

Market Statistic:

TRADE STATISTICS FOR 23rd-August-2007

Product	No. of Contracts	Turnover (Rs. cr.)*
Index Futures	1,020,687	21,294.30
Stock Futures	778,377	24,807.04
Index Options	396,675	8,477.99
Stock Options	42,506	1,420.82
Total	2,238,245	56,000.15

OPEN INTEREST – Gainers.

Scrip ID	OI Futures	% Chg	Price	% Chg
VSNL	2573550	16.66	378.2	0.9
ABAN	1047200	7.43	2551.95	-2.29
PNB	5693400	7.40	450.3	-2.1
ULTRACEMC	897800	6.37	866.85	1.64
INDIACEM	10083300	6.10	217.25	3.08

OPEN INTEREST - Losers.

Scrip ID	OI Futures	% Chg	Price	% Chg
BIRLAJUTE	1374450	-16	261	6
UNIPHOS	121800	-15.53	317.4	2.38
IDEA	25131600	-14.36	111.85	2.7
BANKINDIA	3665100	-13.03	218.65	0.64
CUMMINSIN	578550	-12.88	352.9	1.3

FII Derivatives Statistic For the date :230807

	Buy	Sell	OI at end of the Day		Inflow / Outflow
			Contract	Amount	
INDEX FUTURES	3567.52	186.25	738752	15156.33	381.27
INDEX OPTIONS	238.74	404.63	723436	14884.51	-165.89
STOCK FUTURES	2121.86	1390.46	970188	26346.90	731.41
STOCK OPTIONS	5.67	3.20	8270	203.87	2.47
					949.26

FII Derivatives Statistic For the date: 220807

INDEX FUTURES	3103.80	2447.46	756906	15700.01	656.35
INDEX OPTIONS	505.75	464.14	715997	14868.21	41.61
STOCK FUTURES	1440.07	992.65	982652	27071.98	447.42
STOCK OPTIONS	2.94	0.00	8299	207.35	2.94
					1148.32

FII Derivatives Statistic For the date :210807

INDEX FUTURES	2223.72	2920.47	742006	15032.38	-696.75
INDEX OPTIONS	222.77	297.30	700842	14279.31	-74.53
STOCK FUTURES	1295.73	932.25	988763	26768.42	363.48
STOCK OPTIONS	19.87	3.76	8372	207.28	16.11
					-391.69

Reckoning Put/Call Ratio

Scrip ID	PCR OI	PCR Vol.
NIFTY	1.13	1.26
RELIANCE	0.21	0.35
SBIN	0.3	0.40
INFOSYSTCH	0.26	0.14
IDBI	0.25	0.35

Market Wrap-up:

Nifty gained on Thursday to close at 4114.95 down by 0.92%. The F&O segment of the market saw increase in turnover as compared to previous trading session.

The market turnover increased by 7.88 percent in terms of number of contracts traded vis-à-vis previous trading day and increased by 8.21 percent in terms of rupees.

The PCR OI of market was at 0.17 and in NIFTY was changed from at 1.15 to 1.13. At the same time, PCR VOL in NIFTY has changed to 1.26.

On a scrip specific note scrips like VSNL, ABAN, PNB, ULTRACEM & INDIACEM were the major gainers in futures open interest while BIRLAJUTE, UNIPHOS, IDEA, BANKINDIA & CUMMINSIN were the amongst some to shed the Futures Open Interest.

On the option open interest front, NIFTY led the pack 501109 contracts of position open in CALL and 570000 contracts in the PUT side. On the scrip side, RELIANCE led the pack with 30057 contracts in CALL and 6477 Contracts in PUT as open interest followed by SBIN with 7770 contracts of open position in CALL and 2373 contracts of open position in PUT.

In terms of Volumes 2238245, contracts were traded on NSE. Nifty accounted for 63.02 percent of the total traded contracts RELIANCE 3.28 percent while SBIN contributed 1.92 percent to the total turnover.

