



daring derivatives



April 04, 2007

Derivatives Summary

- The discount in the Nifty (April) futures increased to 33.95 points from 31.75 points and the futures shed around 10 lakh shares in the open interest.
- The Nifty 50 stocks added 23.5 lakh shares in the open interest.
- The total open interest in the market is Rs40,462 crore and there was an addition of around Rs1,012 crore in the open interest during the day.
- Crompton Greaves (65%), Renuka (56%), J&K Bank (50%), BEML (43%), Sterlite (29%) & NTPC (26%) were the top open interest gainers in the market.
- Reliance Capital (-16%), Corporation Bank (-12%) & Triveni (-10%) were the top open interest losers in the market.

NIFTY SNAPSHOT			
	Current	Previous	% Change
Nifty (Mar)	3656	3601.85	1.50%
Nifty CoC	-14.60%	-13.29%	9.87%
OI	32674600	33632600	-2.85%
Vol	50792700	67284100	-24.51%
PCR(OI)	0.87	0.82	6.10%
PCR (VOL)	0.71	0.87	-18.39%

MOST ACTIVE INDEX CALL OPTION				
Strike	Curr. IV	Pre. IV	Curr. OI	OI Chg%
3700 C	28.11%	29.55%	1845250	-2.28%
3800 C	26.77%	30.38%	2785600	-1.69%
3600 C	28.54%	29.75%	1185750	-5.96%
4000 C	28.22%	30.67%	1843100	38.26%
3900 C	27.22%	29.21%	1239300	10.24%

MOST ACTIVE INDEX PUT OPTION				
Strike	Curr. IV	Pre. IV	Curr. OI	OI Chg%
3600 P	30.24%	30.47%	2259150	31.72%
3700 P	29.76%	28.21%	2073000	14.47%
3500 P	31.64%	30.38%	1413350	7.58%
3800 P	28.34%	27.23%	2177900	-3.53%
3650 P	29.77%	29.24%	213450	66.95%

MOST ACTIVE STOCK FUTURES				
Strike	Curr. CoC	Pre. CoC	Curr. OI	OI Chg%
RELIANCE	0.59%	1.39%	8562150	3.08%
IVRCLINFRA	4.00%	5.30%	5426000	2.14%
INFOSYS	0.00%	4.27%	3013100	-0.40%
SBIN	7.25%	7.52%	6282000	1.77%
RENUKA	5.82%	-5.65%	715500	55.71%

FII'S FUTURE & OPTIONS ACTIVITY (IN CRS) 02 APRIL			
	Buy	Sell	Difference
INDEX FUTURES	1374.72	2807	-1432.28
INDEX OPTIONS	850.79	431.08	419.71
STOCK FUTURES	715.72	821.63	-105.91
STOCK OPTIONS	0	3.75	-3.75
TOTAL	2941.23	4063.46	-1122.23

Market View

The market opened on a positive note and remained in positive territory through the day. The Nifty continued its rally till the afternoon session and became range-bound thereafter and hovered in the 3685-3700 range. The volumes in the Nifty futures were much below the average indicating lack of participation from the day traders and cautiousness among the market participants. The Nifty futures shed 10 lakh shares with an increase in the cost of carry indicating the closure of long positions. On the options front, aggressive writing was witnessed in the call options while the puts witnessed long accumulation indicating that the Nifty is likely to see some big move in either direction. The market is likely to open on a flat to positive note and will further take cues from the world markets. The traders are advised not to take any fresh positions in the initial hour of the trading session and wait for the Nifty to take some direction. The key support levels for the Nifty are 3600 and 3550 and there will be resistances around 3720 and 3750.

MOST ACTIVE STOCK CALL OPTIONS				
Strike	Curr. IV (%)	Pre. IV (%)	Curr. OI (%)	OI Chg %
RPL 75 C	47.90%	39.66%	3678300	52.50%
RELIANCE 1350 C	26.66%	29.70%	127050	22.93%
ONGC 840 C	23.25%	34.77%	81450	524.14%
NTPC 155 C	33.02%	35.76%	385125	21.54%
RCOM 400 C	46.53%	48.89%	133700	119.54%

MOST ACTIVE STOCK PUT OPTIONS				
Strike	Curr. IV (%)	Pre. IV (%)	Curr. OI (%)	OI Chg %
RPL 70 P	35.02%	37.91%	1072000	109.15%
RELIANCE 1320 P	25.45%	28.27%	58200	31.08%
IFCI 30 P	86.87%	85.99%	1338750	18.06%
SBIN 940 P	39.04%	43.95%	12250	0.00%
INFOSYS 1890 P	45.86%	44.38%	7300	32.73%

Recommendation Tracker

Date	Scripts	Initiation Range	Stoploss	Target	Timeframe	Remark
3-Apr-07	Tata Motors Buy	680-681	672	695-710	2-3 Days	open
3-Apr-07	Maruti Buy	751-752	745	765-770	1-2 Days	First Target
2-Apr-07	Bharti Buy	727-728	719.5	755-775	2-3 Days	SL Triggered

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