

Market Statistic**OPEN INTEREST – Gainers With Rise in Price**

Scrip ID	OI Futures	% Chg	Price	% Chg
CHENNPETR	928800	255.86	263.7	7.26
ROLTA	2198250	73.04	464.25	9.89
BEML	880000	70.46	1192.05	6.04
EDUCOMP	435000	66.19	2310.65	21.83
FEDERALBN	495300	58.09	296.35	3.92

OPEN INTEREST – Gainers With Fall in Price

Scrip ID	OI Futures	% Chg	Price	% Chg
PRAJIND	8905600	55.57	494.45	-4.37
PANTALOON	634500	52.16	441.35	-1.3
ANSALINFRA	1843400	37.4	273.45	-0.02
RANBAXY	5744800	37.09	355.5	-4.84
HEROHONDA	2435600	30.83	668.4	-1.72

Weekly Market Wrap-up:

In the last week, the Nifty Futures open interest (OI) increased by

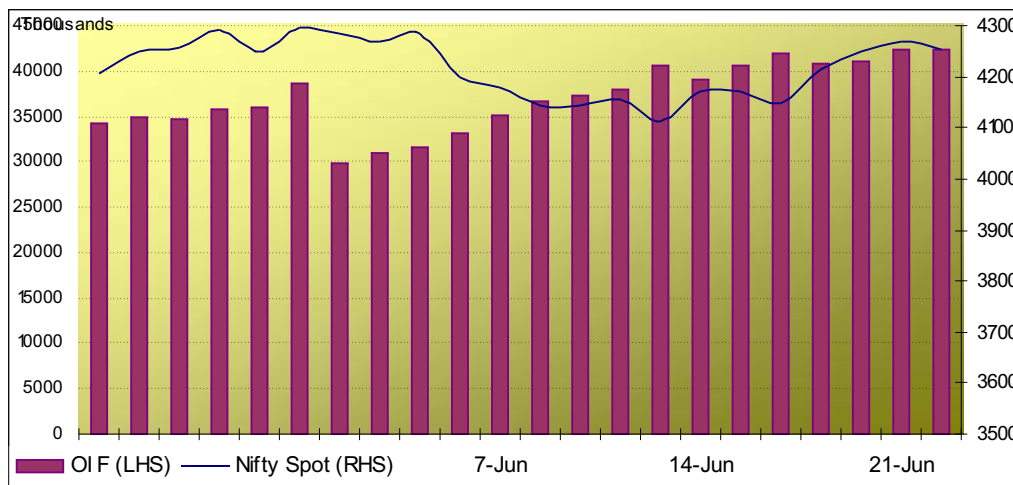
4.51 percent (from 811591 contracts to 848219 contracts) with a increase in price of 2.33 percent (from 4144.20 to 4240.75).

The Nifty Call OI increased by 4.81 percent (from 322668 contracts to 338183) and the Nifty Put OI increased by 17.31 percent (from 406176 contracts to 476500) contracts.

The Total open interest of Nifty was up by 7.95 percent (from 1540435 contracts to 1662902) contracts. The net OI of Nifty

(Future + Call - Put) was down by 2.50 percent i.e. (from 728083 contracts to 709902) contracts. The Nifty PCR (OI) has shown a significant change from 1.21 to 1.42. The Nifty basis over the week has changed from (-27) points to (-12) points.

In the Current week, we maintain a sideways view on the market.

**Nifty Perspective**

Nifty futures on weekly basis increased by 2.33 percent to close around 4240.75. Open interests in Nifty future has increased from 40579550 contracts to 42410950 with index closing higher, week on week basis around 4252.00. The rise in OI with gain in price indicates that market participants are bullish on the market and there is buying emerging on lower levels. Market may show weakness if it further sustains below 4200 levels where we may see fresh selling 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 77 crs. The other indicators in derivatives market i.e. PCR_OI indicating strength as going up from 1.21 to 1.42. The implied volatility was remained in a very narrow range of 25 to 26 indicating some stable trading sessions ahead whereas HV is in a range of 22 to 23. The overall data suggests that the participants should be cautious and should not take aggressive positions in the market.

