

Market Statistic**OPEN INTEREST – Gainers With Rise in Price**

Scrip ID	OI Futures	% Chg	Price	% Chg
PENINLAND	797500	112.61	545.65	8.71
RAJESHEXP	837100	73.15	521.05	1.07
AIAENG	406400	43.4	1565.5	1.55
STROPTICAL	2002350	38.79	220.75	4.44
MOSERBAER	1391500	32.95	454.4	2.42

OPEN INTEREST – Gainers With Fall in Price

Scrip ID	OI Futures	% Chg	Price	% Chg
STAR	632400	185.06	330.05	-1.26
TATAMOTOR	6552860	65.37	652.2	-12.81
IPCL	2399100	64.85	335.15	-4.17
PFC	12093600	57.37	145.5	-8.5
EKC	555000	53.23	1048.4	-7.26

Weekly Market Wrap-up:

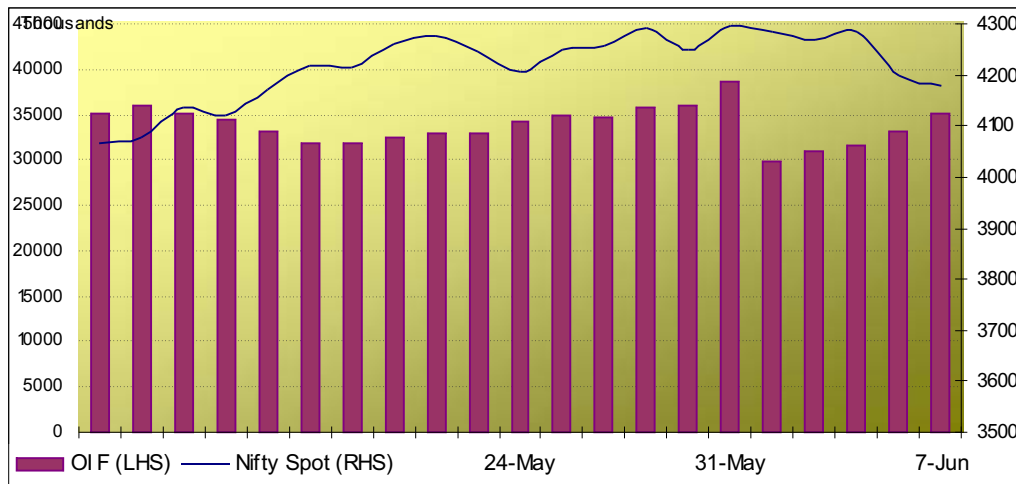
In the last week, the Nifty Futures open interest (OI) increased by 22.38 percent (from 597320 contracts to 730983 contracts) with a decrease in price of 3.80 percent (from 4284.80 to 412.10).

The Nifty Call OI increased by 62.56 percent (from 169512 contracts to 275555) and the Nifty Put OI increased by 30.79 percent (from 276158 contracts to 361177) contracts.

The Total open interest of Nifty was up by 31.13 percent (from 1042990 contracts to 1367715) contracts. The net OI of Nifty

(Future + Call - Put) was up by 31.53 percent i.e. (from 490674 contracts to 645361) contracts. The Nifty PCR (OI) has shown a significant change from 1.56 to 1.37. The Nifty basis over the week has changed from (-11) points to (-23) points.

In the Current week, we maintain a sideways view on the market.

**Nifty Perspective**

Nifty futures on weekly basis increased by 22.38 percent to close around 4122.10. Open interests in Nifty future has increased from 597320 contracts to 730983 with index closing lower, week on week basis around 4145.00. The rise in OI with drop in price indicates that market participants are bearish on the market and there is selling emerging at every rise. Market may show weakness if it further sustains below 4100 levels where we may see fresh selling happening in the market. FII's figures were negative in the market during the last week, on the last day they were sellers to the tune of 625 crs. The other indicators in derivatives market i.e. PCR_OI indicating continuous weakness as coming down from 1.62 to 1.31. The implied volatility has come up from 24 to 26.10 indicating some volatile trading sessions ahead whereas HV is in a range of 23 to 25. The overall data suggests that the participants should be cautious and should not take aggressive positions in the market.

RELIANCE

RELIANCE gains OI to the tune of 23.59% with an decrease in price of 5.38% indicating weakness in the counter and has also seen long positions liquidated by weak bulls at lower levels. On the last working day we saw short positions built up in the counter. If the counter remains below 1620 levels, we may see fresh selling emerging in the counter and longs liquidating their positions aggressively. Meanwhile the counter has support around 1620 and resistance around 1720.

