

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

Scrip ID	OI Futures	% Chg	Price	% Chg
EDUCOMP	261750	66.67	1896.55	4.32
GESHIP	2452800	41.45	298.65	4.05
STROPTICAL	2672250	33.46	246.15	11.5
RELIANCE	8949300	32.5	1681.9	1.49
I-FLEX	829650	30.17	2447.9	3.4

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

Scrip ID	OI Futures	% Chg	Price	% Chg
SHREECEM	37000	98.92	1112.5	-4.96
FINANTECH	541200	75.83	2668.85	-1.55
BALRAMCHIN	12825600	56.72	70.5	-5.69
HEROHONDA	1861600	30	680.05	-0.67
RENUKA	1844000	24.93	609.9	-5.65

**Weekly Market Wrap-up:**

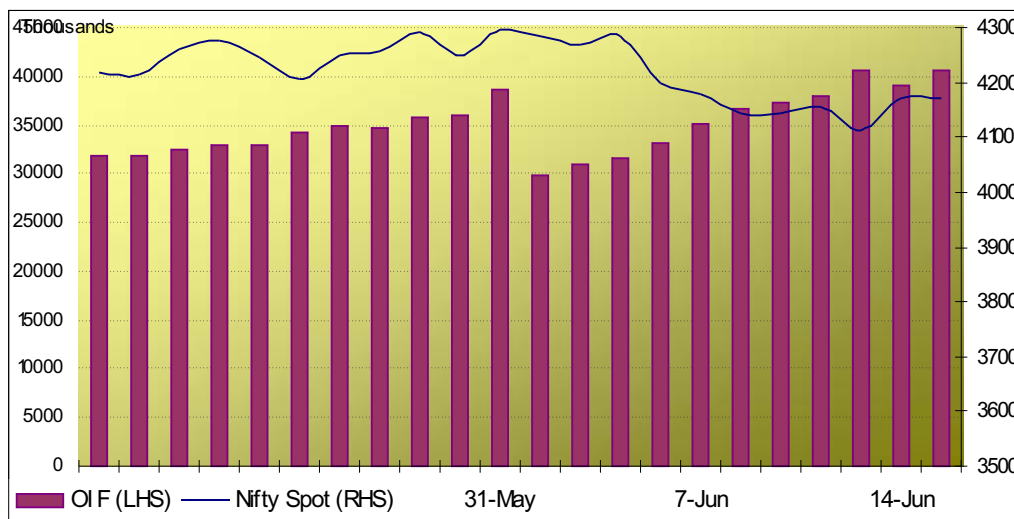
In the last week, the Nifty Futures open interest (OI) increased by 11.03 percent (from 730983 contracts to 811591 contracts) with a increase in price of 0.54 percent (from 4122.10 to 4144.20).

The Nifty Call OI increased by 17.10 percent (from 275555 contracts to 322668) and the Nifty Put OI increased by 12.46 percent (from 361177 contracts to 406176) contracts.

The Total open interest of Nifty was up by 12.63 percent (from 1367715 contracts to 1540435) contracts. The net OI of Nifty

(Future + Call - Put) was up by 12.82 percent i.e. (from 645361 contracts to 728083) contracts. The Nifty PCR (OI) has shown a significant change from 1.37 to 1.21. The Nifty basis over the week has changed from (-23) points to (-27) points.

In the Current week, we maintain a sideways view on the market.

**Nifty Perspective**

Nifty futures on weekly basis increased by 0.54 percent to close around 4144.20. Open interests in Nifty future has increased from 730983 contracts to 811591 with index closing up week on week basis around 4171.45. The rise in OI with marginal rise in price indicates that there is selling pressure emerging at higher levels but buying support emerging at lower end near 4100 levels suggesting market may remain in a range of 4100- 4250 levels breach of which will only give directional movement. The built up suggest that in the current week we may see some direction in the market. Market may show weakness if it further sustains below 4100 levels where we may see fresh selling happening in the market. FII's figures were negative in the market during the last week, on the last day they were buyers to the tune of 271 crs. The other indicators in derivatives market i.e. PCR\_OI indicating continuous weakness as coming down from 1.31 to 1.25. The implied volatility is in a range of 25-27 levels indicating some volatile trading sessions ahead whereas HV is in a range of 22 to 23. The overall data suggests that the participants should be cautious and should not take aggressive positions in the market.