RELIANCE

RELIANCE gains OI to the tune of 2.17% with an increase in price of 1.38% indicating strength in the counter and has seen fresh long positions at lower levels. On the last working day we saw short positions built up in the counter. If the counter remains below 1690 levels, we may see fresh selling emerging in the counter and longs liquidating their positions aggressively. Meanwhile the counter has support around 1690 and resistance around 1725.

TATASTEEL

Open interest in TATASTEEL has gone up by 1.75% with drop in price of %0.05. The built up in OI indicates that long positions liquidated in the counter and bears started to build up aggressive short positions in the counter suggesting weakness in the counter. On the last day of the week OI lost with prices coming down shows some weakness in the counter. The counter may show further weakness if it goes below 595 levels where we may see fresh short built up and heavy liquidation of long positions. Meanwhile the counter has support around 590 and resistance around 611 levels.

SATYAMCOMP

Open interest in SATYAMCOMP has come up up by 2.33% with 4.41% decline in price. The rise in OI with decline in price indicates that short positions have started built up in the counter suggesting further weakness in the counter. On the last day of the week, OI gained with decline in prices indicating short positions built up in the counter indicating we may see fresh selling in the counter. The counter may show further weakness if it goes below 460 levels where we may see fresh selling emerging in the counter. Meanwhile the counter has support around 457 and resistance around 469 levels.

HINDLEVER

Scrip has gained OI to the tune of 3.28% with price gain of 2.78% indicating built up of aggressive long positions in the counter suggesting we may see further strength in the counter in coming days. The counter may show further strength if it goes above 192 levels where we may see fresh long built up in the counter and liquidation of short positions. Meanwhile the counter has support around 190 and resistance around 195.

TATAMOTORS

Scrip has lost significant OI to the tune of 17.75 with drop in price of 5.21% indicating long positions built up in the counter as the counter saw buying emerging at lower levels. On the last day of the week, OI lost with loss in prices indicating liquidation of long positions seen in the counter indicating we may see fresh selling in the counter. Meanwhile the counter has support around 670 and resistance around 695.

Market Statistic:

TRADE STATISTICS FOR 22-June-2007

Product	No. of Contracts	Turnover (Rs. cr.)*
Index Futures	439,509	9,398.68
Stock Futures	737,522	23,255.47
Index Options	193,118	4,110.95
Stock Options	37,754	1,176.21
Total	1,407,903	37,941.31

OPEN INTEREST – Gainers.

Scrip ID	OI Futures	% Chg	Price	% Chg
MATRIXLABS	2128750	45.43	259.45	5.4
EDUCOMP	435000	37.77	2310.65	7.47
PANTALOON	634500	32.05	441.35	0.66
REL	7171450	26.53	590.3	5.31
BEML	880000	21.21	1192.05	3.74

OPEN INTEREST - Losers.

Scrip ID	OI Futures	% Chg	Price	% Chg
HCC	4345600	-22	114	2
ROLTA	2198250	-15.91	464.25	-5.57
BPCL	2321000	-10.82	352.1	1.35
CENTURYTE	6833150	-9.63	652.3	-1.29
NTPC	10697375	-7.41	152.75	1.96

FII Derivatives Statistic For the date : 220607

	Buy	Sell	OI at end of the Day		Inflow / Outflow
			Contract	Amount	
INDEX FUTURES	1336.59	1549.01	930714	19767.81	-212.41
INDEX OPTIONS	569.95	347.54	361027	7675.52	222.42
STOCK FUTURES	1899.08	1831.26	791751	22690.62	67.81
STOCK OPTIONS	1.65	4.08	3141	86.64	-2.43
					75.39

