

Market Statistic:

TRADE STATISTICS FOR 15th-Oct.-2007

Product	No. of Contracts	Turnover (Rs. cr.)*
Index Futures	721,527	20,250.15
Stock Futures	963,713	46,209.95
Index Options	298,406	8,230.08
Stock Options	43,762	2,139.84
Total	2,027,408	76,830.02

OPEN INTEREST – Gainers.

Scrip ID	OI Futures	% Chg	Price	% Chg
CUMMINSIN	651700	43.51	434.55	1.62
CMC	218200	37.93	1035.05	7.52
FEDERALBN	312000	36.36	389.95	3.01
LITL	2034050	30.13	458.8	1.59
ARVINDMILL	24170300	27.60	72.75	4.82

OPEN INTEREST - Losers.

Scrip ID	OI Futures	% Chg	Price	% Chg
ROLTA	510750	-15.86	639.5	2.35
AXISBANK	418050	-13.50	820	10.2
BATAINDIA	1728300	-12.35	218.85	5.82
UNIPHOS	1474200	-11.88	381.85	4.43
CORPBANK	222000	-11.48	388.45	4.49

FII Derivatives Statistic For the date :151007

	Buy	Sell	OI at end of the Day		Inflow / Outflow
			Contract	Amount	
INDEX FUTURES	3867.39	3320.80	710469	20210.16	546.60
INDEX OPTIONS	465.34	298.39	550786	15615.88	166.95
STOCK FUTURES	1335.24	1459.82	954218	37733.16	-124.58
STOCK OPTIONS	2.15	12.18	7573	252.47	-10.03
					578.94

FII Derivatives Statistic For the date:121007

INDEX FUTURES	1886.78	2531.15	691498	18819.50	-644.37
INDEX OPTIONS	206.89	196.21	542302	14718.75	10.68
STOCK FUTURES	991.64	1707.67	932705	35305.06	-716.02
STOCK OPTIONS	1.29	23.24	7057	229.70	-21.95
					-1371.65

FII Derivatives Statistic For the date :111007

INDEX FUTURES	2814.84	1472.60	679025	18833.95	1342.24
INDEX OPTIONS	642.01	554.17	534600	14767.92	87.84
STOCK FUTURES	826.69	1879.57	926936	35757.91	-1052.87
STOCK OPTIONS	7.43	34.74	6462	212.74	-27.31
					349.90

Reckoning Put/Call Ratio

Scrip ID	PCR OI	PCR Vol.
NIFTY	1.43	1.52
RELIANCE	0.24	0.13
INFOSYSTCH	0.18	0.17
RPL	0.41	0.21
NTPC	0.15	0.10

Market Wrap-up:

Nifty closes down on Friday at 5670.40. The F&O segment of the market saw increase in turnover as compared to previous trading session.

The market turnover decrease by 13.21 percent in terms of number of contracts traded vis-à-vis previous trading day and increased by 15.03 percent in terms of rupees.

The PCR OI of market was at 0.17 and NIFTY has changed from 1.36 to 1.43 levels. At the same time, PCR VOL in NIFTY has changed from 1.50 to 1.52.

On scrip specific note scrips like CUMMINSIN, CMC, FEDERALBN, LITL & ARVINDMILL were the major gainers in futures open interest while ROLTA, AXISBANK, BATAINDIA, UNIPHOS & CORPBANK were the top losers in Futures Open Interest.

On the option open interest front, NIFTY led the pack 359910 contracts of position open in CALL and 516126 contracts in the PUT side. On the scrip side, RELIANCE led the pack with 19805 contracts in CALL and 4868 Contracts in PUT as open interest followed by INFOSYSTCH with 11078 contracts of open position in CALL and 2089 contracts of open position in PUT.

In terms of Volumes 2027408 contracts were traded on NSE. Nifty accounted for 49.98 percent of the total traded contracts RELIANCE 4.10 percent while REL contributed 2.87 percent to the total turnover.

A look at the volatility indicates there is a considerable amount of increase in volatility of stocks such as SCI, AXISBANK, SAIL, SESAGOA & STER. Implied Volatility was at 39.15 and Historical Volatility was at 41.57

Expectations:

Nifty futures loses OI to the tune of 2.53% with prices closing significantly up by 4.56% indicating that market witness aggressive short covering by bears and market saw strong buying even on higher levels, and given a close on new high. Nifty October series premium has changed from 12 points to 19 points thus suggesting that buying may emerge at current levels. The FII were buyer in index futures to the tune of 546.60 crs and buyer in index options to the tune of 166.95 crs indicating built up of fresh long position by them. The PCR has changed from 1.36 to 1.43 levels indicating that weakness may emerge from current levels.

Among the Big guns, ONGC saw 6.52 % gain in OI with prices going up by 9.09% indicating built of aggressive long positions after seeing short covering by bears on higher levels suggesting that counter can show strength. RELIANCE saw drop in OI of 1.45% with prices up by 4.03% indicating counter witness liquidation of short positions on higher levels suggesting that counter can show strength from current levels.

In the TECH counters, TCS saw gain in OI with rise in price indicating that counter witness built of fresh long positions on lower levels thus suggesting further strength from current levels. INFOSYSTCH saw drop in OI with fall in price indicating that counter saw liquidation of long positions on higher levels suggesting that counter can show weakness from current levels. SATYAMCOMP & WIPRO saw drop in OI with rise in prices indicating that counters saw short covering by bears as prices starts to move up from lower levels suggesting that counter can show strength if it gets sustained on current levels, however, counters also saw some profit booking on higher levels as the uncertainty regarding rupee appreciation is there.

ACC & KESORAMIND saw gain in OI with prices moving up indicating that counter witness built of fresh long positions on lower levels thus suggesting further strength may be seen in these counters in coming days. CENTURYTEX, AMBUJACEM & INDIACEM saw drop in OI with rise in prices indicating that bears have liquidated their positions aggressively on higher levels suggesting that counters can show strength from current levels.

Expectations:

In the BANKING pack, SBIN, ICICIBANK & HDFCBANK saw drop in OI with gain in prices indicating that counters witness liquidation of short positions on higher levels and built of fresh longs as prices moves up from lower levels suggesting that counter can show strength from current levels.

HINDALCO, SAIL & NATIOANLUM saw gain in OI with rise in price indicating that counter witness built of fresh long positions on higher levels suggesting that counter can show strength from current levels. TATASTEEL & STER saw drop in OI with gain in prices indicating that counter witness liquidation of short positions on higher levels by bears suggesting that strength may be seen in these counters in coming days.

We feel that market may show some volatile session ahead however, profit booking cannot be rule out at higher levels. Market can show weakness from current levels. Market has support around 5620 levels breaching of these levels should be treated as stop loss. One should trade with strict stop losses to be adhered too.

Strategies for the Day :-

DATE	Company Name	VIEW	DIFFERENT STRATEGIES	ACTION	BEP	RISK	REWARD
16-Oct-07	NTPC	BULLISH	BULL CALL SPREAD	BUY 230 CA @ 5.00 SELL 240 CA @ 3.30	231.7	2762.5	13487.5
	RELIANCE	VOLATILE	SYN LONG STRADDLE	SELL FU @ 2700 BUY TWO 2700 CA @ 94	2512 2888	28200	UNLIMITED
	RCOM	BULLISH	COVERED CALL	BUY FU @ 762.95 SELL 780 CA @ 34.45 SL :- 740	728.5	16065-28000	36050
	HINDALCO	BULLISH	COVERED CALL	BUY FU @ 188 SELL 200 CA @ 3.20 SL :- 184	182.8	6380-8772.5	24244

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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