

DERIVATIVE STRATEGY | DAILY



OUR REPORTS

Fundamental

Company Report
Sector Report
Theme Based Report

Daily & Weekly

Fundamental Market Update
Technical Market Update
Derivative Market Update

Fortnightly

Banking Sector Report
Currency Report

Monthly

India Strategy Report
IIP Report
Auto Sector Update
Cement Sector Update
Metal Sector Update
Telecom Sector Update
Insurance and Mutual Fund Report
Inflation Report
Exports-Imports Report

Quarterly

India and Global Strategy Report
India Economy Report

Others

Event Based Report
RBI Monetary Review Report
Annual Budget Review Report

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ANALYSIS OF FUTURES & OPTIONS MARKET

Nifty (6048.25)

JANUARY FUTURE

Price: 6072.25 (-0.52%)

Premium: 24.00

Open Int: 19900150 (+1%)

FEBRUARY FUTURE

Price: 6098.75 (-0.53%)

Premium: 50.50

Open Int: 861300 (+6%)

NIFTY DAILY CHART



Trading Calls

◆ **Short Godrej Industries Future**

Sell Jan Future @ Rs 197/- Target: Rs 180/-
SL: Rs 207/- Lot Size: 1000

◆ **Long Sterlite Industries Put option**

Buy Jan 180 Put option @ Rs 4/- Target: Rs 8/-
Lot Size: 2000

HIGHLIGHTS

- ⇒ Nifty continued to slide and made a low of 6022 before bouncing back a little to close lower by 0.52%. If the event of the support at 6020 being taken out, Nifty would head towards very strong support of 5930. On the upside, resistance is at 6080 followed by 6120
- ⇒ Nifty Call options of strike 6100 added 39065 lots to open interest while Put options of strike 5900 had a build up of 15999 lots
- ⇒ Nifty Put Call ratio stands at 1.24 with the total open interest in Call options at 998,849 lots and that in Put options at 1,242,807 lots
- ⇒ Reliance Power, Bharti Airtel, TCS, Sun Pharma and Reliance Industries appear strong while Chambal Fertilizers, ACC, Bank of Baroda, Aditya Birla Nuvo and Sterlite Industries appear weak
- ⇒ Volatility Index rose by 1.78% from 17.88 to 18.20

