



daring derivatives



March 15, 2007

Derivatives Summary

- The discount in the Nifty (March) futures increased to 47.5 points from 11.7 points and the futures added around 30 lakh shares in the open interest.
- The total open interest in the market is Rs54,939 crore and the open interest decreased by Rs536 crore during the day.
- The Nifty 50 stocks added 65 lakh shares in the open interest.
- IOB (19%), Patni (18%), Zeel (11%), GAIL (10%) & Wipro (10%) were the top open interest gainers in the market.
- Jindal Steel (-17%), Sobha (-15%), BEML (-14%), Nagarjuna (-11%) & HTMT (-11%) were the top open interest losers in the market.
- IFCI (92%), SRF (89%) & Essar Oil (88%) are close to their market wide position limits.

Market View

The market opened on a weak note with a negative gap of around 100 points and no recovery was witnessed during the day. The market ended the day with losses of around 3.43%. The volumes in the Nifty futures were higher and there was an addition in the open interest of around 29.98 lakh shares towards the short side. On the options front we witnessed closure of short positions in the put options while the calls added open interest indicating that the market is likely to trade weak amid high volatility. The market is likely to open on a weak note and 3650 will act as good resistance area for the Nifty futures. The market will take further cues from the world markets. The key support level for the Nifty is 3550 and there will be resistances around 3650 and 3700.

| NIFTY SNAPSHOT | | | |
|----------------|----------|----------|----------|
| | Current | Previous | % Change |
| Nifty (Mar) | 3591 | 3758.85 | -4.47% |
| Nifty CoC | -31.77% | -7.08% | 348.76% |
| OI | 39929450 | 36930600 | 8.12% |
| Vol | 81794100 | 60182000 | 35.91% |
| PCR(OI) | 0.92 | 0.97 | -5.15% |
| PCR (VOL) | 1.06 | 0.91 | 16.48% |

| MOST ACTIVE INDEX CALL OPTION | | | | |
|-------------------------------|----------|---------|----------|---------|
| Strike | Curr. IV | Pre. IV | Curr. OI | OI Chg% |
| 3700 C | 33.81% | 28.92% | 2638500 | 3.18% |
| 3600 C | 35.20% | 32.37% | 1091350 | 59.86% |
| 3800 C | 32.82% | 26.75% | 3073850 | -2.40% |
| 3900 C | 32.29% | 25.49% | 2184550 | 3.43% |
| 3650 C | 34.10% | 30.95% | 530500 | 0.75% |

| MOST ACTIVE INDEX PUT OPTION | | | | |
|------------------------------|----------|---------|----------|---------|
| Strike | Curr. IV | Pre. IV | Curr. OI | OI Chg% |
| 3600 P | 33.86% | 32.49% | 2042650 | -2.58% |
| 3700 P | 32.69% | 29.99% | 3157600 | -7.60% |
| 3500 P | 34.50% | 34.94% | 1942450 | -4.95% |
| 3800 P | 31.35% | 26.51% | 3090050 | -7.74% |
| 3900 P | 27.66% | 25.87% | 1862650 | -5.97% |

| MOST ACTIVE STOCK FUTURES | | | | |
|---------------------------|-----------|----------|----------|---------|
| Strike | Curr. CoC | Pre. CoC | Curr. OI | OI Chg% |
| RELIANCE | -24.24% | -5.59% | 12202650 | 2.79% |
| PARSVNATH | 3.97% | 8.41% | 5357800 | 6.59% |
| ACC | 3.59% | -26.03% | 5105625 | -4.62% |
| INDIACEM | -5.38% | 16.33% | 17961150 | 2.62% |
| CENTURY TEXT. | -17.97% | -6.60% | 7640225 | 0.81% |

| FII'S FUTURE & OPTIONS ACTIVITY (IN CRS) 13 MARCH | | | |
|---|---------|---------|------------|
| | Buy | Sell | Difference |
| INDEX FUTURES | 668.88 | 1087.83 | -418.95 |
| INDEX OPTIONS | 183.73 | 130.89 | 52.84 |
| STOCK FUTURES | 339.09 | 413.14 | -74.05 |
| STOCK OPTIONS | 0.87 | 2.9 | -2.03 |
| TOTAL | 1192.57 | 1634.76 | -442.19 |

| MOST ACTIVE STOCK CALL OPTIONS | | | | |
|--------------------------------|--------------|-------------|--------------|----------|
| Strike | Curr. IV (%) | Pre. IV (%) | Curr. OI (%) | OI Chg % |
| RELIANCE 1320 C | 26.42% | 25.46% | 297450 | 11.03% |
| ITC 150 C | 55.94% | 54.49% | 495000 | 41.03% |
| INFOSYS 2100 C | 45.50% | 37.26% | 55800 | 77.71% |
| SAIL 105 C | 53.82% | 54.16% | 1266300 | 33.62% |
| IDEA 90 C | 54.68% | 53.50% | 982800 | 8.98% |

| MOST ACTIVE STOCK PUT OPTIONS | | | | |
|-------------------------------|--------------|-------------|--------------|----------|
| Strike | Curr. IV (%) | Pre. IV (%) | Curr. OI (%) | OI Chg % |
| RELIANCE 1290 P | 35.93% | 29.29% | 199950 | -10.18% |
| SAIL 100 P | 61.37% | 51.99% | 691200 | -17.68% |
| TATASTEEL 420 P | 37.86% | 37.67% | 159300 | -2.48% |
| SATYAMCOMP 430 P | 43.64% | 40.07% | 83400 | 7.75% |
| GDL 140 P | 99.96% | 122.01% | 212000 | 140.91% |

Recommendation Tracker

| Date | Scripts | Initiation Range | Stoploss | Target | Timeframe | Remark |
|-----------|-----------|------------------|----------|-----------|-----------|--------------|
| 12-Mar-07 | RCOM Sell | 418-419 | 425 | 410-405 | 1-2 Days | Tgt Achieved |
| 9-Mar-07 | Nifty Buy | 3700 | 3720 | 3675-3650 | Intraday | Stopped Out |

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