## RELIANCE

RELIANCE gains OI to the tune of 32.50% with an increase in price of 1.50% indicating that both bulls and bears were aggressive in the counter as there has been a lot of addition of OI but prices remaining in a range thus one should not take aggressive positions in the counter. If the counter manages to sustain above 1710 levels we may see aggressive short covering and fresh long positions built up in the counter whereas if it sustains below 1650 we may see further weakness in the counter. On the last working day we saw short positions built up in the counter. If the counter remains below 1650 levels, we may see fresh selling emerging in the counter and longs liquidating their positions aggressively. Meanwhile the counter has support around 1650 and resistance around 1730.

## TATASTEEL

Open interest in TATASTEEL has gone down by 4.35% with rise in price of 2.53%. The built up in OI indicates that short covered their positions in the counter but the counter to show real strength should see fresh built up of positions on positive side. On the last day of the week OI lost with prices coming down shows some weakness in the counter. The counter may show further weakness if it goes below 590 levels where we may see fresh short built up and heavy liquidation of long positions. Meanwhile the counter has support around 580 and resistance around 630 levels.

## SATYAMCOMP

Open interest in SATYAMCOMP has come up down by 11.37% with 2.34% drop in price. The drop in OI with drop in price indicates that bulls liquidating their positions as the overall IT pack not sustaining at higher levels thus forcing weak long positions to liquidate their positions. On the last day of the week, OI gained with loss in prices indicating short positions built up in the counter indicating we may see fresh selling in the counter. The counter may show further weakness if it sustains below 470 levels where we may see fresh selling emerging in the counter. Meanwhile the counter has support around 470 and resistance around 505 levels.

## HINDLEVER

HINDLEVER gains OI to the tune of 16.00% with drop in price of 0.95% indicating that both bulls and bears were aggressive in the counter as there has been a lot of addition of OI but prices remaining in a range thus one should not take aggressive positions in the counter. If the counter manages to sustain above 195 levels we may see aggressive short covering and fresh long positions built up in the counter whereas if it sustains below 185 we may see further weakness in the counter. On the last working day we saw addition in OI and prices remaining in a positive territory suggesting buying support emerging at lower levels. Meanwhile the counter has support around 185 and resistance around 190.

## TATAMOTORS

TATAMOTORS gains OI to the tune of 17.64% with drop in price of 0.32% indicating that after correcting almost 13% the counter is seeing built up in OI with prices remaining in a range during last week suggesting buying support emerging at lower levels thus one should not take aggressive short positions in the counter as pullback is expected in the counter. If the counter manages to sustain above 710 levels we may see aggressive short covering and fresh long positions built up in the counter whereas if it sustains below 640 we may see further weakness in the counter. On the last working day we saw addition in OI and prices remaining in a positive territory suggesting buying support emerging at lower levels. Meanwhile the counter has support around 620 and resistance around 700.