NIFTY PIVOT POINTS

S2	S1	PIVOT	R1	R2
5968	6008	6062	6102	6156

OPTION STRATEGY

Scrip/Index: **STERLITE INDUSTRIES**

Strategy: Long Put option

Current Price of Underlying: Rs 184.05 Lot Size: 2000

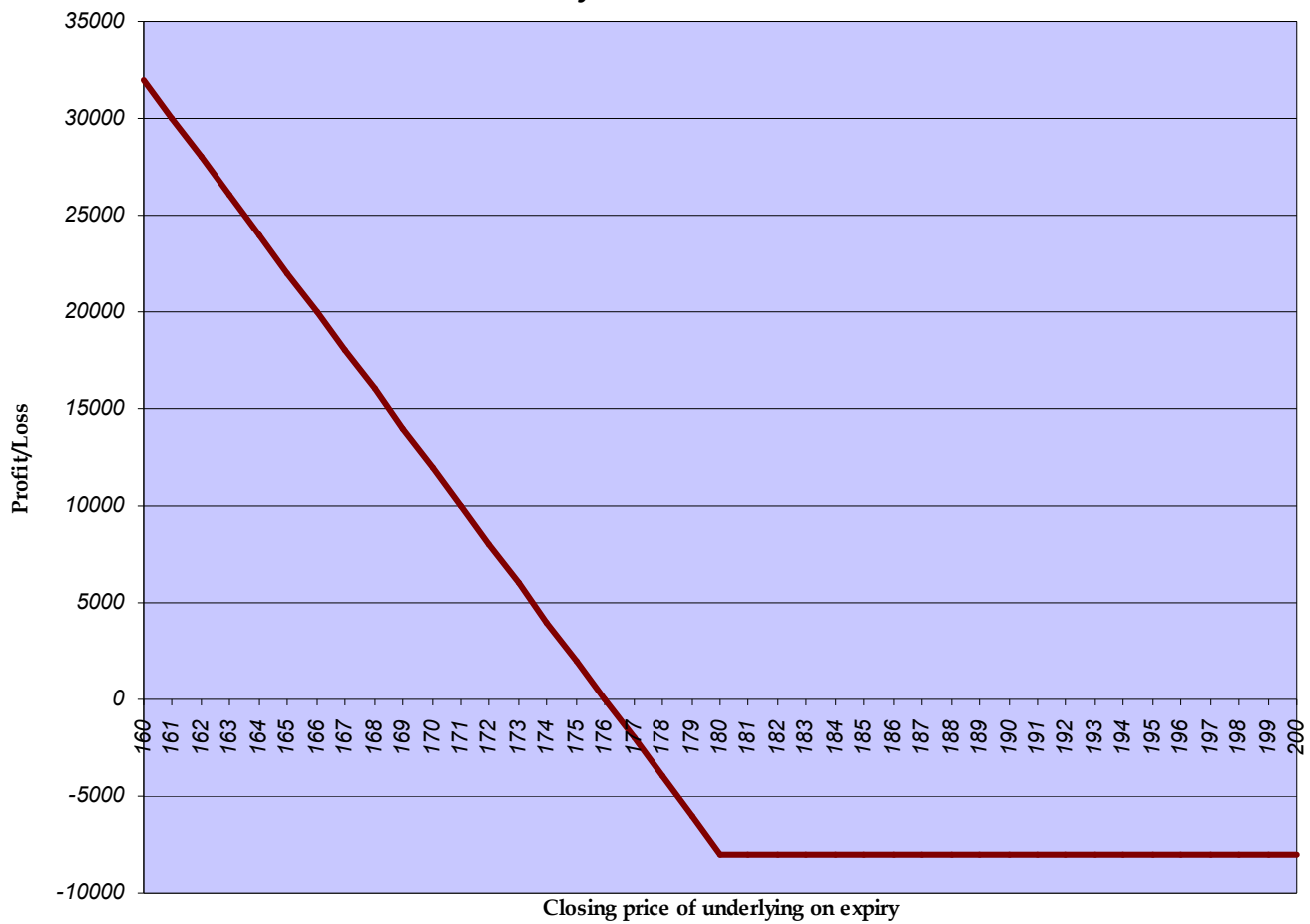