A look at the volatility indicates there is a considerable amount of increase in volatility of stocks such as EKC, FINANTECH, SUZLON, OREINTBANK and ALBK. Implied Volatility was at 36.95 and Historical Volatility was at 41.26.

Expectations:

Nifty futures lost OI to the tune of 2.40% with prices going down by 1.07% indicating that liquidation of long positions took place in the market as market not ready to sustain at higher levels thus forcing weak long positions to liquidate. Market has given a gap up opening in morning but later on seen a selling pressure on higher levels. Market has given a close above 4100 levels, indicating that market witnessed buying at lower levels thus suggesting that strength can be seen in the market as buying emerges at lower levels. Nifty August series futures was changed from premium of 2 points to discount of 3 points indicating uncertainty prevailing in the market. Market may see some volatile session ahead as both IV & HV is going on higher side. The FII were buyers in index futures to the tune of 381 crs and sellers in index options to the tune of 165.89 crs indicating liquidation of positions by them. The PCR has gone down from 1.15 to 1.13 levels indicating that market may see some buying support on lower levels.

Among the Big guns, ONGC saw 0.53% decline in OI with prices going down by 3.07% indicating that counter has seen liquidation of long positions as prices starts to come down from higher levels suggesting that counter can see some weakness. RELIANCE saw loss in OI with prices going down by 1.26% indicating counter has seen liquidation of long positions by market participants. Counter can show further weakness from current levels.

In the TECH counters, SATYAMCOMP & INFOSYSTCH saw loss in OI with prices closing in positive indicating that counters has seen short covering by bears as prices starts to move up from lower levels suggesting that counter can show some strength in coming days. WIPRO & TCS saw loss in OI with fall in price indicating that counter has seen liquidation of long positions on lower levels and bulls has liquidated their price suggesting that counter can show weakness in coming days.

Expectations:

In the CEMENT counters, ACC & AMBUJACEM saw loss in OI with gain in price indicating that counters have witnessed short covering during yesterday's session and bears have liquidated their positions as prices starts to move up suggesting that counter can show strength in coming days. INDIACEM saw gain in OI with price closing in positive indicating that counter has seen fresh long positions on current levels and can show further strength in coming days. CENTURYTEX saw loss of OI with fall in price indicating that counter has seen liquidation of long positions as price starts to come down from higher levels. Counter also witness profit booking during yesterday's session.

In the BANKING pack, ICICIBANK & HDFCBANK saw drop in OI with fall in price indicating that counter has seen liquidation of long positions thus suggesting that these counters were under performing in comparison to market thus suggesting that counter can show weakness in coming days. SBIN saw decline in OI with fall in price indicating that counter has seen liquidation of long positions suggesting that counter can show some weakness in coming days.

NATIONALUM saw marginal drop in OI with gain in prices indicating that counters has witnessed addition of fresh long positions during yesterday's session and strong buying at lower levels suggesting that counter can show strength. SAIL saw decline in OI with gain in price indicating that counters has witnessed short covering by bears on higher levels indicating that further strength can be seen in the counter. TATASTEEL & HINDALCO loses OI with fall in price indicating that counters has seen liquidation of long positions on lower levels suggesting that counter can show some consolidation before giving any sharp movement.

We feel that market may show some strength as buying were emerging at lower levels so one should take 4050 as strong support levels and should treat this level as stop loss for long positions breach of which result in liquidation of long positions and built up of fresh short positions. Market may see some volatile sessions ahead. 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
24-Aug-07	ICICI BANK	BEARISH	CALL HEDGE	SELL FU @ 827 BUY 820 CA @ 27	800	7000	UNLIMITED
	SBIN	BEARISH	CALL HEDGE	SELL FU @ 1415 BUY 1410 CA @ 50	1365	11250	UNLIMITED
	TTML	BULLISH	COVERED CALL	BUY FU @ 27.30 SELL 30 CA @ 0.40 SL: 26.5	26.9	4180-7100	32395
	TATASTEEL	VOLATILE	SYNTH. LONG STRADLE	SELL FU @ 562 BUY 560 CA @ 19.00 BUY 560 CA @ 19.00	524	24300	UNLIMITED

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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