



daring derivatives



April 19, 2007

Derivatives Summary

- The discount in the Nifty (April) futures decreased to 9.1 points from 12.5 points and the futures shed around 8.5 lakh shares in the open interest.
- The Nifty 50 stocks shed 9.6 lakh shares in the open interest.
- The total open interest in the market is Rs56,889 crore and there was an addition of around Rs507 crore in the open interest during the day.
- Siemens (42%), Global Tele (29%), Corporation Bank (21%) and Karnataka Bank (15%) were the top open interest gainers in the market.
- Syndicate Bank (-14%), Bank of India (-12%) and Dabur (-11%) were the top open interest losers in the market.
- Parsvnath (91%) is close to its market wide position limit.

Market View

The market opened on a positive note and went on to touch an intra-day high of 4040 in the afternoon. The Nifty cooled off towards the end of the day and closed with gains of around 26 points at 4011.6. The volumes in the Nifty futures continued to remain low and the futures shed around one-lakh shares in the open interest on profit booking. On the options front, the implied volatility increased marginally and both the call and put options witnessed closure of short positions in selective strike prices indicating that the market is likely to take a breather after the sharp upmove in the last couple of days. The market is likely to open on a flat to negative note and will take further cues from the global markets. The key support level for the Nifty is 3950 and there will be resistance around 4050.

NIFTY SNAPSHOT			
	Current	Previous	% Change
Nifty (Mar)	4002.25	3972.45	0.75%
Nifty CoC	-10.35%	-12.72%	-18.64%
OI	37583250	37682600	-0.26%
Vol	42150700	43723200	-3.60%
PCR(OI)	1.12	1.13	-0.88%
PCR (VOL)	1.01	1.17	-13.68%

MOST ACTIVE INDEX CALL OPTION				
Strike	Curr. IV	Pre. IV	Curr. OI	OI Chg%
4000 C	23.75%	23.16%	2771150	-5.83%
3900 C	25.62%	24.61%	1507350	-20.79%
4100 C	20.84%	21.71%	1105150	22.07%
4050 C	21.84%	22.31%	445500	55.42%
4000 May C	21.63%	22.06%	2111700	7.09%

MOST ACTIVE INDEX PUT OPTION				
Strike	Curr. IV	Pre. IV	Curr. OI	OI Chg%
4000 P	24.49%	22.69%	1661650	6.59%
3900 P	26.82%	25.22%	1749300	-13.56%
3800 P	30.10%	29.06%	2706050	-6.13%
3950 P	26.22%	24.51%	938850	5.39%
3900 May P	24.58%	24.58%	1425350	8.61%

MOST ACTIVE STOCK FUTURES				
Strike	Curr. CoC	Pre. CoC	Curr. OI	OI Chg%
TATASTEEL	15.60%	144.73%	12303900	6.03%
RELIANCE	-19.46%	-6.06%	8106450	-0.29%
SBIN	23.84%	4.82%	7179750	3.43%
PRAJIND	30.35%	7.02%	6036800	8.18%
RCOM	10.48%	-4.22%	14071400	2.06%

FII'S FUTURE & OPTIONS ACTIVITY (IN CRS) 17 APRIL			
	Buy	Sell	Difference
INDEX FUTURES	1825.12	1426.75	398.37
INDEX OPTIONS	873.38	511.29	362.09
STOCK FUTURES	895.92	1002.81	-106.89
STOCK OPTIONS	4.67	2.06	2.61
TOTAL	3599.09	2942.91	656.18

MOST ACTIVE STOCK CALL OPTIONS				
Strike	Curr. IV (%)	Pre. IV (%)	Curr. OI (%)	OI Chg %
RELIANCE 1470 C	17.38%	21.46%	330150	9.45%
TATASTEEL 520 C	38.73%	67.29%	743175	27.58%
SBIN 1020 C	37.68%	37.62%	101500	5.73%
RPL 75 C	33.67%	33.41%	4264550	-4.79%
INFOSYS 2100 C	27.19%	24.90%	343700	1.54%

MOST ACTIVE STOCK PUT OPTIONS				
Strike	Curr. IV (%)	Pre. IV (%)	Curr. OI (%)	OI Chg %
TATASTEEL500 P	39.59%	24.47%	569025	25.26%
RELIANCE 1470 P	25.73%	25.00%	94050	81.21%
INFOSYS 2010 P	27.99%	31.52%	192900	-3.45%
SBIN 1000 P	36.15%	35.00%	61250	40.80%
RCOM 430 P	38.31%	38.02%	67200	284.00%

Strategy Tracker

Date	Scripts	Buy/Sell	Strike/Option	Initiation Range	Max Profit	Max. Loss	Time
9-Apr-07	Gujarat Ambuja	Buy	110 Call	3	3.5	1.5	Expiry
		Sell	115 Call	1.5			
16-Apr-07	ACC	Buy	Future	778	TGT-820-840	13.5	Expiry
		Buy	780 P	15.5	Booked	Future @ 810	Call @ 8
18-Apr-07	Reliance	Buy	1470 Put	12	24	6	Expiry
		Sell	1440 Put	6			

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