Buy Jan 180 Put option @ Rs 4/-

Profitable when closing price is below Rs 176/- on expiry

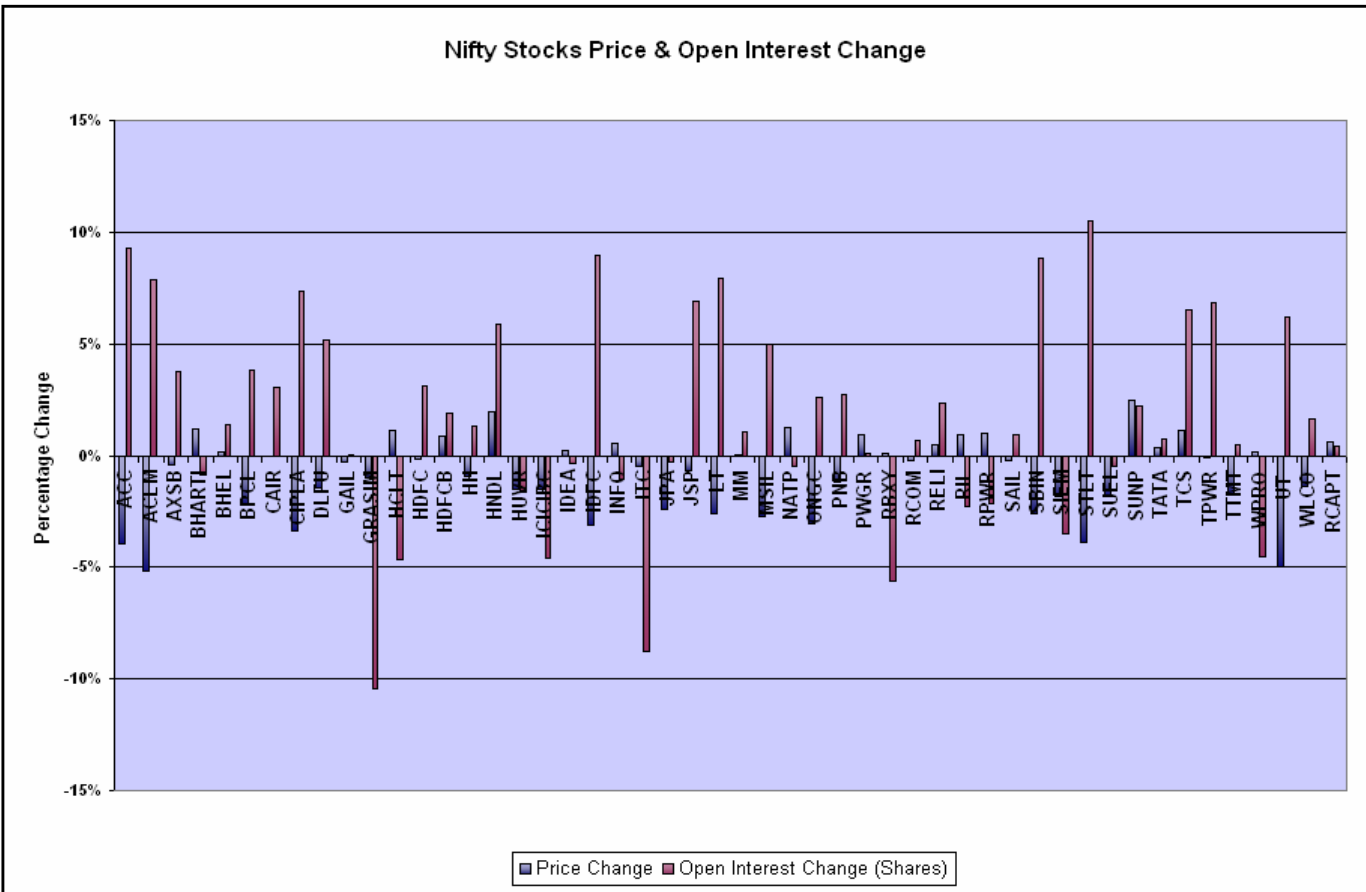
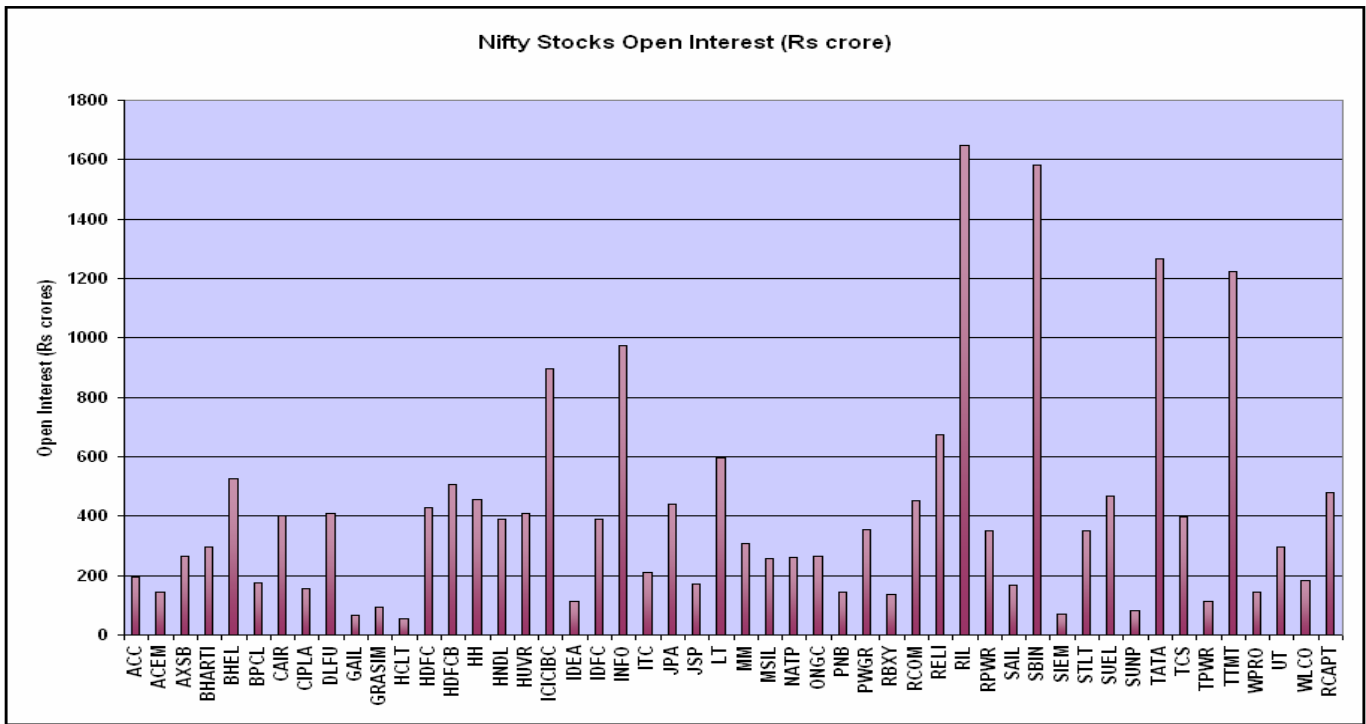
Maximum Potential Profit: Unlimited Maximum Possible Loss: Rs 8,000/-

