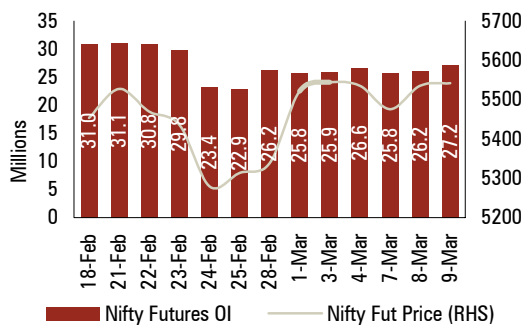
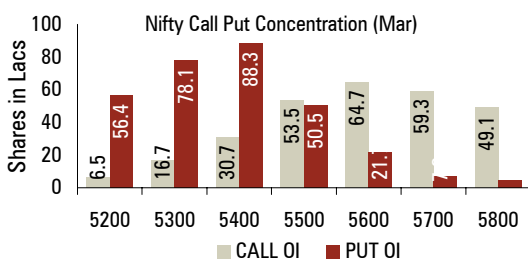


Nifty Futures – OI vs. Price



Nifty Options OI Distribution



Active Nifty Strike

| Strike | Call (%) | | Put (%) | |
|--------|----------|------|---------|------|
| | OI chg | IV | OI chg | IV |
| 5300 | 0.2 | 23.9 | -3.3 | 25.5 |
| 5400 | 0.5 | 23.8 | -3.5 | 23.8 |
| 5500 | -0.1 | 21.9 | 5.2 | 22.1 |
| 5600 | 14.0 | 20.4 | 15.7 | 20.5 |
| 5700 | 1.0 | 19.4 | 6.6 | 17.7 |

FII Statistics (in crore)

| Segment | Buy | Sell | Net | OI (lots) | %Chg |
|--------------|-------------|-------------|-------------|----------------|-------------|
| Index fut. | 1350 | 1256 | 94 | 412552 | 2.0 |
| Index opt. | 5463 | 5838 | -375 | 1783062 | -1.2 |
| Stock fut. | 1022 | 990 | 32 | 1096564 | -0.2 |
| Stock opt. | 284 | 334 | -50 | 39058 | 9.7 |
| Total | 8118 | 8417 | -300 | 3331236 | -0.4 |

F&O Turnover

| Instrument | No. of Contracts | Turnover | %Chg |
|----------------------|------------------|---------------|-------------|
| Index Futures | 656462 | 16888.22 | 16.1 |
| Stock Futures | 533549 | 13323.09 | 17.3 |
| Index Options | 2734478 | 75931.17 | 21.4 |
| Stock Options | 110289 | 2838.51 | 16.2 |
| F&O Total | 4034778 | 108981 | 19.9 |

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Nifty Snapshot & Pivot Points

| | Spot | Fut | COC (%) | Tot Fut OI | PCR OI | PCR Vol | ATM IV (%) |
|---------------------------|-----------|-----------|-----------|------------|-----------|-----------|------------|
| Current | 5531 | 5542 | 0.91 | 27173900 | 1.27 | 0.97 | 22.53 |
| Previous | 5521 | 5536 | 4.44 | 26186600 | 1.30 | 1.02 | 23.37 |
| Change (%) | 0.18 | 0.11 | - | 3.63 | - | - | - |
| Pivot levels (MAR) | S3 | S2 | S1 | Piv | R1 | R2 | R3 |
| Nifty future | NA | 5436 | 5489 | 5530 | 5584 | 5626 | NA |

Source: NSE, Seediiff, ICICIdirect.com Research

F&O Highlights

- The markets opened positive and traded volatile throughout the session. It finally closed higher by 0.32% at 5531
- FII were net buyers in the cash segment to the tune of ₹ 131 crore while they were net sellers in the index options segment to the tune of ₹ 375 crore
- India VIX comes down from 23.67% to 23.28% (down 1.65 %)
- On the Call side, we saw additions at the 5600 Call (15,900 lots) while on the Put side minor additions were seen at the 5500 Put and 5600 Put. Minor unwinding was also seen at the 5300 and 5400 Put