FII Derivatives Statistic For the date : 210607

INDEX FUTURES	1007.93	1039.25	945082	20134.90	-31.32
INDEX OPTIONS	573.24	416.40	360164	7684.82	156.85
STOCK FUTURES	1734.16	1947.14	793995	22665.76	-212.98
STOCK OPTIONS	14.41	3.96	2976	81.65	10.45
					-77.00

FII Derivatives Statistic For the date : 200607

INDEX FUTURES	1932.20	1280.35	914055	19410.77	651.85
INDEX OPTIONS	406.44	51.27	361045	7669.77	355.16
STOCK FUTURES	1560.48	1388.24	779692	22130.85	172.23
STOCK OPTIONS	21.67	47.17	3387	90.96	-25.50
					1153.74

Reckoning Put/Call Ratio

Scrip ID	PCR OI	PCR Vol.
NIFTY	1.4	1.03
RELIANCE	0.3	0.40
INFOSYSTCH	0.26	0.30
SBIN	0.63	0.47
TATASTEEL	0.41	0.39

Market Wrap-up:

Nifty loses on Friday to close at 4252.05 down by 0.36%. The F&O segment of the market saw decrease in turnover as compared to previous trading session.

The market turnover decreased by 8.00 percent in terms of number of contracts traded vis-à-vis previous trading day and decreased by 8.98 percent in terms of rupees.

The PCR OI of market was at 0.17 and in NIFTY has changed from 1.42 to 1.40. At the same time, PCR VOL in NIFTY has changed to 1.03.

On a scrip specific note scrips like MATRIXLABS, EDUCOMP, PANTALOONR, REL & BEML were the major gainers in futures open interest while HCC, ROLTA, BPCL, CENTURYTEXT & NTPC were the amongst some to shed the Futures Open Interest.

On the option open interest front, NIFTY led the pack 338183 contracts of position open in CALL and 476500 contracts in the PUT side. On the scrip side, RELIANCE led the pack with 17704 contracts in CALL and 5428 Contracts in PUT as open interest followed by INFOSYSTCH with 7911 contracts of open position in CALL and 2084 contracts of open position in PUT.

In terms of Volumes 1407903, contracts were traded on NSE. Nifty accounted for 44.39 percent of the total traded contracts SBIN 3.41 percent while RELIANCE contributed 3.30 percent to the total turnover.

A look at the volatility indicates there is a considerable amount of increase in volatility of stocks such as TATACHEM, BONGAIREFN, REL, BHATIARTL and MATRIXLABS. Implied Volatility is at 25.65 and Historical volatility is at 21.74.

Expectations:

The NIFTY futures saw a rise of 0.18 % in OI with prices facing resistance indicating selling pressure emerging in the market indicating fresh short positions built up in the market thus forcing bulls to liquidate their positions indicating if follow up continues we may see further weakness in the market. The nifty June series futures discount came up from 14 to 13 points indicating short positions built up at higher levels Market if it sustains below 4210 levels then we may see further short positions built up and long liquidating their positions. The FII were sellers in index futures to the tune of 212 crs and buyers in index options to the tune of 222 crs. The PCR has changed from 1.42 to 1.40 levels indicates some buying support may be seen in the market at lower levels. IV in the market was 25.65 and HV was 21.74.

Among the Big guns, ONGC saw rise in OI with prices coming down indicating shorts positions built up in the counter suggesting some weakness may be seen in the counter. Whereas RELIANCE saw rise in OI to the tune of 6.09% with prices down indicating short positions built up in the counter suggesting some weakness may be seen in the counter.

In the TECH counters INFOSYSTCH saw drop in OI with prices remaining flat indicating liquidation of positions by both bulls and bears indicating some uncertainty may prevail in the counter. WIPRO, TCS & SATYAMCOMP saw built up in OI with prices coming down indicating built up of short positions in the counter suggesting weakness may be seen in these counter.