Time to Expiry: 21 days

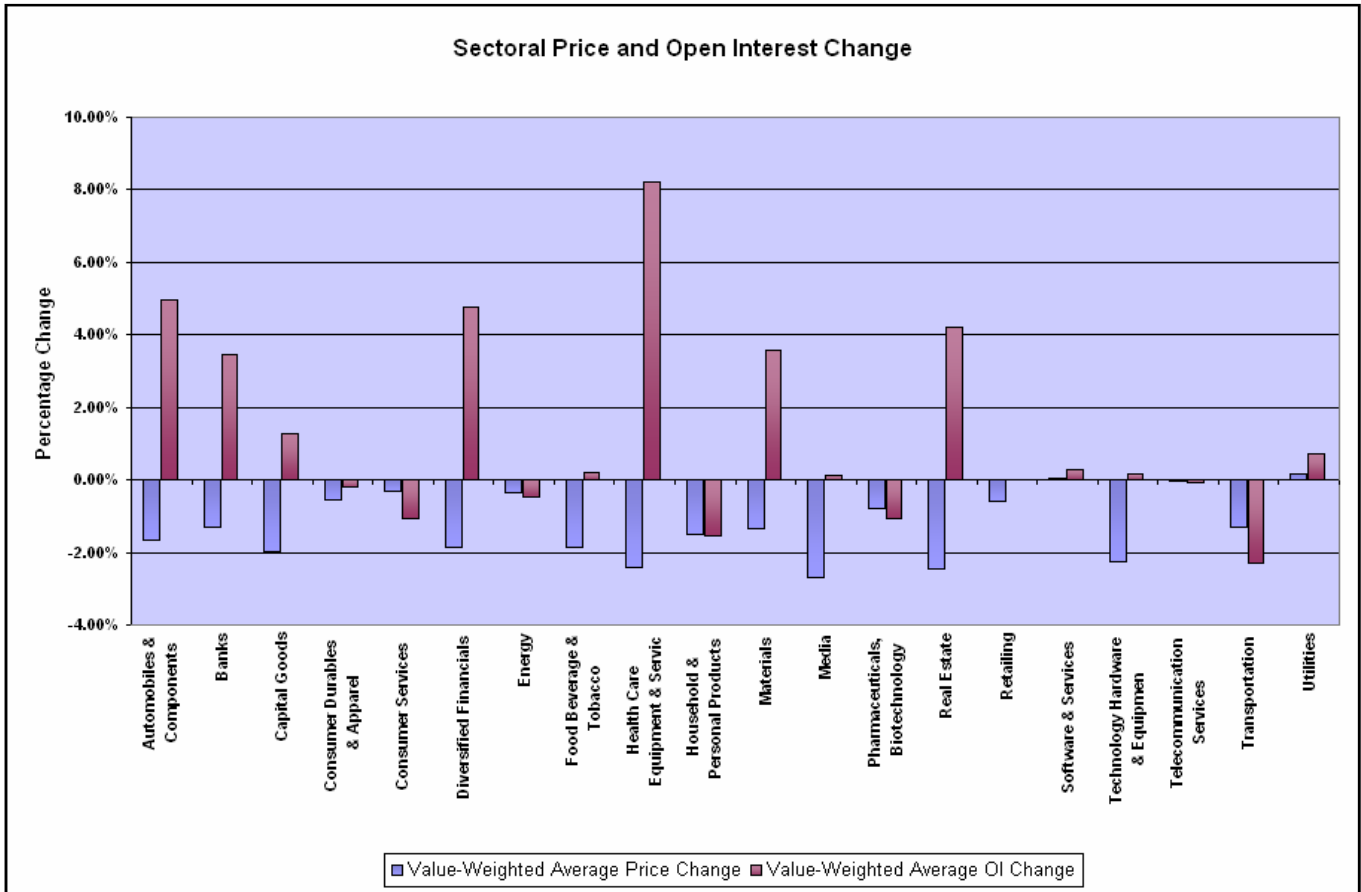
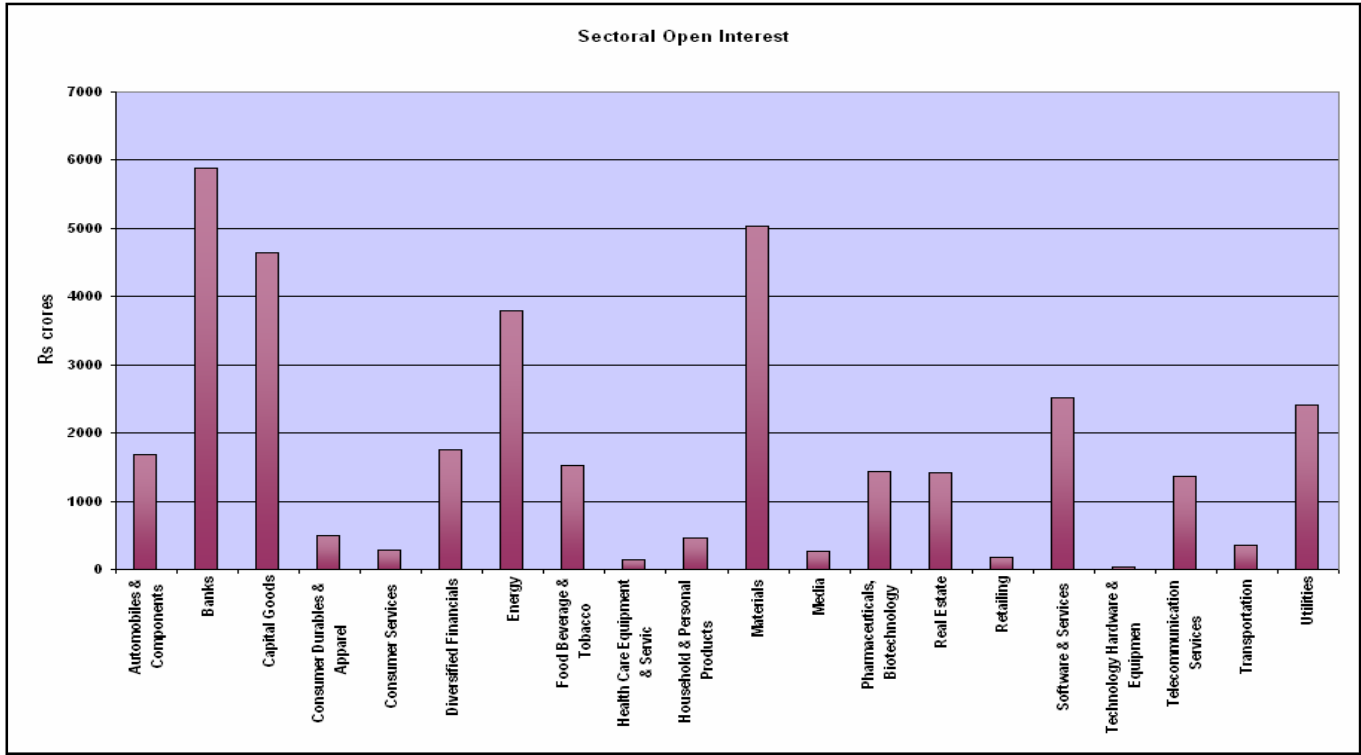
Pay-off Chart



STOCK FUTURES - NIFTY STOCKS



STOCK FUTURES - SECTORAL ANALYSIS



TOP PRICE GAINERS (STOCKS)

Scrip	Lot Size	Spot price	% Change
Jain Irrigation	1250	231.60	3.37
Karnataka Bank	2000	163.90	2.60
Sun Pharma	625	500	2.45
Indian Hotels	2000	101.05	2.43
Ispat Industries	10000	24.10	2.34

TOP PRICE LOSERS (STOCKS)