TATASTEEL

Open interest in TATASTEEL has gone up by 1.08% with drop in price of 7.79%. The built up in OI indicates that long positions liquidated in the counter and bears started to built up aggressive short positions in the counter suggesting weakness in the counter. On the last day of the week OI lost with prices coming down shows some weakness in the counter. The counter may come further weakness if it goes below 570 levels where we may see fresh short built up and heavy liquidation of long positions. Meanwhile the counter has support around 570 and resistance around 610 levels.

SATYAMCOMP

Open interest in SATYAMCOMP has come up up by 30.23% with 3.16% rise in price. The rise in OI with rise in price indicates that long positions have started built up in the counter suggesting further strength in the counter. On the last day of the week, OI gained with gain in prices indicating long positions built up in the counter indicating we may see fresh buying in the counter. The counter may show further strength if it sustains above 500 levels where we may see fresh buying emerging in the counter. Meanwhile the counter has support around 465 and resistance around 525 levels.

HINDLEVER

Scrip has gained significant OI to the tune of 30.23% with price drop of 6.25% indicating built up of aggressive short positions in the counter suggesting we may see weakness in the counter in coming days. The counter may show further weakness if it goes below 185 levels where we may see fresh short built up in the counter and liquidation of weak long positions. Meanwhile the counter has support around 185 and resistance around 195.

TATAMOTORS

Scrip has gained significant OI to the tune of 65.37% with drop in price of 12.76% indicating shorts positions built up in the counter as the counter saw selling emerging at lower levels. The counter has breached its support level of 710 thus we may see fresh selling emerging in the counter thus suggesting weakness in the counter. On the last day of the week OI gained with loss in prices indicating short positions seen in the counter indicating we may see fresh selling in the counter. . Meanwhile the counter has support around 630 and resistance around 690.

Market Statistic:

TRADE STATISTICS FOR 8-June-2007

Product	No. of Contracts	Turnover (Rs. cr.)*
Index Futures	701,440	14,572.96
Stock Futures	654,005	20,341.78
Index Options	275,653	5,862.64
Stock Options	35,068	1,065.56
Total	1,666,166	41,842.94

OPEN INTEREST – Gainers.

Scrip ID	OI Futures	% Chg	Price	% Chg
STAR	632400	39.59	330.05	-3.68
DENABANK	16254000	38.77	47.5	6.98
IPCL	2399100	35.72	335.15	-0.48
UNITECH	5480550	28.65	505.55	-6.25
AUROPHARM	1380400	27.14	758.1	4.28

OPEN INTEREST - Losers.

Scrip ID	OI Futures	% Chg	Price	% Chg
SHREECEM	18600	-18	1170	0
GMRINFRA	3227000	-10.58	508.25	2.87
IFCI	95374125	-10.53	48.3	-3.41
CUMMINSIND	920550	-8.50	320.4	-0.29
CHENNPETR	271800	-8.48	237.85	-1.23

FII Derivatives Statistic For the date : 080607

	Buy	Sell	OI at end of the Day		Inflow / Outflow
			Contract	Amount	
INDEX FUTURES	1572.98	2080.53	731762	15093.67	-507.55
INDEX OPTIONS	546.35	253.73	309525	6414.91	292.62
STOCK FUTURES	647.19	1056.96	694017	18903.84	-409.77
STOCK OPTIONS	0.07	0.63	1431	35.02	-0.56
					-625.26

FII Derivatives Statistic For the date : 070607

INDEX FUTURES	1192.72	2805.93	709716	14774.71	1613.22
INDEX OPTIONS	530.42	133.92	289459	6048.97	396.50
STOCK FUTURES	544.69	438.59	671978	18449.49	106.10
STOCK OPTIONS	0.05	3.15	1397	34.47	-3.10
					-1113.72

FII Derivatives Statistic For the date : 060607

INDEX FUTURES	274.41	1796.35	641775	13417.52	1521.94
INDEX OPTIONS	178.05	282.48	265613	5575.55	-104.43
STOCK FUTURES	490.36	417.86	661646	18188.20	72.50
STOCK OPTIONS	0.11	5.23	1253	31.46	-5.12
					-247.80

Reckoning Put/Call Ratio

Scrip ID	PCR OI	PCR Vol.
NIFTY	1.31	0.91
RELIANCE	0.24	0.27
INFOSYSTCH	0.22	0.11
RPL	0.16	0.17
SBIN	0.47	0.70

Market Wrap-up:

Nifty loses on Friday to close at 4145.00 down by 0.83%. The F&O segment of the market saw decrease in turnover as compared to previous trading session.

