

Market Statistic

OPEN INTEREST – Gainers With Rise in Price

Scrip ID	OI Futures	% Chg	Price	% Chg
PATNI	2903550	228.94	512.8	9.49
BIRLAJUTE	455600	72.9	258	4.77
IDEA	30291300	71.02	115.8	2.02
KESORAMIN	327500	66.67	435.3	0.85
INDHOTEL	8142750	58.16	139.45	1.67

OPEN INTEREST – Gainers With Fall in Price

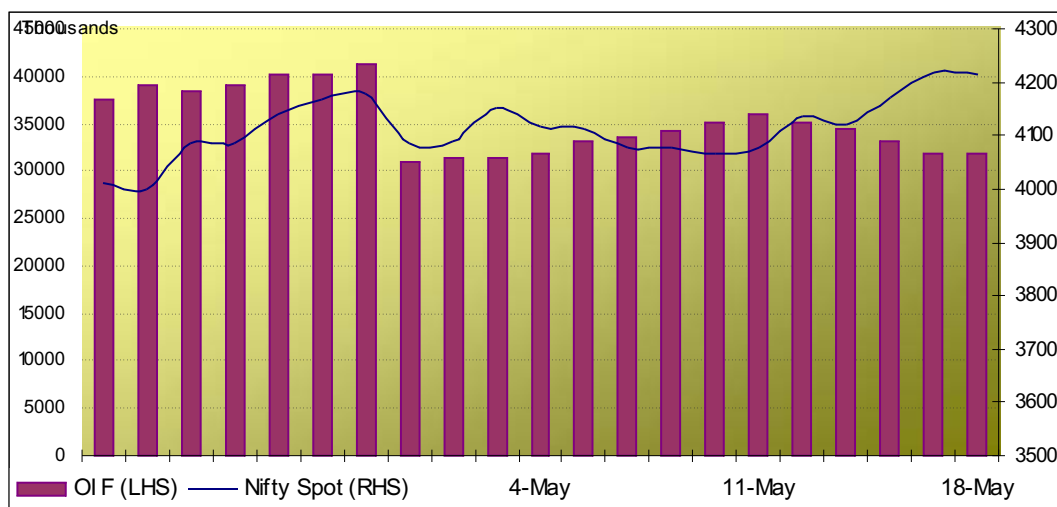
Scrip ID	OI Futures	% Chg	Price	% Chg
DRREDDY	5752000	110.94	666.3	-2.56
UNIPHOS	571900	99.76	286.1	-1.74
INFOSYSTCH	6054500	33.3	1981.9	-0.94
SUZLON	1960800	26.32	1131.6	-8.23
SUNTV	442875	24.97	1521.5	-5.185

Weekly Market Wrap-up:

In the last week, the Nifty Futures open interest (OI) decreased by 11.32 percent (from 720045 contracts to 638508 contracts) with a increase in price of 3.54 percent (from 4079.05 to 4223.50).

The Nifty Call OI decreased by 2.99 percent (from 267671 contracts to 259661) and the Nifty Put OI increased by 22.77 percent (from 306302 contracts to 376040) contracts.

The Total open interest of Nifty was down by 1.53 percent (from 1294018 contracts to 1274209) contracts. The net OI of Nifty (Future + Call - Put) was down by 23.38 percent i.e. (from 681414 contracts to 522129) contracts. The Nifty PCR (OI) has shown a significant change from 1.14 to 1.43. The Nifty basis over the week has not seen any change and remains at 9 points. In the Current week, we maintain a sideways view on the market.



Nifty Perspective

Nifty futures on weekly basis increased by 3.54 percent to close around 4223.50. Open interests in Nifty future has decreased from 720045 contracts to 638508 with index closing higher, week on week basis around 4214.50. The fall in OI with rise in price indicates that lot of short covering took place in the market as market crossed its resistance of 4150 levels thus forcing bears to cover their positions aggressively. Market may show strength only if it sustains above 4200 levels where we may see fresh buying happening in the market. FII's figures were positive in the market during the last week, on the last day they were sellers to the tune of 682 crs. The other indicators in derivatives market i.e. PCR_OI indicating continuous strength as coming up from 1.14 to 1.44. The implied volatility has come down from 24.50 to 21.30 indicating buying support emerging in the market whereas HV is in a range of 29 to 27 indicating volatile trading sessions ahead and caution to be taken while trading.

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RELIANCE

RELIANCE gained OI to the tune of 1.15% with an increase in price of 6.88% indicating long positions built up in the counter. On the last working day we saw short covering in the counter. If the counter remains below 1650 levels we may see fresh selling emerging in the counter and longs liquidating their positions aggressively. Meanwhile the counter has support around 1650 and resistance around 1730.

