

Indices' Snapshot

	Previous week	This week	Change	%Chg
Nifty	4942.00	4647.00	-295	-5.97
Sensex	16371.29	15343.12	-1028.17	-6.28
Bank Nifty	7037.85	6545.15	-492.7	-7.00
NiftyMidcap50	2418.60	2340.75	-77.85	-3.22
CNX IT	3904.70	3801.60	-103.1	-2.64
Junior	8297.00	7774.30	-522.7	-6.30

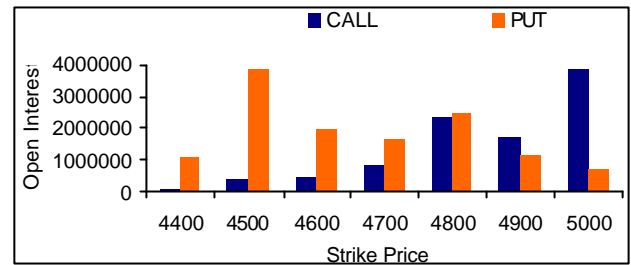
Futures LTP (Apr)

Nifty	4986.7	4666.1	-320.6	-6.43
Bank Nifty	7070	6553.15	-516.85	-7.31
NiftyMidcap50	2462.50	2350	-112.5	-4.57
CNX IT	3950	3815	-135	-3.42
Junior	8250	7750	-500	-6.06

Cost of Carry (% annualized)

Nifty	9.60	4.35	-5.25
Bank Nifty	5.66	1.63	-4.03
NiftyMidcap50	22.55	2.53	-20.02
CNX IT	13.57	6.29	-7.28
Junior	-6.76	-10.02	-3.26

Nifty Options OI Distribution



	Last Week	This Week	Change	% Change
Nifty Put Call Ratio (OI)				
Call OI	8329400	14436600	6107200	73.32
Put OI	12020600	16136500	4115900	34.24
PCR	1.44	1.12	-0.33	-22.55
Open Interest (No. of Shares)				
Nifty	32654200	33296650	642450	1.97
Bank Nifty	119150	123250	4100	3.44
NiftyMidcap50	15000	14925	-75	-0.50
CNX IT	27750	29800	2050	7.39
Junior	24575	24825	250	1.02

FII's Weekly Derivative Statistics 03.04.08

	Buy		Sell		Open Interest as on 03.04.08		Open Interest as on 27.03.08		Change in FIIs Open Interest (W-o-W)	
	No. of Contr.	Amt in Crs.	No. of Contr.	Amt in Crs.	No. of Contr.	Amt in Crs.	No. of Contr.	Amt in Crs.	No. of Contr.	Amt in Crs.
Index Futures	423138	10193.24	468008	11224.56	765974	18289.51	732000	17734.62	33974	554.89
Index Options	119466	2805.09	95042	2210.4	306446	7311.19	173356	4186.76	133090	3124.43
Stock Futures	182497	3642.83	185490	3825.62	901843	18225.86	840792	17032.43	61051	1193.43
Stock Options	3697	66.68	1560	29.7	7178	132.53	2222	39.14	4956	93.39
TOTAL	728798	16707.84	750100	17290.28	1981441	43959.09	1748370	38992.95	233071	4966.14

Source: NSE

Market Activity

This week Nifty opened Negative, and there after it traded with a volatile but downward bias throughout the week to finally give a close at 4647 with a loss of 295 points (5.97%) from its previous weeks close. Major Gainers for the week were Orchid Chemicals, MRPL, STAR, Hind Oil Exp and Matrix Labs. Losers were Bhel, Yes Bank, SAIL, Crompton Greaves and Jindal Steel.

FIIs remained net Sellers in Index futures to the tune of 44870 contracts and have added 33974 contracts in OI. They remained net buyers in Index options to the tune of 24424 contracts and the OI has increased by 133090 contracts. In stock futures too they were net sellers to the tune of 2293 contracts and have added 61051 contracts in OI.

Market Outlook:

The Apr futures cost of carry for the Nifty stood at 4.35 % Positive against 9.6 % Positive for the last week. Nifty Apr Futures traded at a Premium of 10- 15 Points. The IV of Nifty increased from 29-30% to 34-35%. On a week on week basis Nifty has added 6.42 lac shares (2%) in Open Interest. The Put Call Ratio of Nifty decreased from 1.44 to 1.12 this week. The Nifty now appears to have resistance at 5000 and on the downside it has support at 4500 on a closing basis.

Contd...

Open Interest (OI) Analysis:

On Friday we witnessed Fresh short open Interest in Stocks like BHEL (107%), Crompton Greaves (31%), HCL Tech (31%), HDFC (21%), L & T (37%), M&M (26%), Nagarjuna Constr (29%), SAIL (26%), Sesa Goa (43%) and Yes Bank (38%). Thus we would advise clients to avoid going long on these counters.

Put Call Ratio Analysis:

- PCR of Nifty decreased from 1.44 to 1.12.
- On w-o-w basis Nifty Call options added 61 Lakh shares (73%) and Put options added 41 Lakh shares (34%) in OI.

Cost of Carry (CoC):

Turned Positive: Ashok Leyland, BPCL, HCC, Kotak Bank and Wipro.

Turned Negative: Allahabad Bank, Arvind Mills, Axis Bank, HCL Tech, HDIL, MTNL, RNRL, Tata Motors, Tata Steel and Tech Mahindra.

Derivative Strategy Recommendations

Date	Scrip	View	Strategy	Action	Maximum Profit	Maximum Risk	Current Price	Profit/Loss (Rs.)	Remarks
28.03.08	IDFC	Bullish	Bull Call Spread	Buy Apr 160CA @ 12.35 Sell Apr 180CA @ 4	Rs.19676	Rs.12316	Apr 160CA @ 5.85 Apr 180CA @ 0.85	(Rs.8112.5)	Hold
31.03.08	Nifty	Bearish	Bear Put Spread	Buy Apr 4800 PE @ 189 Sell Apr 4500 PE @ 88	Rs.8650	Rs.5050	Apr 4800 PE @ 222 Apr 4500 PE @ 91	Rs .1500	Hold
04.04.08	RPL	Bullish	Buy Call Option	Buy Apr 175 CA @ 8.30	Unlimited	Rs.13902.5	Apr 175 CA @ 6	(Rs.3852.5)	Hold

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