Index Outlook

- Nifty:** The Nifty is likely to trade in the range of 5475-5575. The trading strategy would be to create short positions if the Nifty takes resists around 5571 levels for targets of 5532 and 5490. On the other hand, one can also create long positions if Nifty takes support around 5475 levels
- Bank Nifty:** The Bank Nifty is likely to trade positive in the range of 10940-11310. Trade long till it holds 10940. Short positions can be initiated below 10940

Sector/Stock Analysis

- OI addition:** We saw addition of long positions in Reliance Communications, Indian Overseas Bank, Bhushan Steel, JSW Steel and Reliance Capital while short build-up was seen in Cipla Limited, Indus Ind Bank and Cairn India
- OI shedding:** Short covering was seen in Jet Airways, Chambal Fertilizers, Orchid Chemicals and SAIL while long closure was seen in Polaris Software, HPCL and Ranbaxy Laboratories

Open interest Gainers

| Symbol | OI(Shrs) | %Chg | Price | %Chg | Symbol | OI(Shrs) | %Chg | Price | %Chg |
|----------|------------|-------|-------|-------|-----------|----------|--------|--------|-------|
| NAGARCON | 4,138,000 | 17.49 | 101.5 | 1.20 | JETAIRWAY | 994500 | -11.76 | 456.6 | 2.55 |
| RCOM | 31,604,000 | 14.37 | 100.1 | 9.58 | SAIL | 6557000 | -11.37 | 155.8 | 2.1 |
| IOB | 1,660,000 | 13.08 | 144.7 | 2.52 | LITL | 11524000 | -9.06 | 38.85 | 1.83 |
| CIPLA | 3,950,000 | 10.77 | 303.3 | -1.61 | POLARIS | 2850000 | -7.05 | 189.95 | -0.91 |
| JSWSTEEL | 4,531,000 | 10.64 | 974.5 | 3.29 | FEDERALBN | 1090000 | -6.28 | 381.1 | 0.98 |

Source: Company, ICICIdirect.com Research

Intraday Strategy*

i) CIPLA (CIPLA)

Sell CIPLA Mar Fut below 303

View: Bearish
Strategy: Sell Future
Target: 297
Stop Loss: 306
Market Lot: 1000

ii) Kotak Bank (KOTMAH)

Buy KOTMAH Mar Fut above 433

View: Bullish
Strategy: Buy Future
Target: 445
Stop Loss: 427
Market Lot: 500

Strategy follow-up

| Date | Stock | View | Strategy | Reco | Target | SL | Profit/Loss | Comment |
|----------|--------|---------|-----------|-------|--------|-------|-------------|---------------|
| 9-Mar-11 | LICHF | Bullish | Long Fut | 198 | 203.0 | 195.6 | 2000 | Profit Booked |
| 9-Mar-11 | POWFIN | Bearish | Short Fut | 257.0 | 251.0 | 260.0 | - | Exit at Cost |

* Note: As the real time prices might vary substantially from the recommended levels we recommend to initiate strategies only if it is displayed on iCLICK-2-gain

Derivatives research – product basket

| Directional | Non-directional | Quant products |
|---|--|---------------------|
| Long build up/Short covering Futures | Theta & Vega strategies | Pair trading |
| Short build up Futures | Delta differential strategy | Enhanced Basket |
| High OI stocks – delivery product | Option indicators analysis | VIX Analyser |
| Plain vanilla options | Gamma neutral delta neutral strategy | Quant Picks |
| Deep Value Strategy | Reverse, Synthetic options & Situational arbitrage | Volatility Insights |
| Hybrid Strategies – Index/Stocks | Opportunity Matrix | |
| Rollover week product (Long/Short rollover stocks) | Calendar Spreads | |
| VWAP(expiry day product) | Ratio Spreads | |

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