

Market Statistic:

TRADE STATISTICS FOR 04th-Sept.-2007

Product	No. of Contracts	Turnover (Rs. cr.)*
Index Futures	417,193	9,298.29
Stock Futures	704,263	25,023.87
Index Options	143,621	3,218.25
Stock Options	39,296	1,473.34
Total	1,304,373	39,013.75

OPEN INTEREST – Gainers.

Scrip ID	OI Futures	% Chg	Price	% Chg
SCI	1332800	25.08	194.7	1.56
JPASSOCIAT	2191200	19.05	916.5	0.43
KESORAMIN	932000	16.50	503.95	5.3
REL	12260050	14.13	823.35	5.91
RELCAPITAL	6579100	11.25	1171.95	-1.88

OPEN INTEREST - Losers.

Scrip ID	OI Futures	% Chg	Price	% Chg
CIPLA	16563750	-9	180	5
NAGARFERT	34062000	-7.84	42.15	5.11
TTML	89702800	-6.71	32.25	0
INDIAINFO	3584000	-6.48	691.25	0.43
KOTAKBANK	3476550	-6.23	730.1	0.82

FII Derivatives Statistic For the date :040907

	Buy	Sell	OI at end of the Day		Inflow / Outflow
			Contract	Amount	
INDEX FUTURES	825.05	714.69	693056	15423.07	110.36
INDEX OPTIONS	552.79	317.05	433577	9700.74	235.74
STOCK FUTURES	649.40	699.89	798697	24500.21	-50.49
STOCK OPTIONS	7.60	26.08	3403	92.14	-18.48
					277.13

FII Derivatives Statistic For the date: 030907

INDEX FUTURES	825.05	714.69	693056	15423.07	110.36
INDEX OPTIONS	552.79	317.05	433577	9700.74	235.74
STOCK FUTURES	649.40	699.89	798697	24500.21	-50.49
STOCK OPTIONS	7.60	26.08	3403	92.14	-18.48
					277.13

FII Derivatives Statistic For the date :310807

INDEX FUTURES	2525.11	2024.91	688422	15269.11	500.20
INDEX OPTIONS	923.78	618.60	406236	9067.19	305.19
STOCK FUTURES	742.49	781.13	788093	23849.75	-38.64
STOCK OPTIONS	0.28	6.26	2363	58.64	-5.98
					760.77

Reckoning Put/Call Ratio

Scrip ID	PCR OI	PCR Vol.
NIFTY	1.49	1.10
RELIANCE	0.36	0.34
IDBI	0.29	0.26
RPL	0.34	0.27
TATASTEEL	0.46	0.38

Market Wrap-up:

Nifty gained on Monday to close at 4479.25 up by 0.10%. The F&O segment of the market saw increase in turnover as compared to previous trading session.

The market turnover increased by 14.44 percent in terms of number of contracts traded vis-à-vis previous trading day and increased by 13.11 percent in terms of rupees.

The PCR OI of market was at 0.17 and in NIFTY was changed from at 1.53 to 1.49. At the same time, PCR VOL in NIFTY has changed to 1.10.

On a scrip specific note scrips like SCI, JPASSOCIATE, KESORAMIND, REL & RELCAPITAL were the major gainers in futures open interest while CIPLA, NAGARFERT, TTML, INDIAINFO & KOTAKBANK were the amongst some to shed the Futures Open Interest.

On the option open interest front, NIFTY led the pack 259125 contracts of position open in CALL and 387760 contracts in the PUT side. On the scrip side, RELIANCE led the pack with 9172 contracts in CALL and 3367 Contracts in PUT as open interest followed by IDBI with 3185 contracts of open position in CALL and 951 contracts of open position in PUT.

In terms of Volumes 1304373, contracts were traded on NSE. Nifty accounted for 42.70 percent of the total traded contracts RELIANCE 3.93 percent while REL contributed 3.92 percent to the total turnover.

