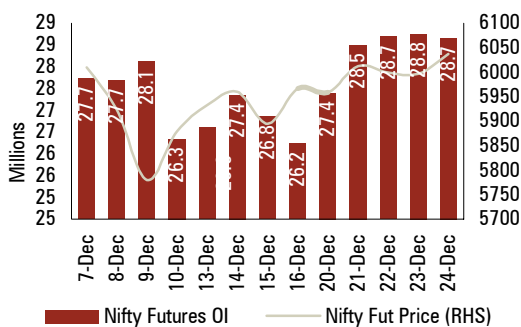
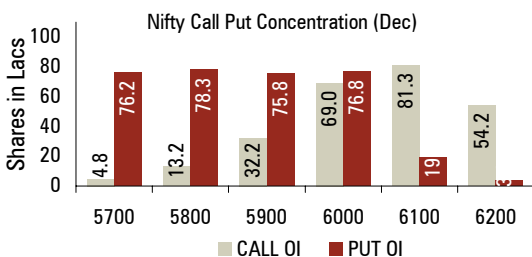


### Nifty Futures – OI vs. Price



### Nifty Options OI Distribution



### Active Nifty Strike

Strike	Call (%)		Put (%)	
	OI chg	IV	OI chg	IV
5800	-17.1	21.0	-0.5	20.2
5900	-11.1	12.8	-0.3	16.5
6000	-12.1	12.6	31.6	13.5
6100	-4.1	12.7	25.0	11.7
6200	4.6	13.7	-6.1	11.3

### FII Statistics (in crore)

Segment	Buy	Sell	Net	OI (lots)	%Chg
Index fut.	2156	1569	587	663682	-1.6
Index opt.	4257	3230	1026	1932541	1.2
Stock fut.	3161	3534	-373	1325729	0.4
Stock opt.	209	214	-5	27224	1.3
Total	9783	8547	1236	3949176	0.4

### F&O Turnover

Instrument	No. of Contracts	Turnover	%Chg
Index Futures	420242	11947.17	23.1
Stock Futures	695306	19378.7	7.2
Index Options	2509317	75339	32.9
Stock Options	124923	3773.08	17.6
F&O Total	3749788	110437.94	26.0

### Analyst

**Amit Gupta**  
amit.gup@icicisecurities.com

**Azeem Ahmad**  
azeem.ahmad@icicisecurities.com

**Ankit Tikmany**  
ankit.tikmany@icicisecurities.com

### Nifty Snapshot & Pivot Points

	Spot	Fut	COC (%)	Tot Fut OI	PCR OI	PCR Vol	ATM IV (%)	
Current	6012	6037	25.91	28664600	1.41	1.03	15.68	
Previous	5980	5997	14.08	28756750	1.35	1.09	16.68	
Change (%)	0.53	0.66	-	-0.32	-	-	-	
Pivot levels (DEC)		<b>S3</b>	<b>S2</b>	<b>S1</b>	<b>Piv</b>	<b>R1</b>	<b>R2</b>	<b>R3</b>
Nifty future		5864	5939	5988	6015	6064	6091	6166

Source: NSE, Seediff, ICICIdirect.com Research

### F&O Highlights

- After opening on a weak footing, the Nifty made a smart pullback in the second of the trading session and closed 32 points up at 6012 (0.53)
- Options data saw shifting, in the form of addition in 6000 and 6100 Puts of 18.5 lakh shares and 3.85 lakh shares, respectively. Closure in Calls of 5900 and 6000 Call of over 4 lakh and 9.5 lakh shares, respectively ensured improved PCRs. The India VIX on the back of near the money Puts addition saw cooling to 17.65
- Fills were net buyers in index options to the tune of ₹1026 crore while they closed their short positions in index futures to the tune of ₹ 587 crore
- Expect the Nifty trade with a positive bias till it holds 5950 levels. However, as we have entered the expiry week, a volatility spurt is not ruled out

### Index Outlook

- Nifty:** The Nifty is likely to trade in the range of 5980-6050. The trading strategy would be to create short positions if the Nifty resists around 6042 levels for targets of 6025 and 6000. On the other hand, one can also create long positions if the Nifty takes support at around 5988 levels
- Bank Nifty:** The Bank Nifty is likely to trade in range of 11280-11670. Trade short till it resists 11670 else long positions can be initiated for a target of 11670