Scrip	Lot Size	Spot Price	% Change
Chambal Fertilizers	4000	79.50	(8.41)
Nagarjuna Fertilizers	8000	31.10	(7.16)
BGR Energy	250	669.70	(5.91)
Escorts	1000	168.15	(5.85)
Ultratech Cement	250	1010.85	(5.75)

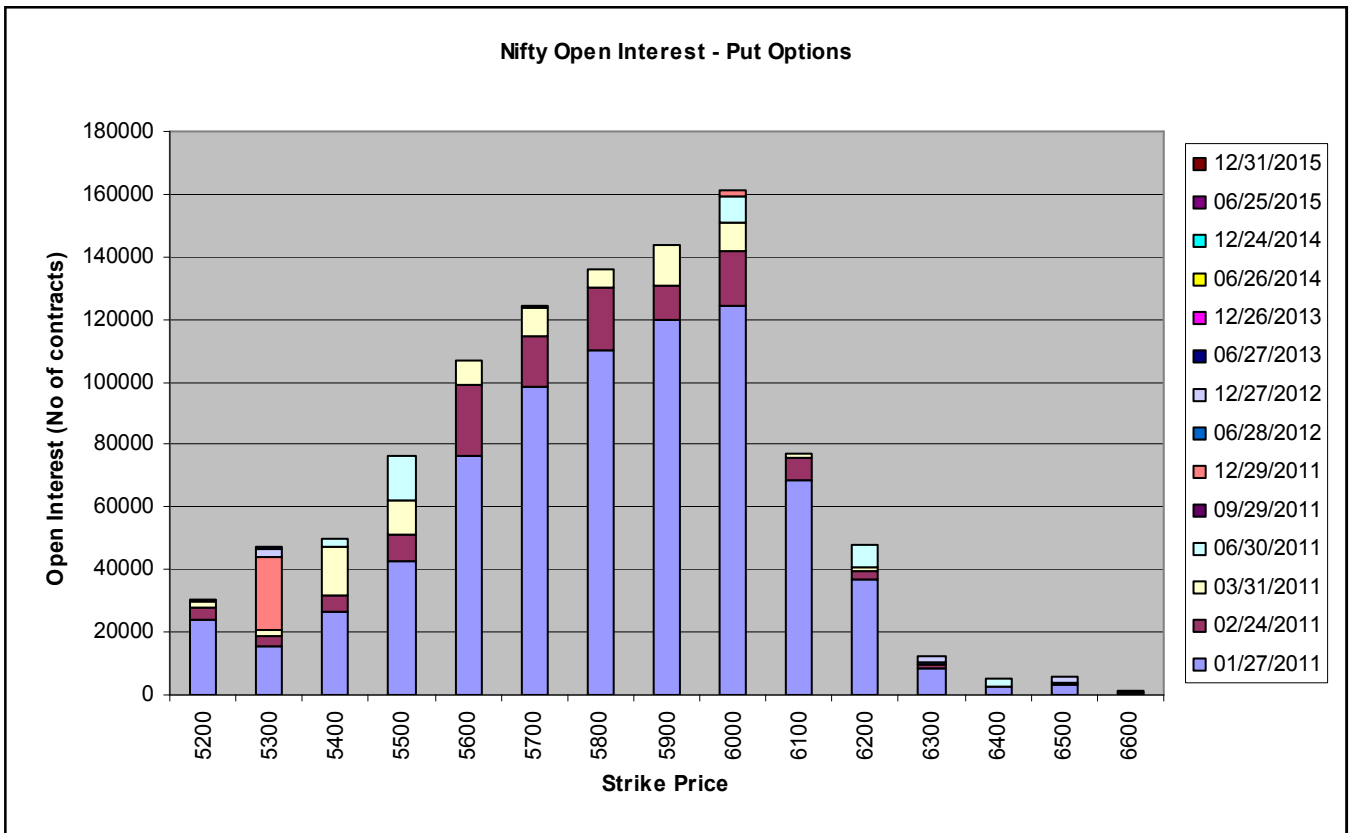
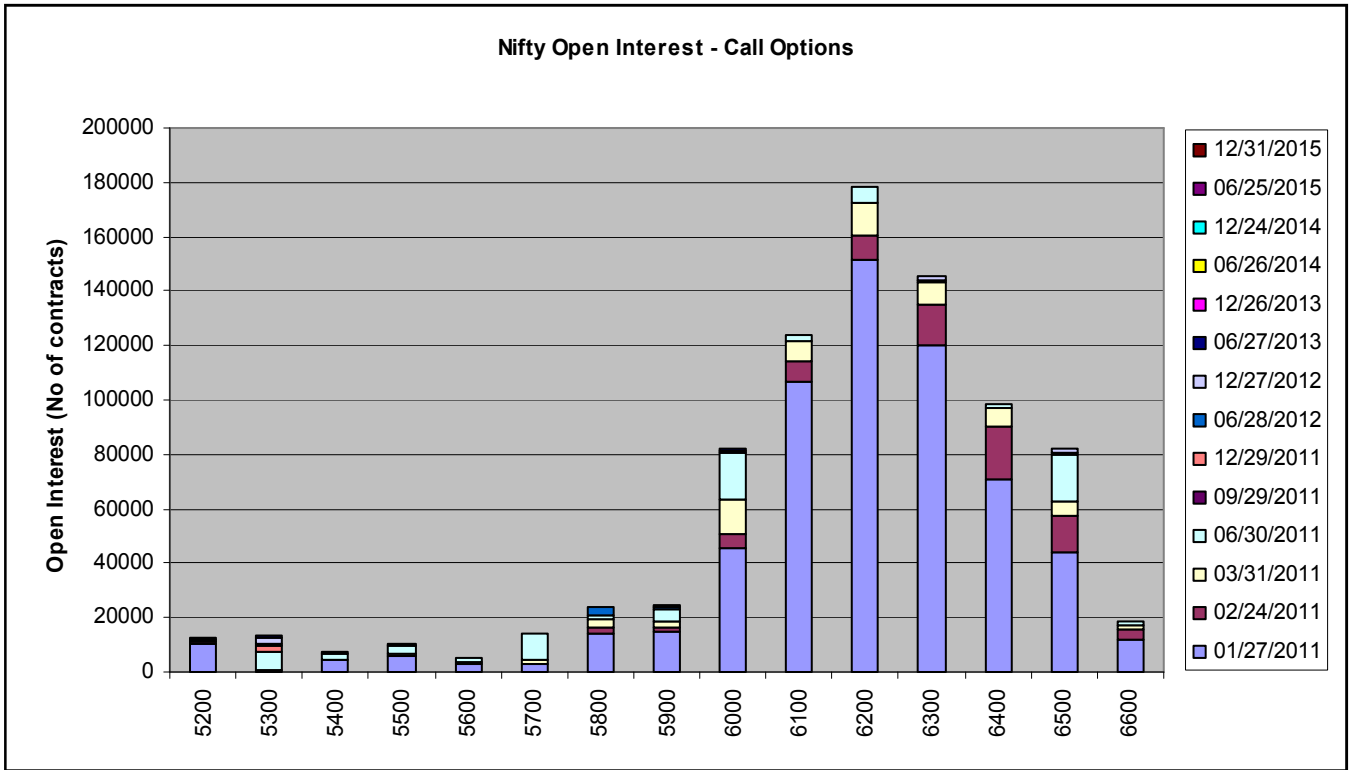
SIGNIFICANT OPEN INTEREST ADDITIONS (STOCKS)

