

Market Statistic:

TRADE STATISTICS FOR 18th-July-2007

Product	No. of Contracts	Turnover (Rs. cr.)*
Index Futures	505,003	11,331.05
Stock Futures	833,528	27,449.82
Index Options	204,503	4,581.82
Stock Options	50,905	1,689.96
Total	1,593,939	45,052.65

OPEN INTEREST – Gainers.

Scrip ID	OI Futures	% Chg	Price	% Chg
PRAJIND	18035600	95.59	224.1	-48.85
NICOLASPIR	1387760	21.06	294.35	0.17
SHREECEM	51800	21.03	1442	-2.46
TRIVENI	4042500	17.71	53.25	-1.12
INDIANB	3185600	15.29	156.95	-1.94

OPEN INTEREST - Losers.

Scrip ID	OI Futures	% Chg	Price	% Chg
DENABANK	10752000	-17	57	2
CORPBANK	427200	-16.04	384.6	0.57
GMRINFRA	7713000	-13.13	867.85	-3.22
RENUKA	2386000	-12.44	621.75	-1.41
CROMPGREA	1093000	-10.34	262.5	2.77

FII Derivatives Statistic For the date :180707

	Buy	Sell	OI at end of the Day		Inflow / Outflow
			Contract	Amount	
INDEX FUTURES	1277.02	2207.30	762616	17108.69	-930.28
INDEX OPTIONS	440.97	202.16	514982	11585.94	238.81
STOCK FUTURES	1549.97	1920.29	897235	27578.91	-370.31
STOCK OPTIONS	11.96	16.26	9357	246.99	-4.30
					-1066.08

FII Derivatives Statistic For the date :170707

INDEX FUTURES	1476.25	1632.27	753634	16912.77	-156.02
INDEX OPTIONS	261.49	114.97	506027	11377.38	146.52
STOCK FUTURES	1635.57	1748.01	880388	27055.34	-112.44
STOCK OPTIONS	49.94	15.53	8468	219.97	34.40
					-87.53

FII Derivatives Statistic For the date :160707

INDEX FUTURES	883.44	806.31	746903	16822.98	77.13
INDEX OPTIONS	364.72	202.31	497544	11224.97	162.41
STOCK FUTURES	1129.49	1440.61	869445	27002.77	-311.12
STOCK OPTIONS	11.90	4.34	6223	155.29	7.56
					-64.03

Reckoning Put/Call Ratio

Scrip ID	PCR OI	PCR Vol.
NIFTY	1.6	1.53
INFOSYSTCH	0.25	0.38
RELIANCE	0.41	0.34
RPL	0.29	0.27
ICICIBANK	0.21	0.12

Market Wrap-up:

Nifty gained on Wednesday to close at 4499.55 up by 0.06%. The F&O segment of the market saw increase in turnover as compared to previous trading session.

The market turnover increased by 3.13 percent in terms of number of contracts traded vis-à-vis previous trading day and decreased by 1.71 percent in terms of rupees.

The PCR OI of market was at 0.17 and in NIFTY has changed from 1.64 to 1.60. At the same time, PCR VOL in NIFTY has changed to 1.53.

On a scrip specific note scrips like PRAJIND, NICOLASPIR, SHREECEM, TRIVENI & INDIANB were the major gainers in futures open interest while DENABANK, CORPBANK, GMRINFRA, RENUKA & CROMPGREA were the amongst some to shed the Futures Open Interest.

On the option open interest front, NIFTY led the pack 353396 contracts of position open in CALL and 567032 contracts in the PUT side. On the scrip side, INFOSYSTCH led the pack with 19654 contracts in CALL and 5016 Contracts in PUT as open interest followed by RELIANCE with 12556 contracts of open position in CALL and 5240 contracts of open position in PUT.

In terms of Volumes 1593939, contracts were traded on NSE. Nifty accounted for 44.15 percent of the total traded contracts RELIANCE 3.67 percent while IDBI contributed 2.29 percent to the total turnover.

A look at the volatility indicates there is a considerable amount of increase in volatility of stocks such as M&M, JSWSTEEL, ABIRLANUVO, STROPTICAL and DABUR. Implied Volatility is at 22.65 and Historical volatility is at 15.74.

Expectations:

Nifty futures saw rise of 0.59% in OI with prices closing high after recovering from lows indicating built up of fresh long positions in the market at lower levels thus suggesting further strength may be seen in the market and 4450 levels in nifty futures will work as strong support level. The Nifty July series futures discount changed from 12 points to 4 points thus indicates of shorts covering their positions and fresh buying emerging at lower levels. The FII were sellers in index futures to the tune of 930 crs and buyers in index options to the tune of 238 crs indicating hedged positions built up by them. The PCR has changed from 1.64 to 1.60 levels indicates some buying support may emerge in the market at lower levels.. IV in the market was 23.05 and HV was 16.24.

Among the Big guns, ONGC saw 1.93% rise in OI with prices coming down and closing at lower end of the range thus suggesting some consolidation may be seen in the counter. RELIANCE saw drop 4.20% in OI with prices almost flat thus suggesting some consolidation may be seen in the counter with positive bias.

In the TECH counters INFOSYSTCH saw drop of 0.76% OI with prices flat indicating liquidation of positions by both bulls and bears suggesting that the counter may see some consolidation at current levels. TCS saw rise of 0.59% OI with prices up suggesting buying support may be seen in the counter at lower levels. SATYAMCOMP saw 3.77% rise in OI with prices down indicating built up of short positions in the counter suggesting further weakness may be seen in the stock.

In the CEMENT counters, ACC saw rise of 10.33% in OI with prices coming up indicating built up of fresh long positions in the counter suggesting strength may be seen in the stock. INDIACEM saw rise in OI with prices recovering from lows thus indicating shorts covering their positions which may give further strength to this counter.

Expectations:

In the BANKING pack, SBIN saw rise of 6.62% OI I with prices down suggesting built up aggressive positions by both bulls and bears thus indicating some uncertainty may prevail in the counter. BANKINDIA saw rise in OI with prices coming up suggesting some strength may be seen in the counter.

TATASTEEL & SAIL saw built up in OI with prices coming up suggesting buying support emerging in these counters at lower levels thus indicates of further strength. HIINDALCO saw rise in OI to the tune of 4.21 % with prices up indicating built up of fresh long positions in the counter suggesting further strength may be seen in the counter.

We feel that the volume and built up in OI suggests that market may show further strength in coming days and we may see further rise in prices. Market is having support around 4450 levels. One should trade with strict stop losses to be adhered too as market is at all time high.

Strategies for the Day :-

DATE	COMPANY NAME	VIEW	DIFFERENT STRATEGIES	ACTION	BEP	RISK	REWARD
19-Jul-07	ACC	Moderately Bullish	COVERED CALL	BUY FU @ 1140	1121	7875-10000	18375
				SELL 1170 CA @ 19.00			
				SL: 1100			
	ITC	Moderately Bullish	COVERED CALL	BUY FU @ 153.60	152.1	5000	17775
				SELL 160 CA @ 1.50			
				SL: 150			
	IDEA	Moderately Bullish	PUT HEDGE	BUY FU @ 131.30	134	10800	UNLIMITED
				BUY 130 PA @ 2.70			
	IFCI	Moderately Bearish	CALL HEDGE	SELL FU @ 56.85	55	19687.5	UNLIMITED
				BUY 57.50 CA @ 1.85			

Before taking any action based on above information, please confirm the ex-date with Dealers

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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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