

### Indices' Snapshot

	Previous week	This week	Change	%Chg
Nifty	4049.00	4092.25	43.25	1.07
Sensex	13469.85	13635.40	165.55	1.23
Bank Nifty	5240.70	5389.15	148.45	2.83
NiftyMidcap50	1985.85	1944.30	-41.55	-2.09
CNX IT	3839.50	3571.60	-267.9	-6.98
Junior	6446.75	6395.35	-51.4	-0.80

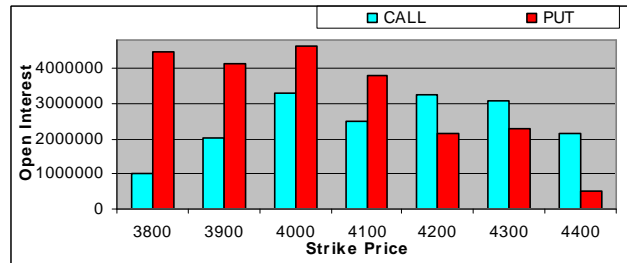
### Futures LTP (July)

Nifty	4030.10	4054	23.9	0.59
Bank Nifty	5210	5340	130	2.50
NiftyMidcap50	1985	1915	-70	-3.53
CNX IT	3825.25	3561	-264.25	-6.91
Junior	6452.95	6325.10	-127.85	-1.98

### Cost of Carry (% annualized)

Nifty	-13.15	-17.11	-3.96
Bank Nifty	-14.11	-18.96	-4.85
NiftyMidcap50	0.87	-34.04	-34.91
CNX IT	-7.37	-8.18	-0.81
Junior	4.07	-20.49	-24.56

### Nifty Options OI Distribution



	Last Week	This Week	Change	% Change
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### Nifty Put Call Ratio (OI)

Call OI	28007400	30849200	2841800	10.15
Put OI	33980200	38300850	4320650	12.72
PCR	1.21	1.24	0.03	2.33

### Open Interest (No. of Shares)

Nifty	40328200	37333800	-2994400	-7.43
Bank Nifty	191675	234650	42975	22.42
NiftyMidcap50	1125	1425	300	26.67
CNXIT	50600	59300	8700	17.19
Junior	1350	1550	200	14.81

### FII's Weekly Derivative Statistics 17.07.08

	Buy		Sell		Open Interest as on 17.07.08		Open Interest as on 10.07.08		Change in FIIs Open Interest (W-o-W)	
	No. of Contr.	Amt in Crs.	No. of Contr.	Amt in Crs.	No. of Contr.	Amt in Crs.	No. of Contr.	Amt in Crs.	No. of Contr.	Amt in Crs.
Index Futures	513706	10185.8	481356	9477.9	849941	16651.5	915691	18958.92	-65750	-2307.42
Index Options	125077	2488.35	160353	3186.5	1009939	19813.23	904589	18701.25	105350	1111.98
Stock Futures	138796	2272.77	178216	3057.08	985007	16436.8	968253	17254.33	16754	-817.53
Stock Options	6206	117.92	4663	101.58	48824	885.2	40284	776.71	8540	108.49
<b>TOTAL</b>	<b>783785</b>	<b>15064.84</b>	<b>824588</b>	<b>15823.06</b>	<b>2893711</b>	<b>53786.73</b>	<b>2828817</b>	<b>55691.21</b>	<b>64894</b>	<b>-1904.48</b>

Source: NSE

### Market Activity

This week too Nifty opened Positive; and later on it made a new low on Wednesday. But thereafter it took support at lower levels and recovered most of its losses in the later part of the week to finally give a close at 4092.25 with a gain of 43.25 points (1.07%) from its previous weeks close. Major Gainers for the week were Patel Engg, BPCL, PNB, ONGC and IOC. Losers were Ranbaxy, CMC, Moserbaer, Financial Tech and Tata Chem.

FIIs remained net Buyer in Index futures to the tune of 32350 contracts and have shed 65750 contracts in OI. They remained net Sellers in Index options to the tune of 35276 contracts and the OI has increased by 105350 contracts. In stock futures too they were net Sellers to the tune of 39420 contracts and have added 16754 contracts in OI.

### Market Outlook:

The June futures cost of carry for the Nifty stood at 17.11 % Negative against a Negative at 13.15 % for the last week. Nifty June Futures traded at a Discount of 20 - 25 Points. The IV of Nifty this week increased sharply from 37 - 38 % to 44 - 46 %. And on a week on week basis Nifty has shed 29.9 lac shares (7.4%) in Open Interest. This is short covering. The Put Call Ratio of Nifty increased from 1.21 to 1.24. Now the nifty has strong support at 3800 and the immediate support appears to be at 4000 On the upside it has resistance at 4200 levels on an end of day basis.

Contd...

## Open Interest (OI) Analysis:

Short OI Build up was witnessed in Bajaj Hind (57%), Moserbaer (22%), MPhasis (48%), Ranbaxy (22%), Sesa Goa (22%), Tata Chem (17%) and Unitech (17%). Hence we would advise clients to avoid going long on these stocks.

Long open interest was built in Polaris (29%). Hence we expect the stock to out perform the market in the coming days.

## Put Call Ratio Analysis:

- The Put Call Ratio of Nifty increased from 1.21 to 1.24.
- On w-o-w basis Nifty Call options added 28.41 Lakh shares (10.15%) and Put options added 43.2 Lakh shares (12.72%) in OI.

## Cost of Carry (CoC):

**Turned Positive:** Ashok Leyland, BHEL. Bongaingaon Ref, Cairn, Dr Reddy, Hindalco, IDBI, ITC, MnM, Tata Steel and TTML.

**Turned Negative:** KTK Bank, Reliance and Triveni.

## Derivative Strategy Recommendations

Date	Scrp	View	Strategy	Action	Maximum Profit	Maximum Risk	Current Price	Profit/Loss (Rs.)	Remarks
02.07.08	Nifty	Bearish	Buy Put Option	Buy July 3800 PE @ 152	-	Rs.7600	July 3800 PE @ 63	(Rs.4450)	Hold
02.07.08	RPL	Bearish	Bear Put Spread	Buy July 160 PA @ 10.5 Sell July 150 PA @ 6.75	Rs.10468.75	Rs.6281.25	July 160 PA @ 10.35 July 150 PA @ 5.7	Rs.1507.50	Hold
08.07.08	Reliance	Bearish	Buy Put Option	Buy July 1950 PA @ 110	-	Rs.8250	July 1950 PA @ 29	(Rs.6075)	Hold
14.07.08	Infosys	Bearish	Sell Call Option	Sell July 1710 CA @ 32	Rs.6400	Breakeven @ 1742	-	Rs.4640	Booked Profit @ 8.8
16.07.08	Cairn	Bearish	Sell Call Option	Sell July 230 CA @ 9.75	Rs.12187.5	Breakeven @ 239.75	-	Rs.7500	Booked Profit @ 3.75

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