TATASTEEL

Open interest in TATASTEEL has gone up by 7.59% with rise in price of 3.83%. The gain in OI indicates that long positions being built up in the counter suggesting further strength in the counter. On the last day of the week OI lost with prices coming down shows profit booking in the counter. The counter may come under bear grip if it goes below 568 levels where we may see fresh short built up and heavy liquidation of long positions. Meanwhile the counter has support around 575 and resistance around 605 levels.

SATYAMCOMP

Open interest in SATYAMCOMP has gone up by 2.65% with 0.74% rise in price. The rise in OI with rise in price indicates that long positions being built up in the counter suggesting further strength in the counter. On the last day of the week OI lost with gain in prices indicating short covering seen in the counter indicating we may see fresh buying in the counter. The counter may show real strength if it sustains above 465 levels where we may see fresh buying emerging in the counter. Meanwhile the counter has support around 445 and resistance around 465 levels.

HINDLEVER

Scrip has lost significant OI to the tune of 10.94% with price rise of 4.25% indicating short covered their positions aggressively as stock was near its support level where fresh buying happened in the counter forcing bears to cover their positions. The counter may show weakness if it goes below 190 levels where we may see fresh short built up in the counter and liquidation of weak long positions. Meanwhile the counter has support around 190 and resistance around 200.

TATAMOTORS

Scrip has lost significant OI to the tune of 6.03% with price rise of 3.59% indicating short covered their positions aggressively as stock was near its support level of 710 level where fresh buying happened in the counter forcing bears to cover their positions. The counter may show weakness if it goes below 715 levels where we may see fresh short built up in the counter and liquidation of weak long positions. Meanwhile the counter has support around 715 and resistance around 740.

Market Statistic:

TRADE STATISTICS FOR 18-May-2007

Product	No. of Contracts	Turnover (Rs. cr.)*
Index Futures	349,786	7,437.81
Stock Futures	624,917	18,316.63
Index Options	141,786	2,994.92
Stock Options	36,127	1,088.07
Total	1,152,616	29,837.43

OPEN INTEREST – Gainers.

Scrip ID	OI Futures	% Chg	Price	% Chg
UNIPHOS	571900	99.755501	286.1	-1.74
MCDOWELL	789500	80.251142	1057.05	5.05
BIRLAJUTE	455600	72.903226	258	4.77
KESORAMIN	327500	66.666667	435.3	0.85
HOTELEELA	8092500	51.544944	59.8	3.9

OPEN INTEREST - Losers.

Scrip ID	OI Futures	% Chg	Price	% Chg
SHREECEM	30600	-19	1103	-1
CORPBANK	528000	-18.215613	329.15	-1.43
DABUR	6110100	-16.617539	95	3.54
MOSERBAER	546700	-15.187713	456	5.55
SOBHA	466550	-12.647444	940.95	0.59

FII Derivatives Statistic For the date : 180507

	Buy	Sell	OI at end of the Day		Inflow / Outflow
			Contract	Amount	
INDEX FUTURES	319.76	777.23	668457	14127.83	-457.47
INDEX OPTIONS	23.03	14.70	282722	5957.66	8.33
STOCK FUTURES	518.97	747.05	659045	18198.64	-228.08
STOCK OPTIONS	0.00	5.16	3613	97.98	-5.16
					-682.39

FII Derivatives Statistic For the date :170507

INDEX FUTURES	1815.42	718.24	661591	14014.96	1097.18
INDEX OPTIONS	592.27	222.67	282067	5950.98	369.60
STOCK FUTURES	701.34	829.37	646160	17865.59	-128.04
STOCK OPTIONS	3.18	2.20	3400	92.81	0.98
					1339.72

FII Derivatives Statistic For the date :160507

INDEX FUTURES	1780.38	1371.68	701267	14696.81	408.70
INDEX OPTIONS	36.11	34.35	291382	6076.70	1.76
STOCK FUTURES	505.30	726.87	627152	17234.05	-221.56
STOCK OPTIONS	0.00	5.20	3454	92.04	-5.20
					183.70

Reckoning Put/Call Ratio

Scrip ID	PCR OI	PCR Vol.
NIFTY	1.44	1.11
RELIANCE	0.58	0.45
INFOSYSTCH	0.19	0.06

Market Wrap-up:

Nifty loses on Friday to close at 4214.50 down by 0.12%. The F&O segment of the market saw decrease in turnover as compared to previous trading session.

The market turnover decreased by 19 percent in terms of number of contracts traded vis-à-vis previous trading day and decreased by 18.62 percent in terms of rupees.

The PCR OI of market was at 0.17 and in NIFTY has changed from 1.43 to 1.44. At the same time, PCR VOL in NIFTY has changed to 1.11.

On a scrip specific note scrips like UNIPHOS, MCDOWELL-N, BIRLAJUTE, KESORAMIN & HOTELEELA were the major gainers in futures open interest while SHREECEM, CORPBANK, DABUR, MOSERBEAR & DABUR were the amongst some to shed the Futures Open Interest.

