

Market Statistic:

TRADE STATISTICS FOR 6th-August-2007

Product	No. of Contracts	Turnover (Rs. cr.)*
Index Futures	600,150	12,892.02
Stock Futures	531,288	18,714.87
Index Options	206,337	4,581.50
Stock Options	37,113	1,376.60
Total	1,374,888	37,564.99

OPEN INTEREST – Gainers.

Scrip ID	OI Futures	% Chg	Price	% Chg
CUMMINSIND	660250	19.01	390.1	-3.45
ROLTA	651150	18.12	450.25	-4.58
IFCI	93893625	16.50	63.75	5.02
AIRDECCAN	2509200	14.51	140.8	0.17
LITL	3356650	13.71	252.65	-2.66

OPEN INTEREST - Losers.

Scrip ID	OI Futures	% Chg	Price	% Chg
EDUCOMP	269250	-5	2350	-3
MATRIXLABS	1056250	-3.65	236	-0.17
LICHSGFIN	1684700	-3.22	185.6	0.08
STROPTICAL	2641800	-2.97	221.1	3.6
PENINLAND	992750	-2.96	436.6	-1.07

FII Derivatives Statistic For the date :060807

	Buy	Sell	OI at end of the Day		Inflow / Outflow
			Contract	Amount	
INDEX FUTURES	1965.85	3015.25	908576	19606.58	1049.40
INDEX OPTIONS	565.87	212.78	561661	12186.64	353.10
STOCK FUTURES	404.46	959.22	935607	27352.48	-554.76
STOCK OPTIONS	0.21	22.16	7226	192.79	-21.94
					-1273.01

FII Derivatives Statistic For the date 030807

INDEX FUTURES	1498.17	465.00	843454	18449.74	1033.17
INDEX OPTIONS	524.88	123.47	539574	11874.81	401.41
STOCK FUTURES	613.37	271.90	924839	27360.00	341.47
STOCK OPTIONS	1.56	5.02	6638	174.87	-3.46
					1772.59

FII Derivatives Statistic For the date :020807

INDEX FUTURES	1901.02	1656.84	888673	19213.73	244.18
INDEX OPTIONS	834.55	186.48	516157	11242.80	648.07
STOCK FUTURES	644.44	342.98	917354	26698.36	301.46
STOCK OPTIONS	6.50	21.91	6435	168.02	-15.41
					1178.30

Reckoning Put/Call Ratio

Scrip ID	PCR OI	PCR Vol.
NIFTY	1.36	0.81
RELIANCE	0.25	0.21
INFOSYSTCH	0.33	0.26
SBIN	0.78	0.55
DLF	0.16	0.18

Market Wrap-up:

Nifty loses on Monday to close at 4339.50 down by 1.41%. The F&O segment of the market saw increase in turnover as compared to previous trading session.

The market turnover increased by 15.03 percent in terms of number of contracts traded vis-à-vis previous trading day and increased by 10.70 percent in terms of rupees.

The PCR OI of market was at 0.17 and in NIFTY was changed from at 1.40 to 1.36. At the same time, PCR VOL in NIFTY has changed to 0.81.

On a scrip specific note scrips like CUMMINSIND, ROLTA, IFCI, AIRDECCAN & LITL were the major gainers in futures open interest while EDUCOMP, MATRIXLAB, LICHSGFIN, STROPTICAL & PENINLAND were the amongst some to shed the Futures Open Interest.

On the option open interest front, NIFTY led the pack 366299 contracts of position open in CALL and 498830 contracts in the PUT side. On the scrip side, RELIANCE led the pack with 23999 contracts in CALL and 6197 Contracts in PUT as open interest followed by INFOSYSTCH with 4448 contracts of open position in CALL and 1507 contracts of open position in PUT.

In terms of Volumes 1374888, contracts were traded on NSE. Nifty accounted for 58.27 percent of the total traded contracts SBIN 3.76 percent while RELIANCE contributed 3.38 percent to the total turnover.

A look at the volatility indicates there is a considerable amount of increase in volatility of stocks such as ABIRLANUVO, CROMPGREAV, LITL, SIEMENS and ITC. Implied Volatility is at 27.70 and Historical volatility is at 33.79.

Expectations:

Nifty futures saw rise of 5.89% in OI with prices recovered after a sharp fall indicating built up of long positions at lower levels happened in the market thus suggesting if global clues remain positive we may see aggressive short covering in the market. The august nifty discount changed form 35 to 18 points suggesting short covering seen at lower levels. The FII were sellers in index futures to the tune of 1049 crs and buyers in index options to the tune of 353 crs indicating heavy hedged positions built up by them. The PCR has changed from 1.40 to .136 indicates some buying support may emerge in the market at lower levels. IV in the market was 27.70 and HV was 33.79 thus suggesting high volatile trading sessions may be seen in the market.

Among the Big guns, ONGC saw drop of 0.25 % with prices recovering form lows and closing almost flat indicating fresh long positions built up in the counter at lower levels thus suggesting that further strength may be seen in the counter. RELIANCE saw rise of 0.02% in OI with prices recovering from lows and closing almost flat indicating short covering seen in the counter suggesting further strength may be seen in the counter.

In the TECH counters INFOSYSTCH saw rise in OI with prices coming down suggesting fresh short positions built up l the counter suggesting further weakness may be seen in the counter. TCS, SATYAMCOMP & WIPRO saw rise in OI with prices recovering from lows thus suggesting further strength may be seen in these counters.

In the CEMENT counters ACC, AMBUJACEM, INDIACEM & CENTURYTEX saw rise in OI with prices moving up suggesting fresh long positions built up in these counters thus suggesting further strength may be seen in these counters.

In the BANKING pack, SBIN, BANKBARODA, BANKINDIA saw rise IN OI with prices moving up suggesting long positions built up in the counter suggesting further strength may be seen in these counter. ICICI BANK saw rise in OI with prices down

Expectations:

indicating short positions built up in the counter thus suggesting further weakness may be seen in the counter. HDFCBANK saw rise in OI of 2.92% with prices recovering from lows thus suggesting further strength may be seen.

TATASTEEL saw drop of 2.71 % in OI with prices marginally down indicating profit booking seen in the counter. SAIL saw rise of 2.40 % in OI with prices recovering from lows thus suggesting fresh long positions built up in the counter thus suggesting further strength in the counter.

We feel that the volume and built up in OI suggests that market may show further strength in coming days with volatility expected because of global clues thus one should not take aggressive positions in the market. Market is having support around 4250 levels breach of which may result in addition of aggressive short positions. One should trade with strict stop losses to be adhered too as market is too volatile.

Strategies for the Day :-

DATE	COMPANY NAME	VIEW	DIFFERENT STRATEGIES	ACTION	BEP	RISK	REWARD
07-Aug-07	INDIACEM	Moderately Bullish	COVERED CALL	BUY FU @ 225	220.5	3625-5500	21025
				SELL 235 CA @ 4.50			
				SL: 218			
	SBIN	Moderately Bullish	COVERED CALL	BUY FU @ 1700	1656	1500-5000	21000
				SELL 1740 CA @ 44			
				SL: 1650			
	IFCI	Moderately Bullish	BULL CALL SPREAD	BUY 65 CA @ 3.80	66.8	14175	25200
				BUY 70 CA @ 2.00			
	AMBUJACEM	Moderately Bearish	CALL HEDGE	SELL FU @ 127.80	123.8	12785	UNLIMITED
				BUY 130 CA @ 4.00			

Before taking any action based on above information, please confirm the ex-date with Dealers

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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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