



daring derivatives

April 17, 2007

Derivatives Summary

- The discount in the Nifty (April) futures decreased to 6.8 points from 20.45 points and the futures shed around 4.51 lakh shares in the open interest.
- The Nifty 50 stocks shed 12.86 lakh shares in the open interest.
- The total open interest in the market is Rs54,537 crore and there was an addition of around Rs2,551 crore in the open interest during the day.
- BEML (47%), Bajaj Hindustan (45%), Siemens (33%), Lupin (25%), UTI Bank (21%) and Idea (20%) were the top open interest gainers in the market.
- Crompton Greaves (-23%), Zee TV (-13%) Sterlite (-12%), Sobha (-11%) and Tata Motors (-10%) were the top open interest losers in the market.
- IFCI (91%) & Essar Oil (85%) are close to their market wide position limits.

Market View

The market opened with a positive gap of around 50 points and continued the upward momentum till the end of the trading session. The Nifty finally settled with handsome gains of around 100 points. The volumes in the Nifty futures were low indicating lack of participation from the traders. The futures added around 57,000 shares in the open interest towards the long side. On the options front, except the 3800 call option where some short covering was seen the call options with other strikes witnessed writing while the put options continued to add open interest towards the long side. The market is likely to open on a strong note and will face good resistance around the 4050 level. The market may trade in the 4000-4050 range through the day. The key support levels for the Nifty are 3980 and 3950 and there will be resistance around 4050.

NIFTY SNAPSHOT			
	Current	Previous	% Change
Nifty (Mar)	4007	3896.9	2.83%
Nifty CoC	-6.18%	-14.66%	-57.81%
OI	36443250	36386200	0.16%
Vol	41256800	60365000	-31.65%
PCR(OI)	1.18	1.06	11.32%
PCR (VOL)	1.31	1.25	4.80%

MOST ACTIVE INDEX CALL OPTION				
Strike	Curr. IV	Pre. IV	Curr. OI	OI Chg%
4000 C	22.82%	23.21%	2553900	-1.32%
3900 C	23.93%	23.76%	1903250	-5.72%
3800 C	28.48%	26.09%	2063300	-13.77%
4000 MayC	22.01%	22.32%	1305500	49.99%
4100 C	20.76%	21.78%	781850	10.49%

MOST ACTIVE INDEX PUT OPTION				
Strike	Curr. IV	Pre. IV	Curr. OI	OI Chg%
3900 P	24.65%	23.66%	1901150	11.60%
3800 P	29.76%	26.67%	4003850	12.01%
4000 P	22.67%	22.38%	1346850	143.93%
3950 P	24.16%	22.21%	629400	1295.57%
3700 P	34.09%	28.88%	2309950	-8.22%

MOST ACTIVE STOCK FUTURES				
Strike	Curr. CoC	Pre. CoC	Curr. OI	OI Chg%
RELIANCE	4.00%	0.50%	8602800	2.01%
TATASTEEL	-11.57%	0.27%	12091950	4.01%
RCOM	4.16%	9.66%	14663600	-3.80%
INFOSYS	-8.59%	-3.36%	3698000	0.70%
TCS	9.98%	4.34%	4960250	16.38%

FII'S FUTURE & OPTIONS ACTIVITY (IN CRS) 12 APRIL			
	Buy	Sell	Difference
INDEX FUTURES	1617.69	1262.4	355.29
INDEX OPTIONS	794.76	276.92	517.84
STOCK FUTURES	668.48	451.95	216.53
STOCK OPTIONS	29.28	17.07	12.21
TOTAL	3110.21	2008.34	1101.87

MOST ACTIVE STOCK CALL OPTIONS				
Strike	Curr. IV (%)	Pre. IV (%)	Curr. OI (%)	OI Chg %
RELIANCE 1410 C	21.25%	20.02%	406800	-4.24%
INFOSYS 2100 C	22.95%	28.67%	327000	-3.71%
TATASTEEL 520 C	37.50%	33.94%	502200	-1.85%
RPL 75 C	39.52%	36.96%	4599550	-3.51%
TTML 25 C	78.65%	65.39%	4660700	162.35%

MOST ACTIVE STOCK PUT OPTIONS				
Strike	Curr. IV (%)	Pre. IV (%)	Curr. OI (%)	OI Chg %
RELIANCE 1410 P	22.11%	20.55%	119100	105.70%
TATASTEEL520 P	42.96%	38.08%	205200	322.22%
INFOSYS 2010 P	33.89%	31.17%	218300	0.92%
SAIL 125 P	40.34%	40.44%	561600	60.00%
SATYAM 480 P	46.89%	47.56%	34800	65.71%

Recommendation Tracker

Date	Scripts	Initiation Range	Stoploss	Target	Timeframe	Remark
10-Apr-07	Nifty Buy	3815	3804	3840-3860	1-2 Days	Stop loss triggered
10-Apr-07	GDL Buy	174	171.5	180-185	1-2 Days	Stop loss triggered

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			

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