Contract	Price	% Change	Volume Spot	% Change	Open Interest	Absolute Change	% Change
BGR Energy	669.70	(5.91)	413382	320.10	573750	92750	19.28
Bajaj Auto	1327.85	(3.39)	2462539	62.16	2453750	381250	18.40
Opto Circuits	244.80	(2.78)	680937	17.25	1770000	269000	17.92
TVS Motors	66.00	(5.17)	6110180	273.88	830000	1220000	17.09
REC Ltd	265.80	(3.71)	5464812	3.95	8414000	1153000	15.88
Syndicate Bank	115.95	(2.93)	2557436	63.08	5130000	684000	15.38

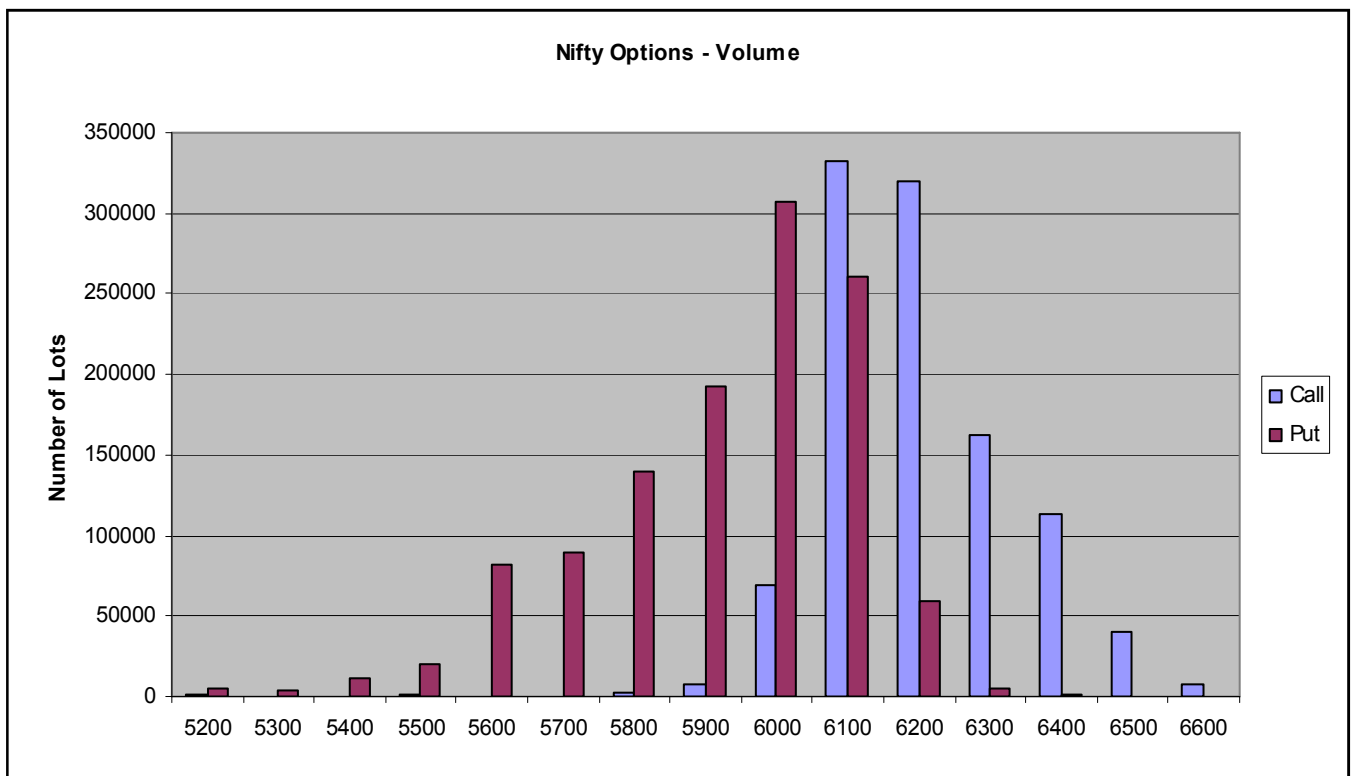