In the BANKING counters, SBIN saw flat OI with prices coming down indicating liquidation of positions suggesting some profit booking may be seen in the counter. ICICIBANK & HDFCBANK saw gain in OI with prices facing resistance at current levels suggesting some weakness may be seen in these counters.

In the Metal pack, TATASTEEL saw rise in OI with prices coming down indicating fresh short positions built up in the counter and longs liquidating their positions suggesting some weakness may be seen in these counters. SAIL saw rise in OI with prices coming down indicating fresh short positions built up in the counter suggesting weakness may

Expectations:

be seen in the counter. HINDALCO saw marginal rise in OI with prices crossing the resistance suggesting further strength may be seen in the counter. NALCO saw rise in OI with prices coming down short positions built up in the counter. STER saw rise in OI with price coming down indicating short positions built up in the counter suggesting weakness may be seen in the counter.

We feel that the volume and built up in OI suggests that market may show weakness if it sustains below 4210 levels where we may see fresh short positions built up in the market thus one should not take aggressive positions in the market. One should trade with strict stop losses to be adhered to.

STOCKS TO WATCH : BEML,BANKINDIA,ADLABSFILM,REL,GESHIP.

Weekly Strategist!

DATE	COMPANY NAME	VIEW	DIFFERENT STRATEGIES	ACTION	BEP	RISK	REWARD
25-Jun-07	RNRL	Moderately Bullish	BULL CALL SPREAD	BUY 35 CA @ 0.90 SELL 37.50 CA @ 0.35	35.55	3932.5	13942.5
		Moderately Bullish	BUY CALL	BUY 35 CA @ 0.90	35.9	6435	UNLIMITED
	HINDLEVER	Moderately Bullish	BUY CALL	BUY 190 CA @ 4.10	194.1	4100	UNLIMITED
	ASHOKLEYL	Moderately Bullish	BULL CALL SPREAD	BUY 37.50 CA @ 1.05 SELL 40 CA @ 0.30	38.25	3581.25	8356.25
		Moderately Bullish	BUY CALL	BUY 37.50 CA @ 1.05	38.55	5013.75	UNLIMITED
	PRAJIND	Moderately Bearish	CALL HEDGE	SELL FU @ 497.30 BUY 500 CA @ 9.00	488.3	12870	UNLIMITED

Research Team

D. D. Sharma - Head
ddsharma@rathi.com

Pramit Sabharwal
Sr. Technical Analyst /
Sr. Derivative Analyst
pramitsabharwal@rathi.com

Ashish Chaturmohta
Derivative Analyst
derivatives_desk@rathi.com

P.S. In case of clarification, please feel free to email at:
response@rathi.com

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 .

DISCLAIMER: This report has been issued by Anand Rathi Securities Limited (ARSL), which is regulated by SEBI. The information herein was obtained from various sources; we do not guarantee its accuracy or completeness. Neither the information nor any opinion expressed constitutes an offer, or an invitation to make an offer, to buy or sell any securities, options, future or other derivatives related to such securities ("related investment"). ARS and its affiliated may trade for their own accounts as market maker/ jobber and /or arbitrageur in any securities of this issuer(s) or in related investments, and may be on the opposite side of public orders. ARS, its affiliates, directors, officers, and employees may have a long or short position in any securities of this issuer(s) or in related investment banking or other business from, any entity mentioned in this report. This research report is prepared for private circulation. It does not have regard to the specific investment objectives, financial situation and the particular needs of any specific person who may receive this report. Investors should seek financial situation and the particular needs of any specific investing in any securities or investment strategies discussed or recommended in this report and should understand that statements regarding future prospects may not be realized. Investors should note that income from such securities, if any, may fluctuate and that each security's price or value may rise or fall. Past performance is not necessarily a guide to future performance. Foreign currency rates of exchange may adversely affect the value, price or income of any security or related investment mentioned in this report.