



daring derivatives



April 27, 2007

Derivatives Summary

- The Nifty (May) futures traded at a discount of 14.75 points as against a premium of 1.65 points on the previous day and the futures added around 30 lakh shares in the open interest .
- The total open interest in the market is Rs41,824 crore and there was an addition of around Rs9,795 crore in the open interest during the day.
- The Nifty calls added open interest of 20 lakh whereas the puts added around 10 lakh.
- There was a healthy market wide roll-over of 82.5% (in the current month) as against 79.2% (last expiry).
- The Nifty futures roll-over was 71.7% (in the current month) as against 68.3% (last expiry).

Market View

The market opened on a strong note with a positive gap of around 20 points. The market was extremely volatile on account of the last day of expiry of the April series. The Nifty slipped into negative territory in the second half of the trading session but bounced back and finally closed almost flat at 4177 with gains of ten points. The volumes in the Nifty futures were higher than the average volumes on account of the roll-over and the futures shed around 76 lakh shares in the open interest. On the options front, the implied volatility of both the calls and puts decreased with an increase in the open interest indicating writing in the options. The market is looking negative and will take a cue from the world markets. The key support levels for the Nifty are 4140 and 4100 and there will be a resistance around 4200.

NIFTY SNAPSHOT			
	Current	Previous	% Change
Nifty (Mar)	4155	4168.95	-0.33%
Nifty CoC	-3.69%	0.40%	-1018.94%
OI	30247300	22613250	33.76%
Vol	84614000	64537000	31.11%
PCR(OI)	1.2	1.41	-14.89%
PCR (VOL)	0.63	0.79	-20.25%

MOST ACTIVE INDEX CALL OPTION				
Strike	Curr. IV	Pre. IV	Curr. OI	OI Chg%
4100 C	24.04%	23.91%	3782850	74.46%
4200 C	23.29%	22.49%	1546300	534.38%
4000 C	26.71%	26.58%	2396400	38.93%
4250 C	21.81%	35.73%	258200	0.00%
4150 C	23.88%	23.45%	319550	19.66%

MOST ACTIVE INDEX PUT OPTION				
Strike	Curr. IV	Pre. IV	Curr. OI	OI Chg%
4000 P	27.03%	27.00%	3148050	6.12%
4100 P	24.42%	24.83%	1815050	28.04%
4150 P	23.88%	24.08%	483450	230.00%
4200 P	22.90%	23.10%	282800	579.81%
3900 P	28.31%	28.09%	1266000	-0.74%

MOST ACTIVE STOCK FUTURES				
Strike	Curr. CoC	Pre. CoC	Curr. OI	OI Chg%
RELIANCE	5.77%	4.47%	6347250	52.63%
ONGC	-19.61%	-9.54%	5458725	48.08%
INFOSYS	6.72%	6.73%	3069000	30.58%
SBIN	8.33%	10.76%	5422250	25.77%
ICICIBANK	-5.13%	-9.63%	5864950	22.19%

FII'S FUTURE & OPTIONS ACTIVITY (IN CRS) 25 APRIL			
	Buy	Sell	Difference
INDEX FUTURES	4555.35	4206.76	348.59
INDEX OPTIONS	407.62	612.57	-204.95
STOCK FUTURES	3295.45	3689.97	-394.52
STOCK OPTIONS	5.98	8.19	-2.21
TOTAL	8264.4	8517.49	-253.09

MOST ACTIVE STOCK CALL OPTIONS				
Strike	Curr. IV (%)	Pre. IV (%)	Curr. OI (%)	OI Chg %
RELIANCE 1620 C	26.48%	24.85%	244950	75.03%
TATASTEEL 580 C	40.27%	37.34%	193725	119.08%
RPL 80 C	28.73%	32.64%	2365100	22.36%
MTNL 160 C	38.37%	42.35%	342400	96.33%
IDBI 90 C	50.71%	52.31%	818400	50.22%

MOST ACTIVE STOCK PUT OPTIONS				
Strike	Curr. IV (%)	Pre. IV (%)	Curr. OI (%)	OI Chg %
RELIANCE 1620 P	24.04%	23.23%	31650	3416.67%
TATASTEEL 560 P	35.85%	37.25%	80325	48.75%
INFOSYS 2010 P	26.87%	25.98%	17800	456.25%
RPL 80 P	27.22%	32.64%	314900	248.15%
MTNL 150 P	33.58%	30.74%	64000	471.43%

Recommendation Tracker

Date	Scripts	Buy/sell	Initiation Range	Stoploss	Target	Timeframe	Remark
19-Apr-07	Nifty	Buy	3974	3960	4025-4050	1-2 Days	Tgt Achieved
24-Apr-07	RPL 80 Call	Buy	0.4-0.5	-	2	Expiry	Closed @ 0.85
26-Apr-07	Infosys 2010 Put	Buy	4.5	-	-	Intraday	Closed

Strategy Tracker

Date	Scripts	Buy/Sell	Strike/Option	Initiation Range	Max Profit	Max. Loss	Time
16-Apr-07	ACC	Buy	Future	778	TGT-820-840	13.5	Expiry
		Buy	780 P	15.5	Booked	Future @ 810	Call @ 8
18-Apr-07	Reliance	Buy	1470 Put	12	24	6	Expiry
		Sell	1440 Put	6	Closed		
23-Apr-07	SRF	Buy	150 Call	3.5	8.25	1.75	Expiry
		Sell	160 Call	1.75	Booked		
26-Apr-07	Nifty	Sell	Future	4210	-	11	Expiry
		Buy	4200 Call	20	Booked		

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