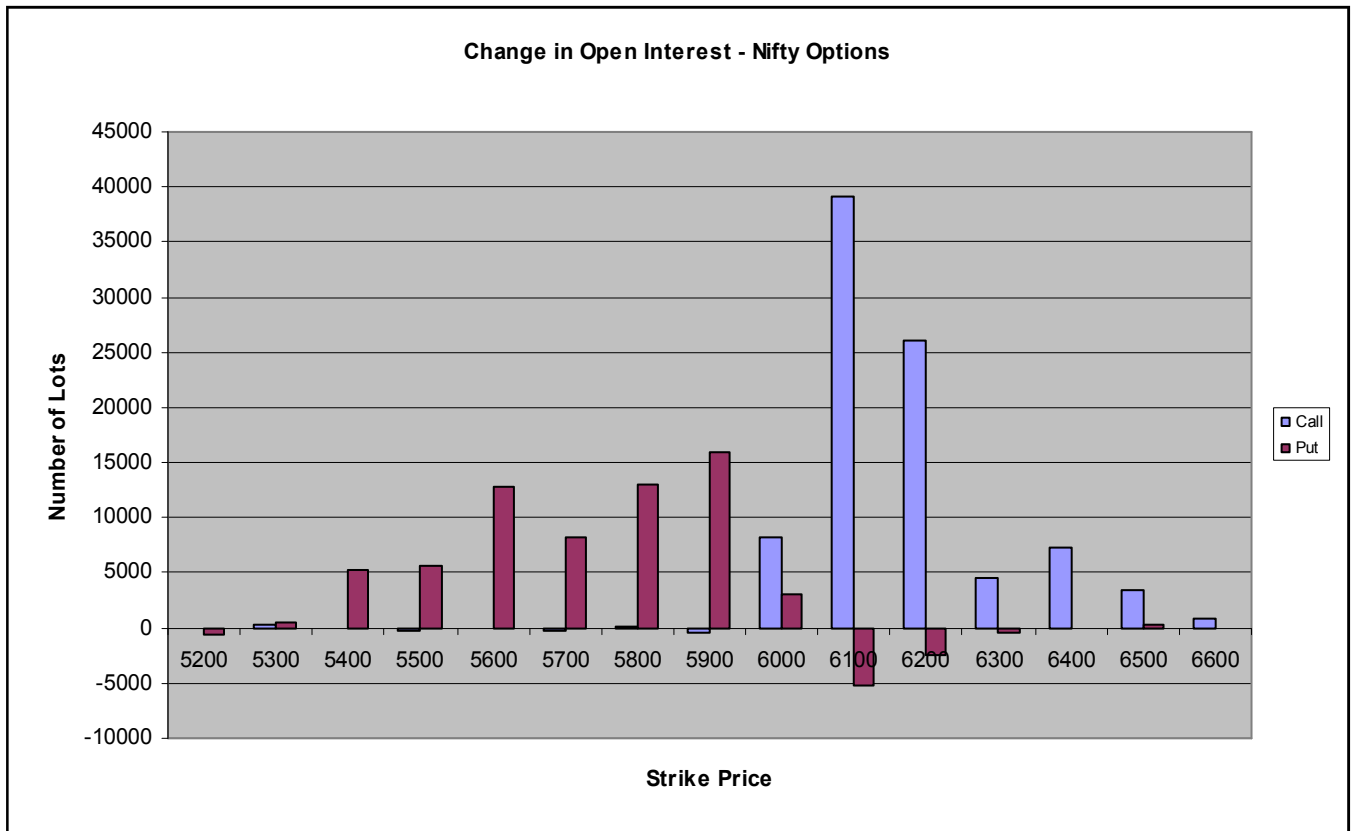
SIGNIFICANT OPEN INTEREST REDUCTIONS (STOCKS)

Contract	Price	% Change	Volume Spot	% Change	Open Interest	Absolute Change	% Change
Havells India	391.05	0.50	113919	41.39	54000	(219500)	(80.26)
Ashok Leyland	65.15	(0.53)	7774806	40.91	14820000	(2400000)	(13.94)
Mundra Port	154.95	(1.68)	1874274	(42.41)	3744000	(440000)	(13.26)
Grasim Industries	2380.85	(1.02)	172829	88.26	390625	(45375)	(10.41)
ITC Ltd	178.90	(0.50)	5937832	(30.36)	11864000	(1144000)	(8.79)

