

Market Statistic:

TRADE STATISTICS FOR 7th-August-2007

Product	No. of Contracts	Turnover (Rs. cr.)*
Index Futures	392,542	8,553.69
Stock Futures	558,317	19,420.27
Index Options	149,518	3,314.89
Stock Options	37,181	1,379.15
Total	1,137,558	32,668.00

OPEN INTEREST – Gainers.

Scrip ID	OI Futures	% Chg	Price	% Chg
FEDERALBN	588900	19.84	350.95	-3.43
UTIBANK	1103850	11.10	613.75	-1.06
RNRL	78657150	10.59	45.9	5.63
NAGARFERT	40684000	10.45	23.7	-1.26
EDUCOMP	295200	9.64	2373.25	0.99

OPEN INTEREST - Losers.

Scrip ID	OI Futures	% Chg	Price	% Chg
INDIACEM	6126250	-6	225	0
TRIVENI	2140600	-5.76	57.7	0.52
MPHASIS	5506400	-5.63	285.9	-0.97
UNIPHOS	152600	-5.63	339.3	0.29
NTPC	10791625	-5.29	166.75	1.95

FII Derivatives Statistic For the date :070807

	Buy	Sell	OI at end of the Day		Inflow / Outflow
			Contract	Amount	
INDEX FUTURES	1125.88	969.39	916480	19825.51	156.49
INDEX OPTIONS	262.76	157.97	578035	12590.61	104.79
STOCK FUTURES	553.62	852.33	954921	28062.12	-298.72
STOCK OPTIONS	19.01	13.92	7121	193.23	5.09
					-32.34

FII Derivatives Statistic For the date 060807

INDEX FUTURES	1965.85	3015.25	908576	19606.58	1049.40
INDEX OPTIONS	565.87	212.78	561661	12186.64	353.10
STOCK FUTURES	404.46	959.22	935607	27352.48	-554.76
STOCK OPTIONS	0.21	22.16	7226	192.79	-21.94
					-1273.01

FII Derivatives Statistic For the date :030807

INDEX FUTURES	1498.17	465.00	843454	18449.74	1033.17
INDEX OPTIONS	524.88	123.47	539574	11874.81	401.41
STOCK FUTURES	613.37	271.90	924839	27360.00	341.47
STOCK OPTIONS	1.56	5.02	6638	174.87	-3.46
					1772.59

Reckoning Put/Call Ratio

Scrip ID	PCR OI	PCR Vol.
NIFTY	1.32	1.07
RELIANCE	0.24	0.16
SBIN	0.76	0.68
INFOSYSTCH	0.32	0.12
DLF	0.16	0.11

Market Wrap-up:

Nifty gained on Tuesday to close at 4356.35 up by 0.39%. The F&O segment of the market saw decrease in turnover as compared to previous trading session.

The market turnover decreased by 17.26 percent in terms of number of contracts traded vis-à-vis previous trading day and decreased by 13.04 percent in terms of rupees.

The PCR OI of market was at 0.17 and in NIFTY was changed from at 1.36 to 1.32. At the same time, PCR VOL in NIFTY has changed to 1.07.

On a scrip specific note scrips like FEDERALBANK, UTIBANK, RNRL, NAGARFERT & EDUCOMP were the major gainers in futures open interest while INDIACEM, TRIVENI, MPHASIS, UNIPHOS & NTPC were the amongst some to shed the Futures Open Interest.

On the option open interest front, NIFTY led the pack 384130 contracts of position open in CALL and 508902 contracts in the PUT side. On the scrip side, RELIANCE led the pack with 24499 contracts in CALL and 6096 Contracts in PUT as open interest followed by SBIN with 3788 contracts of open position in CALL and 2907 contracts of open position in PUT.

In terms of Volumes 1137558, contracts were traded on NSE. Nifty accounted for 47.22 percent of the total traded contracts RELIANCE 4.81 percent while SBIN contributed 2.80 percent to the total turnover.