## Market Statistic:

### TRADE STATISTICS FOR 15-June-2007

Product	No. of Contracts	Turnover (Rs. cr.)*
Index Futures	438,071	9,168.95
Stock Futures	563,926	17,610.65
Index Options	163,235	3,442.93
Stock Options	30,987	981.85
<b>Total</b>	<b>1,196,219</b>	<b>31,204.38</b>

### OPEN INTEREST – Gainers.

Scrip ID	OI Futures	% Chg	Price	% Chg
EDUCOMP	261750	40.73	1896.55	8.37
FINANTECH	541200	31.78	2668.85	2.41
CROMPGREA	666000	26.62	242.3	-0.95
NTPC	10625875	19.83	150.75	-1.86
UTIBANK	887400	18.37	599.75	2.37

### OPEN INTEREST - Losers.

Scrip ID	OI Futures	% Chg	Price	% Chg
SHREECEM	37000	-14	1113	2
IDFC	9971000	-10.84	111.85	2.23
BRFL	5844300	-10.39	224.9	3.14
CHENNPETR	261000	-9.94	245.85	3.49
SUNTV	330625	-9.82	1471.3	1.33

### FII Derivatives Statistic For the date : 150607

	Buy	Sell	OI at end of the Day		Inflow / Outflow
			Contract	Amount	
INDEX FUTURES	1423.83	1152.57	869126	18046.78	271.26
INDEX OPTIONS	115.05	101.76	338720	7064.77	13.29
STOCK FUTURES	669.23	856.26	766430	21053.29	-187.03
STOCK OPTIONS	4.34	13.03	2405	62.76	-8.69
					88.82

### FII Derivatives Statistic For the date :140607

INDEX FUTURES	1157.05	728.55	816078	16992.38	428.50
INDEX OPTIONS	194.17	140.34	333676	6957.14	53.82
STOCK FUTURES	666.53	551.44	741809	20333.21	115.09
STOCK OPTIONS	4.95	7.62	1753	45.59	-2.68
					594.73

### FII Derivatives Statistic For the date :130607

INDEX FUTURES	1298.19	2146.77	823564	16859.33	-848.58
INDEX OPTIONS	297.40	160.31	331012	6807.34	137.09
STOCK FUTURES	422.00	871.07	725306	19471.08	-449.07
STOCK OPTIONS	0.02	0.10	1490	36.55	-0.08
					-1160.64

### Reckoning Put/Call Ratio

Scrip ID	PCR OI	PCR Vol.
NIFTY	1.25	1.11
RELIANCE	0.23	0.32
INFOSYSTCH	0.22	0.38
RPL	0.15	0.20
SBIN	0.37	0.31

## Market Wrap-up:

Nifty gained on Friday to close at 4171.45 up by 0.03%. The F&O segment of the market saw increase in turnover as compared to previous trading session.

The market turnover increased by 5.72 percent in terms of number of contracts traded vis-à-vis previous trading day and increased by 8.50 percent in terms of rupees.

The PCR OI of market was at 0.17 and in NIFTY has not changed and remained at 1.25. At the same time, PCR VOL in NIFTY has changed to 1.11.

On a scrip specific note scrips like EDUCOMP, FINANTECH, CROMPGRAEV, NTPC & UTIBANK were the major gainers in futures open interest while SHREECEM, IDFC, BRFL, CHENNPETRO & SUNTV were the amongst some to shed the Futures Open Interest.

On the option open interest front, NIFTY led the pack 322668 contracts of position open in CALL and 406176 contracts in the PUT side. On the scrip side, RELIANCE led the pack with 15767 contracts in CALL and 3730 Contracts in PUT as open interest followed by INFOSYSTCH with 7214 contracts of open position in CALL and 1619 contracts of open position in PUT.

In terms of Volumes 1196219, contracts were traded on NSE. Nifty accounted for 49.59 percent of the total traded contracts RELIANCE 4.87 percent while SBIN contributed 2.86 percent to the total turnover.

A look at the volatility indicates there is a considerable amount of increase in volatility of stocks such as BHARATFORG, RENUKA, SRF, APIL and GRASIM. Implied Volatility is at 26.50 and Historical volatility is at 22.78.