The market turnover decreased by 0.90 percent in terms of number of contracts traded vis-à-vis previous trading day and decreased by 1.05 percent in terms of rupees.

The PCR OI of market was at 0.17 and in NIFTY has changed from 1.37 to 1.31. At the same time, PCR VOL in NIFTY has changed to 0.91.

On a scrip specific note scrips like STAR, DENABANK, IPCL, UNITECH & AUROPHARMA were the major gainers in futures open interest while SHREECEM, GMRINFRA, IFCI, CUMMINSIND & CHENNPETR were the amongst some to shed the Futures Open Interest.

On the option open interest front, NIFTY led the pack 275555 contracts of position open in CALL and 361177 contracts in the PUT side. On the scrip side, RELIANCE led the pack with 10628 contracts in CALL and 2564 Contracts in PUT as open interest followed by INFOSYSTCH with 7802 contracts of open position in CALL and 1721 contracts of open position in PUT.

In terms of Volumes 1666166, contracts were traded on NSE. Nifty accounted for 58.06 percent of the total traded contracts RELIANCE 3.66 percent while SBIN contributed 2.04 percent to the total turnover.

A look at the volatility indicates there is a considerable amount of increase in volatility of stocks such as IOC, TATACHEM, MATRIXLABS, GUJAMBCEM and ABIRLANUVO. Implied Volatility is at 25.20 and Historical volatility is at 23.85.

Expectations:

The NIFTY futures saw a gain in OI to the 6.85% with prices down indicating built of short positions and longs liquidation in the market suggesting weakness may be seen in the market..Market if it sustains below 4100 levels then we may see further short positions built up in the market and longs liquidation. Nifty futures discount increased to 23 points indicating further weakness in the market .The FII were sellers' index futures to the tune of 507 crs and buyers in index options to the tune of 292 crs. The PCR has come down from 1.37 to 1.31 indicates some consolidation may be seen in the market. The IV is around 26.10 levels indicating some volatile trading sessions ahead.

Among the Big guns, ONGC saw 7.53% rise in OI with prices coming up indicating long positions built up in the counter suggesting some strength in the counter. Whereas RELIANCE saw gain of 8.92% in OI with prices moved down suggesting short positions seen in the counter and long positions liquidating in the counter suggesting weakness in the counter.

In the TECH counters, INFOSYS saw drop in the OI with prices coming down marginally indicating liquidation of long positions.. TCS saw drop in OI with prices remaining positive indicating short covering seen in the counter thus suggesting strength in the counter. WIPRO & SATYAMCOMP saw rise in OI with gain in prices indicating fresh long positions being built up in these counters suggesting further strength in these counters.

In the BANKING counters, all the majors Saw rise in the positions with prices coming down from highs indicating short positions built up in the counters suggesting some weakness may be seen in the overall BANKING counters.

In the Metal pack, TATASTEEL saw marginal drop in OI with prices coming down indicating liquidation of long positions and built up of fresh short positions in the counter suggesting weakness in the counter. SAIL saw rise in OI with prices down indicating selling emerging in the counter. HINDALCO & NALCO saw rise in OI with prices up indicating long positions built up in this counter suggesting further strength in the counter. STER saw drop in OI to the tune of 2.76% with prices marginally indicating liquidation of positions by both bulls and bears.

Expectations:

We feel that the volume and built up in OI suggests that market may show some weakness in the coming few days so one should not take aggressive positions in the market. Market may show further weakness and we may see fresh selling emerging in the market if market goes below 4100 levels One should trade with strict stop losses to be adhered too.

Weekly Strategist!

DATE	COMPANY NAME	VIEW	DIFFERENT STRATEGIES	ACTION	BEP	RISK	REWARD
11-Jun-07	DENABANK	Moderately Bullish	BULL CALL SPREAD	BUY 47.50 CA @ 2.65 SELL 52.50 CA @ 1.20	48.95	7612.5	18637.5
	HINDALCO	Moderately Bullish	BULL CALL SPREAD	BUY 160 CA @ 4.90 SELL 170 CA @ 1.75	163.15	5024.25	10925.75
	BALRAMCHIN	Moderately Bullish	BULL CALL SPREAD	BUY 75 CA @ 4.00 SELL 80 CA @ 2.40	76.6	7680	16320
	TATASTEEL	Moderately Bearish	CALL HEDGE	SELL FU @ 586 BUY 580 CA @ 24	562	12150	UNLIMITED
	HINDLEVER	Moderately Bearish	CALL HEDGE	SELL FU @ 189 BUY 190 CA @ 5.70	183.3	6700	UNLIMITED

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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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