



daring derivatives



January 29, 2010

Derivatives Summary

- Nifty (February) future has turned into premium of 4.80 points from a discount of 9.4 points and Nifty future started the series with 2.87 crore shares in open interest.
- Total open interest in the market was Rs85,499 crore and Rs44,697 crore were reduced in open interest.
- Market wide rollover was 82.61% whereas rollover in Nifty futures was 76.53 %.
- India Cements (96%), BRFL (94%), Century Textile (93%), Financial Technologies (93%) and OFSS (93%) witnessed good rollover in the next series.
- Bajaj Hindustan (41%), ONGC (58%), Ashok Leyland (59%) and Sun TV (61%) witnessed poor rollover in the next series.

Market View

Roller coaster expiry

The market opened on a very strong note on account of positive global cues. Nifty made an intra day high of 4935 but plunged sharply from there to 4823. It remained very volatile all through the day within the range of 4823-4935 and finally settled at 4867 with marginal gains of 14 points. The market wide rollover in January series was low as compared to the previous expiry, whereas Nifty rollover was higher than the average rollover. January series started the month with 28,071 crore in stock futures and 14,011 crore in Nifty futures. On the option front, very good addition of open interest was seen in 4900-5200 on the call side and on the put side 4500-4900 remain the active strikes, indicating that 5000 should act as a very good resistance for this expiry whereas 4600-4700 can be a good support.

NIFTY SNAPSHOT			
	Current	Previous	% Change
Nifty (Curr. MTH)	4872.05	4843.7	0.59%
Nifty CoC	1.29%	-2.44%	152.73%
OI	28787650	39475750	-27.08%
Vol	66261550	67940950	-2.47%
PCR(OI)	1.14	0.9	26.67%
PCR (VOL)	1	0.92	8.70%

MOST ACTIVE INDEX CALL OPTION				
Strike	Curr. IV	Pre. IV	Curr. OI	OI Chg%
5000 C	25.21%	26.93%	2420650	28.49%
4900 C	25.55%	27.57%	2178100	99.52%
5100 C	24.62%	26.72%	2352900	27.62%
5200 C	24.25%	26.43%	2540750	14.91%
4800 C	25.98%	27.56%	1368400	162.32%

MOST ACTIVE INDEX PUT OPTION				
Strike	Curr. IV	Pre. IV	Curr. OI	OI Chg%
4800 P	26.99%	28.62%	3787500	30.56%
4900 P	25.98%	28.14%	2452150	17.28%
4600 P	28.44%	30.30%	2240050	19.79%
4700 P	27.69%	29.58%	2466250	12.69%
4500 P	29.30%	30.92%	1668000	10.68%

MOST ACTIVE STOCK FUTURES				
Strike	Curr. CoC	Pre. CoC	Curr. OI	OI Chg%
RELIANCE	4.65%	1.71%	10213800	61.44%
TATASTEEL	-13.14%	-13.61%	16875232	19.84%
SBIN	-2.70%	-4.53%	3592380	46.08%
ICICIBANK	3.89%	2.08%	9822400	30.38%
BHARTIARTL	3.95%	1.17%	15718500	17.56%

FII'S FUTURE & OPTIONS ACTIVITY (IN CRS) 27 JAN			
	Buy	Sell	Difference
INDEX FUTURES	9550.99	10565.72	-1014.73
INDEX OPTIONS	8573.05	8517.15	55.91
STOCK FUTURES	9359.66	9189.10	170.56
STOCK OPTIONS	51.01	12.00	39.01
TOTAL	27534.72	28283.97	-749.25

MOST ACTIVE STOCK CALL OPTIONS				
Strike	Curr. IV (%)	Pre. IV (%)	Curr. OI (%)	OI Chg %
RELIANCE 1080 C	37.28%	42.36%	521400	52.32%
TATASTEEL 580 C	47.37%	49.88%	234548	151.64%
INFOSYSTCH 2550 C	28.13%	27.55%	110000	1386.49%
UNITECH 75 C	63.77%	71.73%	1197000	60.24%
NTPC 230 C	33.73%	32.74%	1828125	13.87%

MOST ACTIVE STOCK PUT OPTIONS				
Strike	Curr. IV (%)	Pre. IV (%)	Curr. OI (%)	OI Chg %
SBIN 2040 P	37.06%	35.27%	403920	10100.00%
ICICIBANK 800 P	41.50%	41.50%	766150	253.06%
INFOSYSTCH 2550 P	21.70%	11.36%	105000	2286.36%
RELIANCE 990 P	36.93%	44.24%	141300	99.58%
UNITECH 70 P	61.89%	65.80%	670500	86.25%

Derivative Calls

Date	Scripts	Buy/Sell	Initiation Range	Stoploss	Target	Time frame	Remark
13-01-10	ICICI Call 840	Buy	24.7	15	50	Expiry	Close @ 21.90
05-01-10	Unitech Call 85	Buy	5	3.5 (Closing Basis)	10	Expiry	Close @ 4.50

Derivative Portfolio

Date	Scripts	Buy/Sell	Initiation Range	Stoploss	Target	Time frame	Remark
28-01-10	Nifty 4800 Put	Buy	128.5	98 Closing Basis	200-250	8-10 Days	Open

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