

Market Statistic:

TRADE STATISTICS FOR 30th-August-2007

| Product | No. of Contracts | Turnover (Rs. cr.)* |
|---------------|------------------|---------------------|
| Index Futures | 899,385 | 19,736.22 |
| Stock Futures | 1,245,061 | 40,184.66 |
| Index Options | 415,132 | 9,186.76 |
| Stock Options | 62,016 | 2,175.31 |
| Total | 2,621,594 | 71,282.95 |

OPEN INTEREST - Gainers.

| Scrip ID | OI Futures | % Chg | Price | % Chg |
|----------|------------|-------|---------|--------|
| UNITECH | 9377100 | 89.61 | 242.65 | -51.31 |
| INDIANB | 2774200 | 45.95 | 140.15 | -4.66 |
| HDIL | 14126800 | 35.13 | 537.85 | -0.54 |
| BEML | 374750 | 33.24 | 1149.65 | -3.63 |
| TRIVENI | 3980900 | 24.28 | 82.25 | 14.07 |

OPEN INTEREST - Losers.

| Scrip ID | OI Futures | % Chg | Price | % Chg |
|------------|------------|--------|-------|-------|
| CANBK | 2262400 | -15 | 241 | 2 |
| HTMTGLOBA | 1135250 | -14.82 | 375.2 | 1.37 |
| ESCORTS | 6650400 | -14.71 | 89.95 | 5.51 |
| JETAIRWAYS | 1324800 | -12.47 | 773.4 | 1.67 |
| GESHIP | 1848000 | -12.25 | 311.4 | 1.68 |

FII Derivatives Statistic For the date :300807

| | Buy | Sell | OI at end of the Day | | Inflow / Outflow |
|---------------|---------|---------|----------------------|----------|------------------|
| | | | Contract | Amount | |
| INDEX FUTURES | 4230.33 | 4029.51 | 659552 | 14378.98 | 200.82 |
| INDEX OPTIONS | 1550.61 | 322.61 | 343842 | 7585.67 | 1228.01 |
| STOCK FUTURES | 4293.44 | 4346.53 | 776564 | 23121.25 | -53.09 |
| STOCK OPTIONS | 11.89 | 12.62 | 2122 | 51.40 | -0.73 |
| | | | | | 1375.01 |

FII Derivatives Statistic For the date: 290807

| | | | | | |
|---------------|---------|---------|--------|----------|---------|
| INDEX FUTURES | 7888.44 | 7812.87 | 914735 | 19867.47 | 75.57 |
| INDEX OPTIONS | 670.06 | 475.96 | 778906 | 16977.42 | 194.10 |
| STOCK FUTURES | 5810.45 | 6129.21 | 981819 | 28832.20 | -318.76 |
| STOCK OPTIONS | 2.53 | 3.75 | 7147 | 187.41 | -1.23 |
| | | | | | -50.32 |

FII Derivatives Statistic For the date :280807

| | | | | | |
|---------------|---------|---------|--------|----------|---------|
| INDEX FUTURES | 5352.93 | 5496.28 | 773949 | 16618.52 | -143.34 |
| INDEX OPTIONS | 464.22 | 274.50 | 765093 | 16528.69 | 189.73 |
| STOCK FUTURES | 5403.56 | 5388.57 | 984239 | 28479.05 | 14.99 |
| STOCK OPTIONS | 34.88 | 0.90 | 7107 | 185.70 | 33.98 |
| | | | | | 95.35 |

Reckoning Put/Call Ratio

| Scrip ID | PCR OI | PCR Vol. |
|------------|--------|----------|
| NIFTY | 1.33 | 0.81 |
| RELIANCE | 0.35 | 0.18 |
| SBIN | 0.38 | 0.27 |
| INFOSYSTCH | 0.31 | 0.18 |
| TATASTEEL | 0.52 | 0.30 |

Market Wrap-up:

Nifty gained on Thursday to close at 4412.30 up by 1.22%. The F&O segment of the market saw decrease in turnover as compared to previous trading session.

The market turnover decreased by 8.66 percent in terms of number of contracts traded vis-à-vis previous trading day and decreased by 6.83 percent in terms of rupees.

The PCR OI of market was at 0.17 and in NIFTY was changed from at 1.30 to 1.33. At the same time, PCR VOL in NIFTY has changed to 0.81.

On a scrip specific note scrips like UNITECH, INDIANB, HDIL, BEML & TRIVENI were the major gainers in futures open interest while CANBK, HTMTGLOBAL, ESCORTS, JETAIRWAYS & GESHIP were the amongst some to shed the Futures Open Interest.