On the option open interest front, NIFTY led the pack 259661 contracts of position open in CALL and 376040 contracts in the PUT side. On the scrip side, RELIANCE led the pack with 16350 contracts in CALL and 9599 Contracts in PUT as open interest followed by INFOSYSTCH with 11467 contracts of open position in CALL and 2283 contracts of open position in PUT.

In terms of Volumes 1152616 contracts were traded on NSE. Nifty accounted for 42.09 percent of the total traded contracts BAJAJAUTO 3.66 percent while RELIANCE contributed 3.53 percent to the total turnover.

A look at the volatility indicates there is a considerable amount of increase in volatility of stocks such as WOCKPHARMA, COLGATE, GRASIM, PATNI and CORPBANK. Implied volatility in Nifty is at 21.30 and Historical volatility

Expectations:

The NIFTY futures saw a rise in OI to the 0.58% with prices remaining in a narrow range indicating that both bulls and bears were aggressive in the market and therefore market remained in a range. Market managed to remain above the 4200 levels which may give support to the market. Nifty futures premium came up from 1 to 15 point indicating buying emerging in the market thus indicating strength in the market. The FII sellers index futures to the tune of 457 crs and buyers in index options to the tune of 8.33 crs. The PCR has come up from 1.24 to 1.44 indicates some buying may emerge in the market. The IV is around 21.30 levels indicating some volatile trading sessions ahead.

Among the Big guns, ONGC saw 0.43% rise in OI with prices remaining in a range indicating that both bulls and bears were aggressive in the counter suggesting that the counter may show sharp movement on either side in coming days. Whereas RELIANCE saw 1.16% drops in OI with prices moved up sharply and closed near day's high thus suggesting strength in the counter. The built up suggests that the overall rise in the price was mainly driven by short covering.

In the TECH front, INFOSYSTCH & TCS & WIPRO saw rise in OI with prices coming down from high indicating selling pressure emerging in the counter. SATYAMCOMP saw drop in OI to the tune of 1.63% with prices in range indicating liquidation of positions in the counter. The IT pack may see some built up in positions before taking any sharp directional movement.

In the BANKING counters, all the majors saw buying with OI either going up or down indicating we saw short covering as well long positions built up in the BANKING counters. SBIN saw 1.65% drop in OI with prices closing on higher side indicating short covering seen in the counter suggesting further strength may be seen in the counter. ICICIBANK saw rise in OI with prices up indicating long positions built up in the counter suggesting further strength in the counter. HDFCBANK saw drop in OI with prices up indicating shorts covering their positions in the counter indicating strength in the counter.

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Expectations:

In the metal pack TATASTEEL saw drop in OI with prices coming up from lows indicating short covering seen in the counter .SAIL saw rise in OI with prices coming down indicating short positions being built up in the counter. HINDALCO & NALCO saw drop in OI with prices down indicating long positions being liquidated in the counter. STER saw rise in OI with prices coming down indicating selling pressure emerging in this counter suggesting weakness may be seen in the counter.

.We feel that the volume and built up in OI suggests that market may show some profit booking as market is near all time high so one should not take aggressive long positions . Market may show further strength and we may see fresh buying emerging in the market if market sustains above 4240 levels One should trade with strict stop losses to be adhered too.

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DATE	Company Name	VIEW	DIFFERENT STRATEGIES	ACTION	BEP	RISK	REWARD
21-May-07	IVRCLINFRA	Moderately Bullish	BULL CALL SPREAD	BUY 340 CA @ 12.00 SELL 330 CA @ 9.00	343	1500	3500
	IDFC	Moderately Bullish	BUY CALL	BUY 120 CA @ 2.20	122.2	6490	UNLIMITED
	ICICIBANK	Moderately Bullish	BUY CALL	BUY 980 CA @ 14	994	4900	UNLIMITED
	HOTELLEELA	Moderately Bullish	BUY CALL	BUY 65 CA @ 1.30	66.3	4875	UNLIMITED
		Moderately Bullish	COVERED CALL	BUY FU @ 60.30 SELL 65 CA @ 1.30 SL: 57	59	7500-9300	22500
		Moderately Bullish	BULL CALL SPREAD	BUY 60 CA @ 2.80 SELL 65 CA @ 1.30	51.2	5625	13125
	DENABANK	Moderately Bullish	BULL CALL SPREAD	BUY 47.50 CA @ 2.45 SELL 50 CA @ 1.55	48.4	4725	8400
	IDBI	Moderately Bullish	BULL CALL SPREAD	BUY 105 CA @ 3.25 SELL 110 CA @ 2.00	106.25	3000	9000
		Moderately Bullish	BUY CALL	BUY 110 CA @ 2.00	112	4800	UNLIMITED

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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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