



daring derivatives



March 23, 2007

Derivatives Summary

- The Nifty (March) futures traded at a premium of 2.9 points as against a discount of 7.55 points witnessed the previous day and the futures shed around 12.45 lakh shares in the open interest.
- The total open interest in the market is Rs58,515 crore and there was an addition of Rs694 crore in the open interest during the day.
- The Nifty 50 stocks shed 1.25 crore shares in the open interest.
- Bank of India (31%), IFCI (16%), Kotak Bank (13%) & Reliance Capital (10%) were the top open interest gainers in the market.
- Federal Bank (-20%), Maruti (-18%), UTI Bank (-18%), Indian Bank (-16%) & BHEL (-15%) were the top open interest losers in the market.
- IFCI (103%), & Essar Oil (90%) are close to their market wide position limits.

Market View

The market opened on a very strong note with an opening gap of around 50 points and continued its rally and closed with handsome gains of 2.96% for the day. The volumes in the Nifty futures were relatively higher and the futures shed around 12 lakh shares in the open interest with the Nifty trading at a premium as against a discount witnessed the previous day indicating aggressive short covering. On the options front, the implied volatility of the call options increased significantly with a decrease in the open interest indicating short covering in call options while the put options added fresh long open interest. The market is likely to open on a positive note and should remain in the positive zone for the first half of the trading session. The key support level for the Nifty is 3825 and there will be a resistance around 3910.

NIFTY SNAPSHOT			
	Current	Previous	% Change
Nifty (Mar)	3880.1	3757	3.28%
Nifty CoC	3.90%	-9.15%	-142.62%
OI	36837450	38082400	-3.27%
Vol	79385200	72922000	8.86%
PCR(OI)	1.03	0.95	8.42%
PCR (VOL)	1.01	1.16	-12.93%

MOST ACTIVE INDEX CALL OPTION				
Strike	Curr. IV	Pre. IV	Curr. OI	OI Chg%
3800 C	26.58%	24.10%	2841400	-14.33%
3900 C	25.51%	23.16%	1876850	-9.99%
3700 C	28.14%	24.44%	2108400	-10.83%
4000 C	26.31%	26.95%	2508950	-1.55%
3850 C	27.50%	22.19%	341650	8.43%

MOST ACTIVE INDEX PUT OPTION				
Strike	Curr. IV	Pre. IV	Curr. OI	OI Chg%
3800 P	26.60%	23.82%	3785350	18.63%
3700 P	29.16%	25.41%	3106150	4.17%
3900 P	25.23%	18.54%	2514400	31.99%
3600 P	35.35%	28.89%	2042300	-7.21%
3850 P	26.59%	19.54%	433350	173.58%

MOST ACTIVE STOCK FUTURES				
Strike	Curr. CoC	Pre. CoC	Curr. OI	OI Chg%
RELIANCE	-2.27%	-3.40%	9700950	-3.79%
SBIN	31.03%	4.87%	5665750	3.32%
RCOM	23.20%	17.80%	14238000	-7.16%
IFCI	27.11%	17.02%	86727375	18.65%
CENTURY TEXT.	0.00%	9.51%	6245800	0.00%

FII'S FUTURE & OPTIONS ACTIVITY (IN CRS) 21 MARCH			
	Buy	Sell	Difference
INDEX FUTURES	2155.82	1479.08	676.74
INDEX OPTIONS	400.15	244.67	155.48
STOCK FUTURES	1331.02	1080.75	250.27
STOCK OPTIONS	0.13	2.14	-2.01
TOTAL	3887.12	2806.64	1080.48

MOST ACTIVE STOCK CALL OPTIONS				
Strike	Curr. IV (%)	Pre. IV (%)	Curr. OI (%)	OI Chg %
RELIANCE 1320 C	22.87%	22.90%	356700	-9.99%
RPL 70 C	44.50%	33.43%	2991550	-8.41%
IFCI 30 C	79.50%	88.96%	9702000	1.40%
SAIL 110 C	45.44%	48.21%	1301400	-11.07%
SBIN 1020 C	44.87%	38.45%	88500	-16.71%

MOST ACTIVE STOCK PUT OPTIONS				
Strike	Curr. IV (%)	Pre. IV (%)	Curr. OI (%)	OI Chg %
RELIANCE 1320 P	25.13%	25.46%	237150	45.71%
SBIN 1020 P	33.22%	41.26%	47000	11.24%
RCOM 400 P	44.28%	39.27%	219800	12.54%
IFCI 25 P	81.74%	77.94%	2724750	13.82%
INDIACEM 160 P	51.91%	47.83%	387150	12.66%

Recommendation Tracker

Date	Scripts	Initiation Range	Stoploss	Target	Timeframe	Remark
21-Mar-07	Bharti Buy	748	739.5	765-775	CTFT	First Tgt Achieved

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