOLTAS & WOCKPHARMA were the amongst some to shed the Futures Open Interest.

On the option open interest front, NIFTY led the pack 94677 contracts of position open in CALL and 128043.5 contracts in the PUT side. On the scrip side, RELIANCE led the pack with 6294 contracts in CALL and 1089.5 Contracts in PUT as open interest followed by TATASTEEL with 1581 contracts of open position in CALL and 498 contracts of open position in PUT.

In terms of Volumes 1553593 contracts were traded on NSE. Nifty accounted for 65.36 percent of the total traded contracts RELIANCE 6.89 percent while BHARTIARTL contributed 1.62 percent to the total turnover.

A look at the volatility indicates there is a considerable amount of increase in volatility of stocks such as NDTV, TITAN, JSTAINLESS, PNB, & AUROPHARMA. Implied volatility in Nifty is at 27.3 and Historical volatility is at 26.43

eXpectations:

The NIFTY futures saw a rise in OI 8.15% with prices showing lot of volatility finally took support of 3850 levels and closed at the end of session at 3953.95 levels marginally positive. The nifty futures closed at 10 points premium to spot nifty indicating that the sharp recovery led to heavy short covering in futures. The whole day saw a lot of volatility with bulls and bears both becoming aggressive as indicated by price movement and heavy volumes in both the nifty futures and F&O market as a whole. The FIIs were a seller in nifty futures to the tune of 1036 crs. The PCR has come down from 1.44 to 1.35 levels again indicating weakness in the market. The volatility is in a range of 27 indicating volatile trading sessions ahead.

Among the Big guns, ONGC saw OI flat with prices going up indicating that both bulls and bears were not aggressive in the counter as market became very volatile & RELIANCE saw OI coming up significantly to the tune of 4.48 with prices after showing lot of volatility closing above 1400 levels which is positive for the counter if market recovers this counter may gain quicker.

On the TECH front, we saw OI rising in TCS & SATYAMCOMP with prices going up indicating long positions are formed in these counters indicating strength in these counters whereas WIPRO & INFOSYSTCH saw OI rising with fall in prices indicating short positions are formed in these counters indicating weakness in these counters..

The BANKING counter lead by SBIN, BANKBARODA, BANKNIDIA saw OI coming down and prices going up indicating short covering in these counters whereas ICICIBANK saw fall in OI with prices flat to negative indicating liquidation of positions by both bulls and bears, HDFCBANK saw built up of short positions.

In the METALS TATASTEEL, HINDALCO, STER, JSWSTEEL saw fresh buying coming in these counters indicating further strength in metal pack,

Considering the overall scenario and the markets being volatile and wobbly, we feel one should hedge the positions as uncertainties prevail as budget is near. Traders are advised to place strict stop losses.

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 – SYN LONG STRADDLE

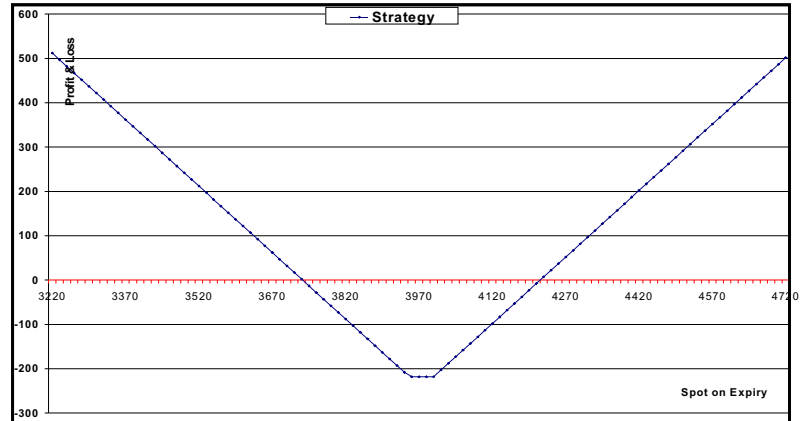
STRATEGY NAME	
NIFTY	SELL FU @ 3970
NIFTY	BUY 3950 CA @127
NIFTY	BUY 4000 CA @111
OI (In contracts)	
NIFTY	
NIFTY 3950 CA	
NIFTY 4000 CA	
VOL (In contracts)	
NIFTY	
NIFTY 3950 CA	
NIFTY 4000 CA	

NIFTY: SYN LONG STRADDLE

SELL FUT @ 3970
BUY 3950 CA @127
BUY 4000 CA @111
LBEP: 3732
Risk: 10900

UBEP:4218
Profit Potential: UNLIMITED

(For strategy details refer adjacent table).



In the above strategy risk is high but it offers gain on both side movements (thus best for playing in volatile market). The maximum risk as shown is more of theoretical in nature (because if we square off this strategy in time say in 3-5 days) the loss can be reduced to as low as 10% of indicated risk.

