



# daring derivatives



April 02, 2007

## Derivatives Summary

- The Nifty (April) futures traded at a discount of 20.25 points as against a premium of 4.9 points on the previous day and the futures added around 20.37 lakh shares in the open interest.
- The total open interest in the market is Rs38,762 crore and there was an addition of around Rs3,367 crore in the open interest during the day.
- Renuka Sugar (42%), J&K Bank (34%), BEML (27%) & Maruti (26%) were the top open interest gainers in the market
- Indian Bank (-26%) & Crompton Greaves (-10%) were the top open interest losers in the market.
- The roll-over in the Nifty was around 72% whereas the total market wide roll-over was close to 73%.

NIFTY SNAPSHOT			
	Current	Previous	% Change
Nifty (Mar)	3796.7	3803	-0.17%
Nifty CoC	-7.17%	1.68%	-526.45%
OI	32439000	30401200	6.70%
Vol	48407100	100490000	-51.83%
PCR(OI)	0.91	0.91	0.00%
PCR ( VOL)	0.64	1.07	-40.19%

MOST ACTIVE INDEX CALL OPTION				
Strike	Curr. IV	Pre. IV	Curr. OI	OI Chg%
3800 C	24.91%	28.41%	1994600	31.24%
4000 C	23.47%	26.70%	1370450	33.40%
3900 C	24.01%	26.56%	1120100	33.58%
4100 C	22.98%	25.32%	943400	10.98%
3500 C	27.57%	29.70%	957600	17.52%

MOST ACTIVE INDEX PUT OPTION				
Strike	Curr. IV	Pre. IV	Curr. OI	OI Chg%
3800 P	25.20%	27.99%	2788250	14.71%
3700 P	27.36%	29.67%	1788500	18.99%
3750 P	26.57%	28.84%	386850	308.93%
3900 P	23.45%	25.48%	735500	11.14%
3500 P	29.20%	31.27%	763600	19.38%

MOST ACTIVE STOCK FUTURES				
Strike	Curr. CoC	Pre. CoC	Curr. OI	OI Chg%
RELIANCE	3.55%	10.47%	8011200	6.93%
TATASTEEL	0.60%	15.11%	15505425	0.84%
INFOSYS	1.88%	12.44%	2870500	0.55%
SBIN	9.29%	12.89%	6090500	5.77%
RENUKA	-11.62%	8.82%	545500	74.28%

FII'S FUTURE & OPTIONS ACTIVITY (IN CRS) 29 MARCH			
	Buy	Sell	Difference
INDEX FUTURES	4463.88	4479.03	-15.15
INDEX OPTIONS	606.54	154.14	452.40
STOCK FUTURES	3544.94	3450.69	94.25
STOCK OPTIONS	0	0.22	-0.22
TOTAL	8615.36	8084.08	531.28

## Market View

The market opened on a flat note and remained in the tight 3800-3830 range throughout the trading session with a positive trend. The trading activity was almost negligible as indicated by the very low volumes in the Nifty futures. The April month series began trading on a very light note with an open interest of around Rs35,000 crore, which is much below the average, indicating that the market will be range-bound and witness accumulation for some days before taking a direction. The volumes in the Nifty futures declined to almost half from the previous trading session indicating lack of participation in the market and the futures added around 21 lakh shares in the open interest. On the options front, the implied volatility of both the call and put options declined significantly due to the weekend effect. The market is likely to open on a positive note and should sustain in the green for a major portion of the trading session. The key support levels for the Nifty are 3775 and 3750 and there will be a resistance around 3850.

MOST ACTIVE STOCK CALL OPTIONS				
Strike	Curr. IV (%)	Pre. IV (%)	Curr. OI (%)	OI Chg %
RELIANCE 1380 C	24.61%	30.29%	100500	84.07%
INFOSYS 2100 C	38.94%	45.48%	76000	63.44%
ITC 150 C	32.90%	38.64%	338625	50.50%
NTPC 150 C	29.03%	22.76%	300625	120.24%
TATASTEEL 450 C	33.44%	39.80%	124200	138.96%

MOST ACTIVE STOCK PUT OPTIONS				
Strike	Curr. IV (%)	Pre. IV (%)	Curr. OI (%)	OI Chg %
RELIANCE 1350 P	25.71%	22.18%	48300	45.70%
INFOSYS 2010 P	38.97%	33.58%	23800	52.56%
TATASTEEL 440 P	33.59%	27.86%	56025	97.62%
SAIL 110 P	49.73%	52.49%	145800	237.50%
NTPC 145 P	28.10%	36.64%	108875	2133.33%

## Recommendation Tracker

Date	Scripts	Initiation Range	Stoploss	Target	Timeframe	Remark
21-Mar-07	Bharti Buy	748	739.5	765-775	CTFT	Tgt Achieved
22-Mar-07	Idea Buy	95.5	95.2	99-103	1-2 days	SL triggered
23-Mar-07	Auropharma Sell	614-615	620	602-592	1-2 days	SL triggered
23-Mar-07	Nifty Sell	3890-3890	3910	3865-3840	1-2 days	Tgt Achieved

## Strategy Tracker

Date	Scripts	Buy/Sell	Strike/Option	Initiation Range	Max Profit	Max. Loss	Time
22-Mar-07	Idea	Buy	95	1.8	Rs. 4	Rs. 1	Closed
		Sell	100	0.8			

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