A look at the volatility indicates there is a considerable amount of increase in volatility of stocks such as I-FLEX, MRPL, TCS, SESAGO and FEDERALBNK. Implied Volatility is at 27.40 and Historical volatility is at 32.77.

Expectations:

Nifty futures saw rise of 1.65% in OI with prices opened high but closed negative indicating fresh short positions built up in the market thus suggesting that further weakness may be seen in the market if nifty futures sustains below 4300 levels. The august nifty discount changed from 18 to 47 points thus suggesting selling pressure emerging in the market. The FII were buyers in index futures to the tune of 156.49 crs and buyers in index options to the tune of 104.79 crs indicating heavy hedged positions built up by them. The PCR has changed from 1.36 to 1.32 indicates some buying support may emerge in the market at lower levels. IV in the market was 27.40 and HV was 32.77 thus suggesting some volatile trading sessions may be seen in the market

Among the Big guns, ONGC saw rise of 3.36% with prices closing flat to negative thus suggesting that both bulls and bears were aggressive in the counter thus suggesting that some uncertainty may prevail in the counter. RELIANCE saw drop of 2.83% in OI with prices flat to positive indicating liquidation of positions by both bulls and bears thus suggesting that some consolidation may be seen in the counter in the coming days with positive bias.

In the TECH counters INFOSYSTCH saw rise in OI with prices almost flat indicating built up of positions with no clear direction thus suggesting that the counter may see buying at lower levels with no aggressive price movement on either side. SATYAMCOMP & WIPRO saw rise in OI with prices closing at day's low thus suggesting fresh selling pressure emerging at higher levels in these counters.

In the CEMENT counters ACC & AMBUJACEM saw rise in OI with prices closing near day's low suggesting fresh short positions built up in these counters thus suggesting further weakness may be seen in these counters. INDIACEM & CENTURYTEX saw drop in OI with prices coming down indicating liquidation of long positions.

Expectations:

In the BANKING pack, SBIN & BANKBARODA saw rise in OI with prices closing flat indicating built up of aggressive positions by both bulls and bears thus suggesting that uncertainty may prevail in these counters. ICICIBANK saw rise in OI with prices down indicating short positions built up in the counter thus suggesting further weakness may be seen in the counter. HDFCBANK saw rise in OI of 2.53% with prices closing at day's low suggesting short positions built up in the counter thus suggesting further weakness may be seen.

TATASTEEL saw rise of 5.00 % in OI with prices down indicating short positions built up in the counter suggesting further weakness may be seen in the counter. SAIL saw rise in OI with prices closing at day's low thus suggesting weakness may be seen in the counter.

We feel that the volume and built up in OI suggests that market may show further strength in coming days with volatility expected because of global cues .thus one should not take aggressive positions in the market. Market is having support around 4250 levels breach of which may result in addition of aggressive short positions. One should trade with strict stop losses to be adhered too as market is too volatile.

Strategies for the Day :-

DATE	COMPANY NAME	VIEW	DIFFERENT STRATEGIES	ACTION	BEP	RISK	REWARD
08-Aug-07	RNRL	Moderately Bullish	BULL CALL SPREAD	BUY 47.50 CA @ 2.05	48.4	6435	11440
				SELL 50 CA @ 1.15			
	PUNJLOYD	Moderately Bullish	BULL CALL SPREAD	BUY 290 CA @ 16.00	293	4500	10500
				SELL 300 CA @ 13.00			
	BALRAMCHIN	Moderately Bearish	CALL HEDGE	SELL FU @ 62.30	58.3	8160	UNLIMITED
				BUY 60 CA @ 4.00			
	MTNL	Moderately Bearish	CALL HEDGE	SELL FU @ 143.30	136.8	5120	UNLIMITED
				BUY 140 CA @ 6.50			

Before taking any action based on above information, please confirm the ex-date with Dealers

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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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