



daring derivatives



January 16, 2008

Derivatives Summary

- Nifty (January) futures turned into a discount of 2.85 points from a premium of 17.95 points and around 27.13 lakh shares were added in open interest.
- Total open interest in the market was Rs129,705 crore and Rs559 crore were added in open interest.
- Nifty call option added 6.33 lakh shares, while put option added 3.35 lakh shares in open interest.
- United Phosphorous (81%), Rajesh Exports (38%), Bharti Airtel (15%) and Mahindra & Mahindra (9%) were the top open interest gainers in the market.
- Educomp (-23%), Welspun Gujarat (-16%), Renuka Sugars (-13%), Bank of India (-9%) and Karnataka Bank (-9%) were the top open interest losers in the market.
- Adlabs Film, Bindal agro, Essar Oil, GMR Infrastructure, IFCI, Ispat Industries, IVR Prime, JP Hydro, Nagarjuna fertiliser, Parsvnath, Rajesh Exports, RPL and SRF have crossed 95% of their market-wide position limits and are currently in the ban period of the F&O segment.

Market View

Market opened on a positive note and plunged into the negative territory very soon. It continued to witness stiff selling pressure across the counters all through the day and finally closed with a loss of 132 points at 6,074. Volumes in Nifty futures were significantly higher as compared with average trading volumes with huge volatility. Nifty futures added around 27.13 lakh shares in open interest with a decrease in the cost-of-carry indicating creation of fresh shorts in the market. On the option front, implied volatility increased by about 2-3% indicating market may remain volatile.

NIFTY SNAPSHOT			
	Current	Previous	% Change
Nifty (Dec)	6071.4	6224.75	-2.46%
Nifty CoC	-1.07%	6.21%	-117.24%
OI	41794450	39081100	6.94%
Vol	33506900	21573600	55.31%
PCR(OI)	1.25	1.29	-3.10%
PCR (VOL)	1.26	1.22	3.28%

MOST ACTIVE INDEX CALL OPTION				
Strike	Curr. IV	Pre. IV	Curr. OI	OI Chg%
6200 C	31.16%	28.93%	2242800	14.15%
6300 C	29.83%	27.39%	1869150	2.13%
6400 C	28.70%	26.02%	2089000	6.71%
6100 C	33.00%	30.77%	1272800	7.90%
6500 C	28.00%	25.13%	719200	-1.49%

MOST ACTIVE INDEX PUT OPTION				
Strike	Curr. IV	Pre. IV	Curr. OI	OI Chg%
6000 P	34.40%	33.07%	2743800	4.59%
6100 P	32.75%	31.20%	2132500	0.32%
6200 P	30.22%	29.40%	1492050	-6.86%
5900 P	35.52%	34.67%	2155950	0.92%
5800 P	35.53%	35.78%	1320850	-2.46%

MOST ACTIVE STOCK FUTURES				
Strike	Curr. CoC	Pre. CoC	Curr. OI	OI Chg%
RELIANCE	7.35%	10.13%	15671325	-0.95%
NTPC	14.57%	19.23%	60341125	2.78%
RCOM	9.23%	19.61%	39972450	-2.46%
ICICIBANK	13.33%	16.37%	8354850	1.55%
SBIN	-1.51%	4.62%	7060250	-2.54%

FII'S FUTURE & OPTIONS ACTIVITY (IN CRS) 14 JAN			
	Buy	Sell	Difference
INDEX FUTURES	1360.84	1727.38	-366.54
INDEX OPTIONS	282.89	229.21	53.68
STOCK FUTURES	526.39	1338.23	-811.84
STOCK OPTIONS	25.49	3.98	21.51
TOTAL	2195.61	3298.80	-1103.19

MOST ACTIVE STOCK CALL OPTIONS				
Strike	Curr. IV (%)	Pre. IV (%)	Curr. OI (%)	OI Chg %
RELIANCE 3200 C	36.37%	38.94%	321075	11.34%
NTPC 280 C	46.56%	56.53%	3082625	140.13%
ICICIBANK 1410 C	42.27%	45.84%	225400	27.15%
INFOSYSTCH 1620 C	53.81%	56.14%	238200	19.28%
RCOM 800 C	52.59%	51.28%	773850	6.30%

MOST ACTIVE STOCK PUT OPTIONS				
Strike	Curr. IV (%)	Pre. IV (%)	Curr. OI (%)	OI Chg %
RELIANCE 3000 P	32.71%	35.58%	160050	8.05%
NTPC 280 P	40.03%	48.87%	178750	144.44%
INFOSYSTCH 1500 P	45.69%	45.87%	29700	50.76%
ICICIBANK 1350 P	34.99%	39.06%	14350	-21.15%
POWERGRID 140 P	48.87%	48.42%	598675	19.62%

Recommendation Tracker

Date	Scripts	Buy/sell	Initiation Range	Stop loss	Target	Time frame	Remark
15-Jan-08	WWIL	Buy	85	81	92-95	1-2 Days	Open @ 86
11-Jan-08	Rcom	Buy	810	798	830-840	1-2 Days	SL Triggered
10-Jan-08	Nifty	Sell	6280	6305	6210-6180	1-2 Days	Tgts Achieved
10-Jan-08	Century Text	Buy	1203-1204	1190	1240-1255	1-2 Days	SL Triggered
9-Jan-08	NTPC	Buy	270-270	265	280-280	Intraday	Tgts Achieved
7-Jan-08	Rel Capital	Sell	2778-2780	2800	2740-2720	Intraday	Closed @ 2756
7-Jan-08	Airdeccan	Buy	284	279	295-300	1-2 Days	Tgts Achieved

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