

November 03, 2008

HDFC SEC's IVA (Options' Implied Volatility Analysis)

| | | | | 03.11.08 | 31.10.08 | 03.11.08 | 31.10.08 | | diff in pcr | | | diff in coc |
|-------------|---------|-------------|------|------------|------------|-----------|-----------|---------|-------------|--------|---------------|-------------|
| SYMBOL(ATM) | CLOSING | AVG.CLOSING | ATM | CALL IV(%) | CALL IV(%) | PUT IV(%) | PUT IV(%) | PCR | | ACTION | COST OF CARRY | |
| NIFTY NOV | 3043.85 | 3006.92 | 3000 | 77.43 | 73.8 | 60.09 | 61.81 | 0.86085 | -0.03852 | | -0.0121 | -0.0057 |
| NIFTY DEC | 3043.85 | 3013.72 | 3000 | 68.68 | 67.78 | 63.5 | 60.54 | 1.27508 | -0.08653 | | -0.0099 | -0.0034 |
| | | | | | | | | | | | | |
| | | | | 03.11.08 | 31.10.08 | 03.11.08 | 31.10.08 | | diff in pcr | | | diff in coc |
| SYMBOL(ATM) | CLOSING | AVG.CLOSING | ATM | CALL IV(%) | CALL IV(%) | PUT IV(%) | PUT IV(%) | PCR | | ACTION | COST OF CARRY | |
| SATYAMCOMP | 304.35 | 304.6 | 310 | 66.52 | 81.25 | 0 | 0.00 | 0.1772 | 0.02579 | | 0.0008 | -0.00432 |
| SBIN | 1213.72 | 1217.68 | 1200 | 96.87 | 0.00 | 69.46 | 0.00 | 0.2868 | -0.01227 | | 0.0033 | -0.00262 |
| RELIANCE | 1424.45 | 1422.32 | 1410 | 86.89 | 79.16 | 75.15 | 68.19 | 0.4315 | 0.03617 | SELL | -0.0015 | -0.00404 |
| TATASTEEL | 223.46 | 224.38 | 220 | 114.19 | 114.45 | 112.63 | 156.13 | 0.1649 | 0.04311 | | 0.0041 | 0.00183 |
| INFOSYSTCH | 1388.30 | 1386.42 | 1380 | 82.1 | 83.81 | 75.41 | 72.78 | 0.0851 | 0.03439 | | -0.0014 | -0.00756 |
| HINDALCO | 64.28 | 64.44 | 65 | 80.49 | 108.06 | 104.27 | 0.00 | 0.3542 | 0.09341 | | 0.0025 | 0.00370 |
| IDBI | 62.23 | 62.38 | 60 | 83.65 | 113.76 | 99.95 | 65.17 | 0.0721 | 0.03549 | | 0.0024 | -0.00746 |
| NTPC | 147.29 | 147.24 | 145 | 72.6 | 64.85 | 57.24 | 0.00 | 0.4132 | 0.14282 | | -0.0003 | 0.00123 |
| IFCI | 19.53 | 19.69 | 20 | 137.98 | 136.09 | 136.02 | 136.96 | 0.2407 | -0.00728 | | 0.0082 | -0.00049 |
| RCOM | 228.78 | 228.95 | 230 | 102.94 | 146.75 | 94.91 | 66.98 | 0.1980 | 0.03903 | | 0.0007 | -0.00600 |
| RELINFRA | 512.45 | 512.85 | 520 | 0.48 | 0.00 | 0 | 0.00 | 0.1399 | 0.10352 | | 0.0008 | -0.00560 |
| RNRL | 51.12 | 51.57 | 50 | 0 | 151.91 | 15 | 88.74 | 0.3318 | -0.09930 | | 0.0088 | 0.00299 |
| RPL | 90.80 | 91.23 | 90 | 86.27 | 86.30 | 79.05 | 73.13 | 0.3071 | 0.02564 | | 0.0047 | -0.00134 |
| SAIL | 88.48 | 87.92 | 90 | 98.71 | 96.09 | 79.05 | 73.13 | 0.3622 | 0.05239 | | -0.0063 | -0.00773 |

**Call valid for 1-3 days*

RELIANCE (SELL)

TARGET Rs.1290

STOPLOSS Rs.1490

The increase in Put IVs indicate Weakness in the stock. The Cost of carry has decreased by 0.004%, while PCR increased by 0.036%.



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