



daring derivatives



December 24, 2009

Derivatives Summary

- Nifty (December) future premium has increased from 3.65 points to 12.25 points and 69,400 shares were added in open interest.
- Total open interest in the market was Rs124,651 crore and Rs4,200 crore were added in open interest.
- Nifty call option shed 64.35 lakh shares in open interest, whereas put option added 59.50 lakh shares in open interest.
- National Thermal Power Corporation (28%), Piramal Healthcare (25%), Nagarjuna Construction Company (21%), Polaris Software Labs (21%) and HDIL (18%) were the top open interest gainers in the market.
- Aban Offshore (-13%), ICSA (-8%), National Aluminum Company (-8%) and Power Trading Corporation (-8%) were the top open interest losers in the market.

Market View

Bulls wish a merry Xmas

Despite mixed cues from markets overseas, bulls seemed all set for the Christmas binge today. Nifty opened 30 points higher and on aggressive buying in metals, capital goods and realty stocks along with National Thermal Power Corporation, Suzlon Energy and Reliance Industries there was no looking back. After knocking a whopping century, Nifty, finally ended the session with handsome gains of 159 points at 5145. Volumes In Nifty future was significantly higher than yesterday's volumes. Around 69,500 shares were added in open interest with an increase in the cost of carry, indicating long accumulation. On the option front, implied volatility has remained almost flat in spite of the big intra-day move, indicating positive bias for the market.

NIFTY SNAPSHOT			
	Current	Previous	% Change
Nifty (Curr. MTH)	5156.85	4989.5	3.35%
Nifty CoC	10.86%	2.97%	265.92%
OI	28435950	28366550	0.24%
Vol	40908050	18710000	118.64%
PCR(OI)	1.4	1.16	20.69%
PCR (VOL)	0.92	0.95	-3.16%

MOST ACTIVE INDEX CALL OPTION				
Strike	Curr. IV	Pre. IV	Curr. OI	OI Chg%
5100 C	16.46%	17.91%	4080700	-38.07%
5000 C	17.87%	17.19%	3039750	-57.50%
5200 C	15.98%	18.99%	6380050	-6.33%
5300 C	16.25%	21.02%	4642950	3.96%
5200 JAN C	21.62%	21.33%	1616200	37.30%

MOST ACTIVE INDEX PUT OPTION				
Strike	Curr. IV	Pre. IV	Curr. OI	OI Chg%
5000 P	20.10%	18.38%	5459150	28.51%
5100 P	17.37%	16.95%	4791700	185.39%
4900 P	23.35%	20.60%	5357050	-10.96%
4800 P	27.20%	22.99%	4839650	-5.21%
5200 P	14.63%	18.14%	2797150	106.98%

MOST ACTIVE STOCK FUTURES				
Strike	Curr. CoC	Pre. CoC	Curr. OI	OI Chg%
TATASTEEL	4.15%	5.27%	10399568	7.00%
RELIANCE	14.98%	2.59%	7661100	-13.14%
ICICIBANK	1.85%	3.68%	6683600	-22.06%
SBIN	10.94%	1.40%	2688576	-13.74%
SUZLON	18.08%	9.63%	45990000	-3.83%

FII'S FUTURE & OPTIONS ACTIVITY (IN CRS) 22 DEC			
	Buy	Sell	Difference
INDEX FUTURES	1340.34	918.44	421.90
INDEX OPTIONS	2228.99	1994.71	234.27
STOCK FUTURES	3759.40	3217.48	541.92
STOCK OPTIONS	13.57	14.58	-1.01
TOTAL	7342.29	6145.21	1197.08

MOST ACTIVE STOCK CALL OPTIONS				
Strike	Curr. IV (%)	Pre. IV (%)	Curr. OI (%)	OI Chg %
RELIANCE 1050 C	20.47%	29.94%	453900	-15.38%
TATASTEEL 580 C	28.20%	28.15%	1130720	-12.11%
NTPC 220 C	24.64%	21.79%	513500	-56.35%
SUZLON 90 C	43.81%	48.72%	4521000	-4.86%
ICICIBANK 860 C	24.61%	30.98%	319200	-21.72%

MOST ACTIVE STOCK PUT OPTIONS				
Strike	Curr. IV (%)	Pre. IV (%)	Curr. OI (%)	OI Chg %
TATASTEEL 560 P	38.68%	33.56%	1009244	25.81%
RELIANCE 1050 P	23.95%	29.15%	224400	62.96%
BHARTIARTL 320 P	33.34%	33.07%	342000	111.11%
SUZLON 85 P	46.77%	44.40%	1113000	102.73%
NTPC 220 P	29.16%	66.06%	520000	7900.00%

Derivative Portfolio

Date	Scripts	Buy/Sell	Initiation Range	Stoploss	Target	Time frame	Remark
21-Dec-09	Nifty	Buy	4974	4952 ®	5020-5050	1-2 Days	Trail SI Triggered
16-Dec-09	IDBI	Sell	124.8	126.25	120	1-2 Days	Stopped Out
15-Dec-09	Relcapital	Sell	841.7	852	820	1-2 Days	Book Profits @ 830

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