## Expectations:

The NIFTY futures saw a rise of 3.57 % in OI with prices opening high and closing low indicating selling pressure emerging at higher levels and fresh short positions built up in the market thus suggesting weakness may be seen in the market which may force longs to liquidate their positions if market not sustains above 4180 levels .The nifty June series futures discount came up from 15 points to 42 point indicating short positions built up in the market suggesting weakness in the market. Market if it sustains below 4120 levels then we may see further short positions built up in the market and longs liquidation. The FII were buyers in index futures to the tune of 271 crs and buyers in index options to the tune of 13 crs. The PCR has remained unchanged to 1.25 levels indicates some buying support may be seen in the market at lower levels .IV in the market was 26.50 and HV was 22.78.

Among the Big guns, ONGC saw rise in OI with prices facing resistance indicating selling pressure emerging in the counter suggesting that the counter may see fresh short positions indicating weakness in the counter. Whereas RELIANCE saw 9.10% gain in OI with prices coming down indicating fresh short positions built up in the counter suggesting further weakness in the counter.

In the TECH counters INFOSYSTCH saw flat OI with prices moving down indicating long positions liquidating and fresh short positions built up in the counter suggesting some weakness may be seen in the counter. SATYAMCOMP saw rise in OI with prices coming down indicating built up of short positions in the counter suggesting weakness in the counter. TCS and WIPRO saw built up in counters with prices facing resistance indicating selling pressure emerging in these counters thus one should avoid taking aggressive positions in these counters.

In the BANKING counters, SBIN & HDFCBANK saw rise in OI with prices coming up indicating built up of long positions in these counters suggesting further strength may be seen in these counters. ICICIBANK saw gain in OI with prices remaining in a dull range thus one should have neutral view on this counter.

In the Metal pack, TATASTEEL saw drop in OI with prices coming down indicating long positions liquidating their positions as market reacted sharply from higher levels

## Expectations:

long positions liquidating their positions as market reacted sharply from higher levels suggesting some buying support may be seen in the counter at lower levels. SAIL saw drop in OI with prices up indicating short covering seen in the counter and fresh buying emerging in the counter. HINDALCO saw rise in OI with prices going down indicating short positions built up in this counters suggesting further weakness may be seen in this counters. NALCO & STER saw gain in OI with stock saw buying emerging at lower levels thus suggesting further strength may be seen in these counters.

We feel that the volume and built up in OI suggests that market may show weakness only if it remains below 4100 levels where we may see fresh short positions built up in the market thus one should hedge the positions to avoid any unexpected direction in the market. One should trade with strict stop losses to be adhered too.

DATE	COMPANY NAME	VIEW	DIFFERENT STRATEGIES	ACTION	BEP	RISK	REWARD
18-Jun-07	IFCI	Moderately Bullish	BULL CALL SPREAD	BUY 50 CA @ 2.05 SELL 55 CA @ 0.55	51.5	11812.5	27562.5
		Moderately Bullish	BUY CALL	BUY 52.50 CA @ 0.75	53.25	5906.25	UNLIMITED
	LITL	Moderately Bullish	COVERED CALL	BUY FU @ 196.65 SELL 200 CA @ 9.00 SL: 180	187.65	6502.5	10500
	NTPC	Moderately Bearish	CALL HEDGE	SELL FU @ 151.50 BUY 150 CA @ 4.90	146.6	5525	UNLIMITED
	TCS	Moderately Bearish	CALL HEDGE	SELL FU @ 1189.00 BUY 1200 CA @ 19.50	1169.5	7625	UNLIMITED

## Research Team

**D. D. Sharma - Head**  
[ddsharma@rathi.com](mailto:ddsharma@rathi.com)

**Pramit Sabharwal**  
Sr. Technical Analyst /  
Sr. Derivative Analyst  
[pramitsabharwal@rathi.com](mailto:pramitsabharwal@rathi.com)

**Ashish Chaturmohta**  
Derivative Analyst  
[derivatives\\_desk@rathi.com](mailto:derivatives_desk@rathi.com)

P.S. In case of clarification, please feel free to email at:  
[response@rathi.com](mailto:response@rathi.com)

### 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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