### Sector/Stock Analysis

- OI addition:** We saw long build-up in RCom, Idea, Tata Steel & Reliance Capital while short build up was seen in Opto Circuit, Ashok Leyland and Jet Airways
- OI shedding:** We saw short covering in Suzlon, Reliance Power, L&T, ITC, Nagarjuna Fertilizer and Patni. Long closure was seen in Petronet & Vijaya Bank

### Open interest Gainers

Symbol	OI (lots)	%Chg	Price	%Chg	Symbol	OI (lots)	%Chg	Price
DLF	18,383,000	13.62	284.8	0.87	SUZLON	103,532,000	-11.81	51.5
ASHOKLEY	21,732,000	12.93	62.5	-2.88	RPOWER	30,346,000	-5.30	156.3
JETAIRWA	1,298,000	12.53	708.1	-1.97	PETRONET	4,100,000	-5.14	126.3
RCOM	38084000	12.51	142.6	10.46	GAIL	2,223,500	-5.08	512.7
RECLTD	5,611,000	12.47	293.6	-2.43	MARUTI	2,113,000	-4.99	1,392.5

Source: Company, ICICIdirect.com Research

### Intraday Strategy

i) Mahindra & Mahindra Ltd (MAHMAH)	ii) McLeod Russel (MCLRUS)
<b>Buy MAHMAH Dec Fut above 766</b>	<b>Buy MCLRUS Dec Fut above 215</b>
View: Bullish	View: Bullish
Strategy: Buy Future	Strategy: Buy Future
Target: 780	Target :220
Stop Loss: 759	Stop Loss: 212.5
Market Lot: 250	Market Lot: 1000

### Strategy Follow-up

Date	Stock	View	Strategy	Reco	Target	SL	Profit/Loss	Comment
24-Dec-10	IDECEL	Bullish	Long Fut	69.2	71.1	68.1	3600	Target Achieved
24-Dec-10	RURELE	Bearish	Sell Fut	298.0	292.0	301.0	6000	Target Achieved

## 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	
Deep Value Strategy	Reverse, Synthetic options & Situational arbitrage	
Hybrid Strategies – Index/Stocks	Opportunity Matrix	
Rollover week product ( Long/Short rollover stocks)	Calendar Spreads	
VWAP(expiry day product)	Ratio Spreads	

**Pankaj Pandey**

**Head – Research**

**pankaj.pandey@icicisecurities.com**

### ICICIdirect.com Derivatives Desk

**ICICI Securities Limited,**  
7th Floor, Akruti Centre Point,  
MIDC Main Road, Marol Naka  
Andheri (East), Mumbai – 400 093  
research@icicidirect.com

**research@icicidirect.com**

**DISCLAIMER:** The report and information contained herein is strictly confidential and meant solely for the selected recipient and may not be altered in any way, transmitted to, copied or distributed, in part or in whole, to any other person or to the media or reproduced in any form, without prior written consent of ICICI Securities Limited. "The author of the report does not hold any investment/open position in any of the companies mentioned in this report. ICICI Securities Services Ltd (I-Sec) may be holding a small number of shares/ an open position in the above referred companies as on the date of release of this report." This report is based on information obtained from public sources and sources believed to be reliable, but no independent verification has been made nor is its accuracy or completeness guaranteed. This report and information herein is solely for informational purpose and may not be used or considered as an offer document or solicitation of offer to buy or sell or subscribe for securities or other financial instruments. Nothing in this report constitutes investment, legal, accounting and tax advice or a representation that any investment or strategy is suitable or appropriate to your specific circumstances. The securities discussed and opinions expressed in this report may not be suitable for all investors, who must make their own investment decisions, based on their own investment objectives, financial positions and needs of specific recipient. This may not be taken in substitution for the exercise of independent judgement by any recipient. The recipient should independently evaluate the investment risks. ICICI Securities Ltd and affiliates accept no liabilities for any loss or damage of any kind arising out of the use of this report. Past performance is not necessarily a guide to future performance. Actual results may differ materially from those set forth in projections. ICICI Securities Ltd may have issued other reports that are inconsistent with and reach different conclusion from the information presented in this report. This report is not directed or intended for distribution to, or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction, where such distribution, publication, availability or use would be contrary to law, regulation or which would subject ICICI Securities Ltd and affiliates to any registration or licensing requirement within such jurisdiction. The securities described herein may or may not be eligible for sale in all jurisdictions or to certain category of investors. Persons in whose possession this document may come are required to inform themselves of and to observe such restriction.