On the option open interest front, NIFTY led the pack 549696 contracts of position open in CALL and 734542 contracts in the PUT side. On the scrip side, RELIANCE led the pack with 24441 contracts in CALL and 8748 Contracts in PUT as open interest followed by SBIN with 7808 contracts of open position in CALL and 2986 contracts of open position in PUT.

In terms of Volumes 2621594, contracts were traded on NSE. Nifty accounted for 49.74 percent of the total traded contracts RELIANCE 3.90 percent while HDIL contributed 2.28 percent to the total turnover.

A look at the volatility indicates there is a considerable amount of increase in volatility of stocks such as ABAN, INDIAINFO, PRAJIND, GESHIP and IOC. Implied Volatility was at 34.49 and Historical Volatility was at 38.99.

Expectations:

Nifty futures gained OI with prices up by 8.55% indicating that both bulls & bears have made aggressive positions on current levels resulting uncertainty prevailing in the market and market is moving around the strong resistance levels so we can see some very volatile session ahead. Market opened with a gap and remained on the higher levels in the entire session. Nifty was in a range of 30 points. Market has given close above 4400 levels, market has breached its strong resistance levels and if market sustains on this levels we can see fresh buying emerging in the market. Nifty September series future was trading at a discount of 70 points suggesting that market participants have built up aggressive short positions in the new contract. Market may see some volatile session ahead as both IV & HV is moving around on higher side. The FII were buyers in index futures to the tune of 200 crs and buyers in index options to the tune of 1228 crs indicating hedged positions built up by them. The PCR has gone up from 1.30 to 1.33 levels indicating that market may see some buying support at lower levels.

Among the Big guns, ONGC saw rise of 2.90% in OI with rise in price of 1.00% indicating that fresh long positions have added in the counter. Counter can show strength from current levels and can move up. RELIANCE saw gain of OI with prices flat to positive indicating that counter has seen built of long positions and has seen some buying at higher levels forcing bears to liquidate their positions at higher levels suggesting that counter can show strength from current levels.

In the TECH counters, INFOSYSTCH, WIPRO & TCS saw gain in OI with prices flat to positive suggesting that counter has witness fresh long positions at higher levels indicating that counter can move up from current levels. SATYAM loses OI with rise in prices indicating that counter witness short covering during yesterday's session suggesting that counter can show strength.

Expectations:

In the CEMENT counters, ACC saw gain in OI with rise in price indicating that bulls had made fresh long positions in the counter on higher levels suggesting that counter can move up from current levels and bears have liquidated their positions on higher levels. CENTURYTEX & INDIACEM saw gain in OI with fall in price indicating that counters witness some built of short positions and can show some weakness. AMBUJACEM saw loss of OI with drop in price indicating that counter has seen liquidation of long positions. Suggesting that counter can see some consolidation before giving any sharp movement.

In the BANKING pack, SBIN saw rise in OI with drop in price indicating that counter has seen built of short positions suggesting that counter can show some weakness. ICICIBANK saw fall in OI with prices going up indicating short covering in the counters and fresh long position in the new contract suggesting that counter can show some strength from current levels. HDFCBANK SAW gain in OI rise in price indicating that counter can show strength from current levels.

SAIL saw gain in OI with rise in price indicating that counter witness built of fresh long positions by bulls suggesting that counter can show strength in coming days and can move up from current levels. TATASTEEL saw gain in OI with drop in price indicating counter has seen profit booking after a good momentum and short positions built up in the counter on the previous day suggesting that counter can show some weakness.

We feel that market may show some very volatile trading session ahead as uncertainty is prevailing at current levels. Market has support around 4350 levels breach of which will result in aggressive 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 |
|-----------|--------------|---------|----------------------|---|-------|-------|-----------|
| 31-Aug-07 | SAIL | BULLISH | BULL CALL SPREAD | BUY 165 CA @ 5.20 SELL 175 CA @ 2.40 | 167.8 | 7560 | 19440 |
| | ITC | BULLISH | COVERED CALL | BUY FU @ 168.50 SELL 170 CA @ 6.00 SL-163 | 162.5 | 6750 | 16875 |
| | ALOKTEXT | BULLISH | BULL CALL SPREAD | BUY 65 CA @ 3.00 SELL 70 CA @ 1.60 | 66.4 | 4690 | 12060 |
| | SBIN | BEARISH | CALL HEDGE | SELL FU @ 1606 BUY 1620 CA @ 37.00 | 1569 | 12750 | 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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