

Market Statistic:

TRADE STATISTICS FOR 27th-August-2007

Product	No. of Contracts	Turnover (Rs. cr.)*
Index Futures	710,491	15,202.84
Stock Futures	908,083	28,017.16
Index Options	374,655	8,069.84
Stock Options	44,831	1,459.28
Total	2,038,060	52,749.12

OPEN INTEREST – Gainers.

Scrip ID	OI Futures	% Chg	Price	% Chg
NICOLASPIR	1143230	49.05	248.6	4.76
CUMMINSIN	701100	26.59	368.9	1.4
EDUCOMP	396150	24.63	2825.65	10.81
CANBK	2662400	20.93	234	4.2
NAGARCON	2342000	20.35	194.6	7.42

OPEN INTEREST - Losers.

Scrip ID	OI Futures	% Chg	Price	% Chg
TTML	65709600	-8	29	2
TVSMOTOR	4168350	-8.13	60.55	5.94
SHREECEM	40800	-8.11	1234.25	3.72
COLGATE	1127700	-7.89	380.2	7.34
INDIANB	2004200	-7.89	149.85	13.78

FII Derivatives Statistic For the date :270807

	Buy	Sell	OI at end of the Day		Inflow / Outflow
			Contract	Amount	
INDEX FUTURES	5256.30	3601.62	731182	15704.99	1654.67
INDEX OPTIONS	1129.15	621.78	756430	16273.08	507.37
STOCK FUTURES	4587.58	4497.61	974508	28060.63	89.97
STOCK OPTIONS	5.68	7.77	8423	219.01	-2.09
					2249.93

FII Derivatives Statistic For the date: 240807

INDEX FUTURES	5371.70	5974.13	927259	18990.50	-602.44
INDEX OPTIONS	695.89	461.77	679478	13956.65	234.12
STOCK FUTURES	722.45	1391.18	1001709	27617.66	-668.73
STOCK OPTIONS	3.39	15.30	8527	217.44	-11.90
					-1048.95

FII Derivatives Statistic For the date :230807

INDEX FUTURES	3567.52	3186.25	738752	15156.33	381.27
INDEX OPTIONS	238.74	404.63	723436	14884.51	-165.89
STOCK FUTURES	2121.86	1390.46	970188	26346.90	731.41
STOCK OPTIONS	5.67	3.20	8270	203.87	2.47
					949.26

Reckoning Put/Call Ratio

Scrip ID	PCR OI	PCR Vol.
NIFTY	1.23	1.06
RELIANCE	0.25	0.43
SBIN	0.33	0.39
INFOSYSTCH	0.29	0.22
IDBI	0.25	0.19

Market Wrap-up:

Nifty gained on Monday to close at 4302.60 up by 2.68%. The F&O segment of the market saw increase in turnover as compared to previous trading session.

The market turnover increased by 17.46 percent in terms of number of contracts traded vis-à-vis previous trading day and increased by 21.72 percent in terms of rupees.

The PCR OI of market was at 0.17 and in NIFTY was changed from at 1.17 to 1.23. At the same time, PCR VOL in NIFTY has changed to 1.06.

On a scrip specific note scrips like NICOLAPIR, CUMMINSIND, EDUCOMP, CANBK & NAGARCONS were the major gainers in futures open interest while TTML, TVSMOTOR, SHREECEM, COLGATE & INDIANB were the amongst some to shed the Futures Open Interest.

On the option open interest front, NIFTY led the pack 492100 contracts of position open in CALL and 610137 contracts in the PUT side. On the scrip side, RELIANCE led the pack with 28413 contracts in CALL and 7297 Contracts in PUT as open interest followed by SBIN with 7554 contracts of open position in CALL and 2504 contracts of open position in PUT.

In terms of Volumes 2038060, contracts were traded on NSE. Nifty accounted for 52.79 percent of the total traded contracts RELIANCE 3.66 percent while SBIN contributed 2.23 percent to the total turnover.

A look at the volatility indicates there is a considerable amount of increase in volatility of stocks such as BONGAIREFN, CENTURYTEX, SCI, NAGARCONS and INDIANB. Implied Volatility was at 34 and Historical Volatility was at 41.82.

Expectations:

Nifty futures lost OI to the tune of 3.51% with prices going up by 2.90% indicating that shorts have liquidated their positions aggressively as market opens with a gap on higher side & sustains at higher levels. Market also witness addition of fresh long positions in the market as market sustain at higher levels. Market has given a gap up opening in morning and get sustains on higher levels indicating that market witnessed strong buying on yesterday's trading session. Market has given a close near to 4300 levels, market have a strong resistance at 4325 levels. If market breaches this level and get sustained above that we can see aggressive buying coming into the market. Nifty August series future was changed from discount of 11 points to 3 points indicating that buying emerges at higher levels. Market may see some volatile session ahead as both IV & HV is moving around on higher side. The FII were aggressive buyers in index futures to the tune of 1654 crs and buyers in index options to the tune of 507 crs indicating hedged positions built up by them. The PCR has gone up from 1.17 to 1.23 levels indicating that market may see some buying support on current levels.

Among the Big guns, ONGC saw 0.06% decline in OI with prices going up by 2.69% indicating that counter has seen short covering by bears at higher levels as prices starts to move up and fresh long positions built up in the counter. RELIANCE saw rise in OI with prices going up by 3.00% indicating counter has seen built up of long positions thus suggesting further strength may be seen..

In the TECH counters, SATYAMCOMP, TCS, WIPRO & INFOSYSTCH saw marginal rise in OI with prices closing in positive indicating that counters has seen shorts covering their positions and fresh long positions built up in the counters. Counters opens with a gap enforcing bears to square off their positions at higher levels. Counters also witness addition of fresh long positions during yesterday's session. Counters can show further strength from current levels.

Expectations:

In the CEMENT counters, ACC, INDIACEM, CENTURYTEX saw RISE in OI with gain in price indicating that counters have witnessed built up of fresh long positions thus suggesting that counter can show further strength from current levels. AMBUJACEM saw DROP in OI with price closing in positive indicating that counter has seen covering by short positions thus suggesting that it may under perform the overall cement sector.

In the BANKING pack, SBIN, ICICIBANK HDFCBANK saw drop in OI with gain in price indicating that counter has seen liquidation of short positions aggressively thus suggesting that these counter can show strength from current levels and can move up. Whereas ICICIBANK saw rise in OI with prices moving up suggesting further strength may be seen.

TATASTEEL, SAIL, HINDALCO saw rise in OI with rise in price indicating that counters have witness built up of fresh long positions in the counter thus suggesting further strength may be seen in the counter.

We feel that market may show some strength as buying were emerging at lower levels so one should take 4250 as strong support levels and should treat this level as stop loss for long positions breach of which result in liquidation of long positions and built up of fresh short positions. Market may see some volatile sessions ahead. One should trade with strict stop losses to be adhered too.

Strategies for the Day :-

DATE	COMPANY NAME	VIEW	DIFFERENT STRATEGIES	ACTION	BEP	RISK	REWARD
28-Aug-07	GMR	BULLISH	COVERED CALL	BUY FU @ 749 SELL 760 CA @ 10 SL: 730	739	9000-12000	21000
	TATASTEEL	BULLISH	PUT HEDGE	BUY FU @ 604 BUY 600 PA @ 10	614	9450	UNLIMITED
	DLF	BEARISH	CALL HEDGE	SELL FU @ 580 BUY 580 CA @ 8	572	3200	UNLIMITED

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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