LOW RISK STRATEGY

POSITIONAL STRATEGY

Strategy – SYN LONG STRADDLE

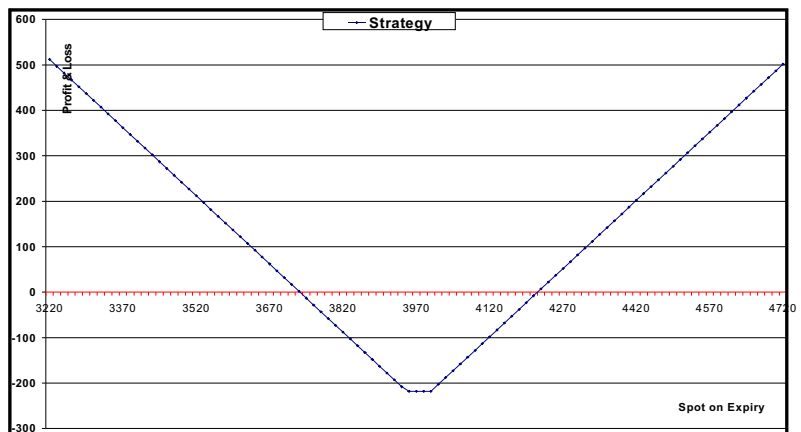
STRATEGY NAME	
GUJAMBCEM	BUY FU @129.25
GUJAMBCEM	BUY 130 PA @6
GUJAMBCEM	BUY 130 PA @6
OI (In contracts)	
GUJAMBCEM	
GUJAMBCEM 130 PA	
VOL (In contracts)	
GUJAMBCEM	
GUJAMBCEM 130PA	

GUJAMBCEM: SYN LONG STRADDLE

BUY FUT @ 129.25
BUY 130 PA @6.00
BUY 130 PA @6.00
LBEP: 118.75
Risk: 23197.5

UBEP:141.25
Profit Potential: UNLIMITED

(For strategy details refer adjacent table).



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LOW RISK STRATEGY

POSITIONAL STRATEGY

Strategy – SYN LONG STRADDLE

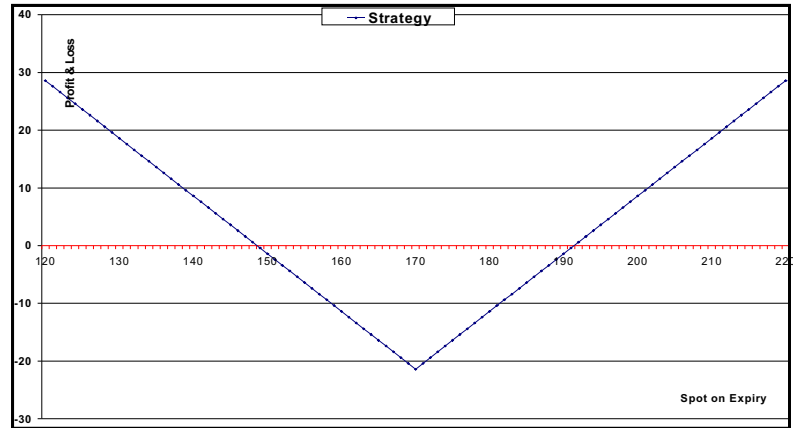
STRATEGY NAME	
BAJAJHIND	SELL FUT 170.20
BAJAJHIND	BUY 170 CA @ 10.80
BAJAJHIND	BUY 170 CA @ 10.80
OI (In contracts)	
BAJAJHIND	
BAJAJHIND 170 CA	
VOL (In contracts)	
BAJAJHIND	
BAJAJHIND 170 CA	
	0

BAJAJHIND: SYN LONG STRADDLE

SELL FUT @ 170.20
 BUY 170 CA @ 10.80
 BUY 170 CA @ 10.80
 LBEP : 148.60
 Risk: 20330

UBEP:191.40
 Profit Potential: UNLIMITED

(For strategy details refer adjacent table).



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LOW RISK STRATEGY

POSITIONAL STRATEGY

Strategy – SYN LONG STRADDEL

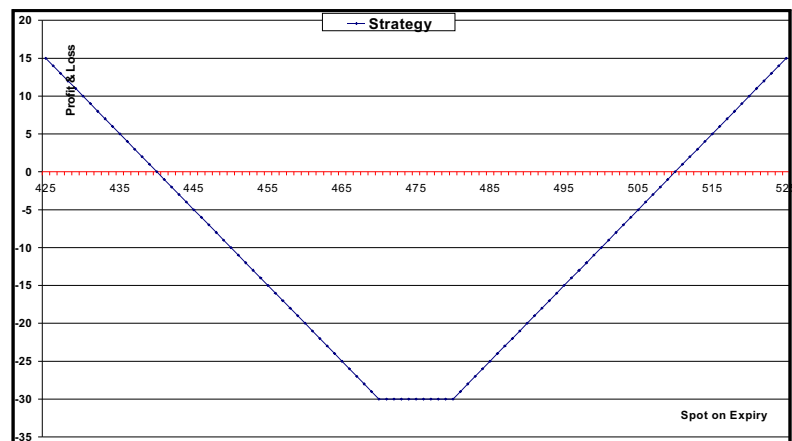
STRATEGY NAME	
TATASTEEL	SELL FU @475
TATASTEEL	BUY 470 CA
TATASTEEL	BUY 480 CA
OI (In contracts)	
TATASTEEL	
TATASTEEL 470 CA	
TATASTEEL 480 CA	
VOL (In contracts)	
TATASTEEL	
TATASTEEL 470 CA	
TATASTEEL 480 CA	

TATASTEEL: SYN LONG STRADDLE

SELL FUT @475
 BUY 470 CA @20
 BUY 480 CA @15
 LBEP: 440
 Risk: 20250

UBEP: 510
 Profit Potential: UNLIMITED

(For strategy details refer adjacent table).



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Strategy & Trading tracking Arena:

Scrip Name	Strategy	Strategy Date	Revised Recommendation
SBIN	SYN LONG STRADDLE	23/02/2007	CONTINUE
RCOM	BULL CALL SPREAD	23/02/2007	CONTINUE
SAIL	CALL HEDGE	26/02/2007	CONTINUE
BAJAJHIND	CALL HEDGE	26/02/2007	CONTINUE

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