



# daring derivatives



November 11, 2009

## Derivatives Summary

- Nifty (November) have turned into a discount of 7.00 points from a premium of 4.75 points and 13.70 lakh shares were reduced in open interest.
- Total open interest in the market was Rs99,135 crore and Rs336 crore were added in open interest.
- Nifty call option added 28.45 lakh shares in open interest, whereas put option shed 27,500 shares in open interest.
- Educomp Solutions (38%), Colgate Palmolive (27%), Nagarjuna Construction Company (23%), Crompton Greaves (18%) and GSPL (16%) were the top open interest gainers in the market.
- Indian Tobacco Company (-19%), Hotel Leela (-14%), Ashok Leyland (-11%) and ICICI Bank (-10%) were the top open interest losers in the market.

## Market View

### Difficult to ride tough road

The 50-stock index of the National Stock Exchange, Nifty, started the day 40 points higher on the back of buying emerging in global markets. However, riding and sustaining above 4900 was a difficult task which acted as a gyrating point for bears, taking charge over bulls and the index finally ended the session losing all its shine and momentum at 4882 with a loss of 17 points. Volume in Nifty future was marginally higher than the average trading volume on account of high intra-day volatility. Around 13.70 lakh shares were reduced in open interest with a decrease in the cost of carry, indicating profit booking by long traders. On the option front, implied volatility has increased marginally by around 2-3 %, indicating market may continue to remain volatile in the coming days.

NIFTY SNAPSHOT			
	Current	Previous	% Change
Nifty (Curr. MTH)	4874.7	4903.15	-0.58%
Nifty CoC	-3.27%	2.08%	-257.11%
OI	27980550	29346950	-4.66%
Vol	30303550	26927750	12.54%
PCR(OI)	1.34	1.42	-5.63%
PCR ( VOL)	1.25	1.36	-8.09%

MOST ACTIVE INDEX CALL OPTION				
Strike	Curr. IV	Pre. IV	Curr. OI	OI Chg%
4900 C	27.07%	25.81%	4523700	36.68%
5000 C	26.11%	25.01%	4090200	22.31%
5100 C	25.51%	24.28%	2345350	14.48%
4800 C	28.44%	26.73%	3368150	4.97%
4700 C	29.86%	28.09%	2685350	-4.11%

MOST ACTIVE INDEX PUT OPTION				
Strike	Curr. IV	Pre. IV	Curr. OI	OI Chg%
4800 P	29.22%	27.60%	4176300	-14.45%
4900 P	27.40%	26.01%	2751100	2.66%
4700 P	31.33%	29.49%	5707500	0.93%
4600 P	33.11%	31.79%	5692100	-3.50%
4500 P	35.00%	33.79%	4415300	-3.27%

MOST ACTIVE STOCK FUTURES				
Strike	Curr. CoC	Pre. CoC	Curr. OI	OI Chg%
RELIANCE	-3.89%	5.62%	5556150	-6.17%
SBIN	-18.44%	-2.82%	4009104	9.56%
ICICIBANK	-11.58%	-12.20%	9636900	-10.05%
DLF	-1.81%	5.23%	12643200	6.39%
RELCAPITAL	-2.83%	6.10%	4374600	-11.33%

FII'S FUTURE & OPTIONS ACTIVITY (IN CRS) 09 NOV			
	Buy	Sell	Difference
INDEX FUTURES	1558.98	931.95	627.04
INDEX OPTIONS	2436.19	2492.84	-56.64
STOCK FUTURES	1082.11	847.83	234.28
STOCK OPTIONS	0.18	4.34	-4.16
TOTAL	5077.47	4276.95	800.52

MOST ACTIVE STOCK CALL OPTIONS				
Strike	Curr. IV (%)	Pre. IV (%)	Curr. OI (%)	OI Chg %
TATASTEEL 520 C	52.39%	50.73%	417144	28.47%
RELIANCE 2160 C	36.83%	37.20%	89550	50.00%
DLF 400 C	71.95%	67.93%	670400	20.92%
ICICIBANK 900 C	46.28%	45.83%	168000	29.03%
IFCI 55 C	73.50%	70.54%	5949400	20.80%

MOST ACTIVE STOCK PUT OPTIONS				
Strike	Curr. IV (%)	Pre. IV (%)	Curr. OI (%)	OI Chg %
RELIANCE 1920 P	41.48%	39.43%	89100	-4.19%
BHARTIARTL 300 P	50.61%	48.71%	818000	0.93%
TATASTEEL 500 P	54.29%	51.75%	218504	19.67%
ICICIBANK 900 P	48.37%	46.03%	39200	194.74%
SBIN 2340 P	45.21%	42.71%	13200	376.19%

## Derivative Calls

Date	Scripts	Buy/Sell	Initiation Range	Stoploss	Target	Remark
9-Nov-09	Tisco Call 520	Buy	17.2	6 (Closing Basis)	32	Open @ 14.90

## Derivative Portfolio

Date	Scripts	Buy/sell	Initiation Range	Stop loss	Target	Time frame	Remark
10-Nov-09	IDFC CALL 165	Buy	5.2	-	10	6-7 Days	Open @ 5
09-Nov-09	Bhel	Buy	2235	2209 ®	2320	1-2 Days	Trail Sl Triggered
09-Nov-09	Relcapital	Buy	800	785	830	1-2 Days	Tgts Achieved
09-Nov-09	Nifty Pe 4800	Buy	126.5	100 (Closing Basis)	160-180	2-3 Days	Close @ 98

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