



# daring derivatives



September 24, 2008

## Derivatives Summary

- Nifty (September) future premium has increased from 12.85 points to 16.45 points and around 16.40 lakh shares were added in open interest.
- Total open interest in the market was Rs85,445 crore and Rs778 crore were reduced in open interest.
- Nifty call option added 14.43 lakh shares in open interest, whereas put option shed 8.57 lakh shares in open interest.
- Great Offshore (116%), NIIT (43%), Akruti City (41%), Rolta India (30%) and Satyam Computer Services (16%) were the top open interest gainers in the market.
- Vijaya Bank (-12%), Sesa Goa (-11%), Ranbaxy Laboratories (-11%) and Essar Oil (-9%) were the top open interest losers in the market.

## Market View

The market opened on a pessimistic note and Nifty started the day around 50 points lower on account of negative cues from global markets. However, some buying was seen in the initial trades, which pushed Nifty into the positive territory, but the index was unable to hold the momentum and witnessed aggressive selling pressure along with very high volatility. Nifty finally closed the session losing 96 points at 4,127. Volumes in Nifty futures were significantly higher as compared to the average trading volumes. Around 16.40 lakh shares were added in open interest with an increase in the cost of carry, indicating long accumulation. On the option front, implied volatility has increased marginally, indicating that the volatility will remain high in the market.

NIFTY SNAPSHOT			
	Current	Previous	% Change
Nifty (Curr. MTH)	4143.35	4235.9	-2.18%
Nifty CoC	72.75%	37.02%	96.50%
OI	41355600	39716150	4.13%
Vol	51107300	41304000	23.73%
PCR(OI)	0.95	1	-5.00%
PCR ( VOL)	0.98	0.83	18.07%

MOST ACTIVE INDEX CALL OPTION				
Strike	Curr. IV	Pre. IV	Curr. OI	OI Chg%
4200 C	42.47%	38.96%	2212200	3.80%
4300 C	44.35%	38.18%	3712500	5.24%
4100 C	43.31%	40.55%	1395300	13.13%
4400 C	46.50%	39.68%	3633950	-1.14%
4500 C	54.48%	42.61%	4626450	1.49%

MOST ACTIVE INDEX PUT OPTION				
Strike	Curr. IV	Pre. IV	Curr. OI	OI Chg%
4200 P	42.78%	43.03%	3090200	-21.94%
4100 P	47.45%	46.93%	2179750	10.50%
4300 P	36.23%	36.50%	2782650	-12.78%
4000 P	51.09%	53.52%	3094050	-13.27%
3900 P	57.56%	58.78%	2104200	-12.99%

MOST ACTIVE STOCK FUTURES				
Strike	Curr. CoC	Pre. CoC	Curr. OI	OI Chg%
RELIANCE	80.04%	49.52%	5864475	-12.19%
ICICIBANK	-82.02%	4.08%	8510250	-21.27%
SBIN	9.11%	-33.00%	4093848	-20.22%
RELCAPITAL	71.64%	28.17%	2786220	-15.91%
DLF	115.59%	7.22%	9672000	-12.89%

FII'S FUTURE & OPTIONS ACTIVITY (IN CRS) 22 SEPT			
	Buy	Sell	Difference
INDEX FUTURES	4585.08	4050.76	534.32
INDEX OPTIONS	374.28	728.64	-354.36
STOCK FUTURES	3159.08	2871.85	287.23
STOCK OPTIONS	62.48	18.15	44.33
TOTAL	8180.92	7669.40	511.52

MOST ACTIVE STOCK CALL OPTIONS				
Strike	Curr. IV (%)	Pre. IV (%)	Curr. OI (%)	OI Chg %
RELIANCE 2010 C	51.97%	47.06%	132225	3.16%
RPOWER 160 C	70.98%	51.05%	548500	6.92%
ICICIBANK 620 C	686.54%	799.72%	246575	9.91%
HINDALCO 110 C	63.94%	80.68%	56288	3.23%
RELINFRA 900 C	68.07%	68.08%	34500	-6.72%

MOST ACTIVE STOCK PUT OPTIONS				
Strike	Curr. IV (%)	Pre. IV (%)	Curr. OI (%)	OI Chg %
RELIANCE 2040 P	48.58%	52.94%	78975	4.78%
SBIN 1500 P	63.17%	64.25%	137412	-16.12%
ICICIBANK 600 P	-	-	146650	-24.16%
DLF 400 P	87.47%	105.02%	83200	-1.42%
RNRL 80 P	91.79%	89.06%	486336	-7.80%

## Recommendation Tracker

Date	Scripts	Buy/sell	Initiation Range	Stop loss	Target	Time frame	Remark
23-Sep-08	Nifty PE 4200	Buy	61-64	40	100-125	Expiry	Open @ 82
23-Sep-08	Axis Bank	Sell	703-705	712	685-670	1-2 Days	Partly profit book @ 685
23-Sep-08	BankNifty	Sell	6230-6240	6330	6100-6050	1-2 Days	Book Profit @ 6147
23-Sep-08	Renuka Sugar	Buy	108-109	107.50 ®	114	Intraday	Book Profit @ 110
22-Sep-08	BankNifty	Sell	6275-6280	6380	6160-6100	Intraday	Close @ 6295-6300
22-Sep-08	Nifty	Sell	4280-4282	4290 ®	4210-4180	1-2 Days	Book Profit @ 4228

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