A look at the volatility indicates there is a considerable amount of increase in volatility of stocks such as TATACHEM, HINDALCO, BAJAJHIND, TRIVENI and TITAN. Implied Volatility was at 26.55 and Historical Volatility was at 35.60.

Expectations:

Nifty futures gained significant OI to the tune of 4.24 % with prices flat to negative indicating that uncertainty prevailing at current levels therefore both bulls and bears were aggressive in the market thus one should not take aggressive long positions in the market. The Nifty September series futures discount has widened and changed from 4 points to 45 points, which indicates that selling pressure can be seen in the market. Market may see some volatile session ahead as both IV & HV is going on higher side. The FII were buyers in index futures to the tune of 110.36 crs and buyers in index options to the tune of 235 crs indicating higher activity on options side thus suggesting more of hedged positions built up by them. The PCR has gone down from 1.53 to 1.49 levels indicating that market may see some weakness from current levels.

Among the Big guns, ONGC saw 5.81% gain in OI with prices going down by 1.01% indicating that counter has seen fresh short positions and was not able to sustain at higher levels thus suggesting further weakness may be seen in the counter. Counter can show weakness from current levels. RELIANCE saw rise in OI with prices almost flat indicating that buying emerging in this counter at lower levels thus suggesting some consolidation may be seen in the counter.

In the TECH counters, SATYAMCOMP, INFOSYSTCH, WIPRO & TCS saw significant gain in OI with prices flat to negative suggesting that both bulls and bears were aggressive in these counters but there is buying support emerging at lower levels in overall IT pack thus suggesting that these counters may see further consolidation with positive bias.

In the CEMENT counters, AMBUJACEM, CENTURYTEX, ACC & INDIACEM saw gain in OI with rise in price indicating that counters have witnessed addition of fresh long positions during yesterday's session suggesting that counter can show some strength

Expectations:

in coming days. But looking at the overall market direction it is advisable to book profits in this pack as some profit booking may be expected in these counters as well.

In the BANKING pack, SBIN, ICICIBANK and HDFCBANK saw marginal rise in OI with prices flat indicating that buying interest is getting diminished in this pack thus suggesting that one should book profits in these counters and wait till some fresh built up in OI is seen.

TATASTEEL & SAIL saw rise in OI with fall in prices indicating that counters has witnessed built up of fresh short positions during yesterday's session and bulls has liquidated their positions as prices starts to move down suggesting that counter can show weakness in coming days.

We feel that market may see some weakness as the built in OI suggests that buying interest is getting down and if it breaches 4450 levels we may see bears getting upperhand in the market so one should not take aggressive long positions if it moves below this levels. Market may see some volatile sessions ahead. One should trade with strict stop losses to be adhered too.

Strategies for the Day :-

DATE	COMPANY NAME	VIEW	DIFFERENT STRATEGIES	ACTION	BEP	RISK	REWARD
05-Sep-07	NAGAR FERT	BULLISH	BULL CALL SPREAD	BUY 42.50 CA @ 3.00 SELL 47.50 CA @ 1.30	44.2	23800	46200
	BINDAL AGRO	BULLISH	PUT HEDGE	BUY FU @ 40.70 BUY 40 PA @ 2.50	43.2	15840	UNLIMITED
	TATAPOWER	BULLISH	COVERED CALL	BUY FU @ 696 SELL 720 CA @ 16 SL 680	680	3200	16000
	TATAMOTOR	BEARISH	CALL HEDGE	SELL FU @ 693 BUY 700 CA @ 22	715	11948	UNLIMITED

TRADING LAWS

- A Trader not observing STOP LOSS, cannot survive for long .
- Never re-schedule your stop loss ,square up first and then take a fresh view.
- Book small losses by buying / selling near support / resistance, and look for big Gains,this will maximize the gains.
- Don't try to anticipate the change in main trend ,so don't go against trend .

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