OPTIONS OPEN INTEREST CONCENTRATION



OPTIONS ANALYSIS



MOST ACTIVE FUTURE CONTRACTS

Name	Expiry Date	Number of Contracts	Price	Open Interest	Value of Underlying
NIFTY FUTURE	27 JAN 11	342008	6070.00	21328950	6048.25
SBIN FUTURE	27 JAN 11	40352	2639.05	6045125	2615.70
TATA MOTORS FUTURE	27 JAN 11	27064	1261.00	10187750	1263.50
RELIANCE FUTURE	27 JAN 11	27107	1087.85	15508750	1084.75
HINDALCO FUTURE	27 JAN 11	14008	251.40	15246000	250.30
TATA STEEL FUTURE	27 JAN 11	16864	686.45	18656000	682.50

MOST ACTIVE NIFTY OPTION CONTRACTS

Contract	Price (Premium)	Volume (No. of Lots)	Open Interest	Delta	Gamma	Theta	Vega
JAN CE 6200	40.20	308318	7746450				
JAN PE 6000	67.00	295999	6948000				
JAN PE 6100	109.00	255495	3712350				
JAN PE 5900	39.00	181446	6040250				
JAN CE 6300	17.80	151962	6060550				
JAN PE 5800	22.90	122314	5553850				

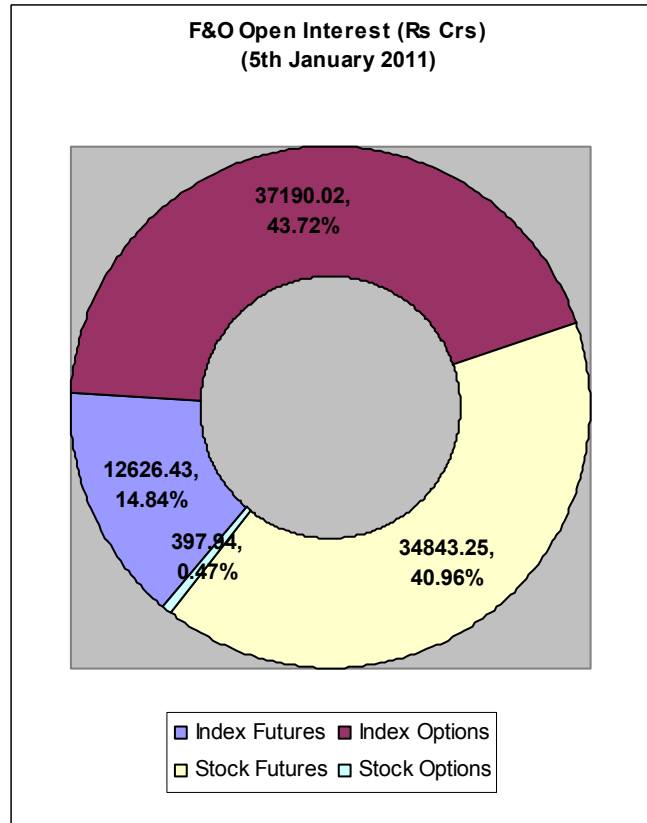
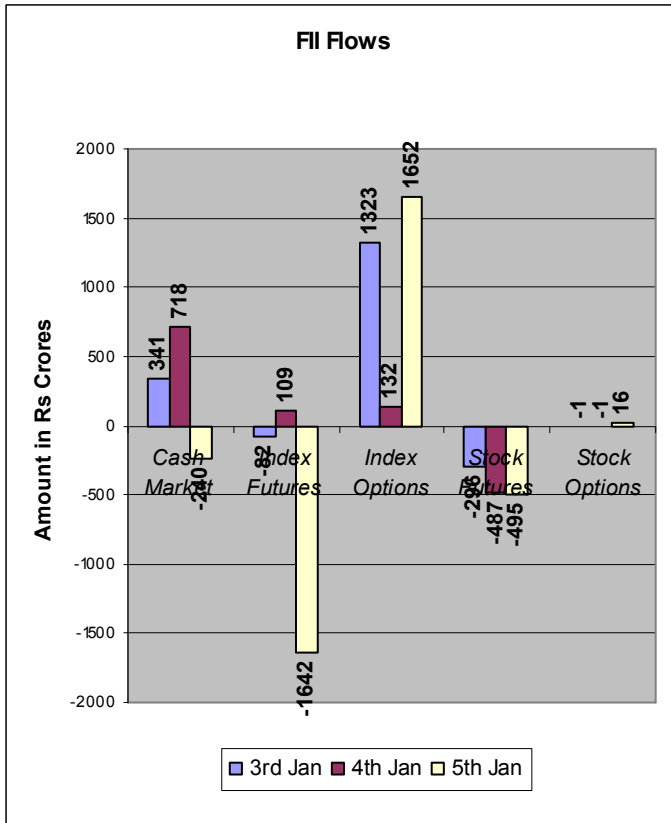
MOST ACTIVE STOCK CALLS (VALUE)

Name & Month	Strike	No. of contracts	Price
Reliance Jan	1100	4017	19.50
SBIN Jan	2800	3131	32.00
SBIN Jan	2700	2958	60.35
Tata Motors Jan	1300	2906	24.20
Reliance Jan	1080	3135	28.80

MOST ACTIVE STOCK PUTS (VALUE)

Name & Month	Strike	No. of contracts	Price
SBIN Jan	2600	1206	69.00
Tata Motors Jan	1250	1090	35.10
Reliance Jan	1060	1012	12.50
Tata Motors Jan	1200	861	17.90
Reliance Jan	1080	895	20.45

FII ACTIVITY



* Source: www.nseindia.com (FII trades done on Exchanges)

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