



# daring derivatives



February 09, 2010

## Derivatives Summary

- Nifty (February) future has turned into a premium of 4.50 points from a discount of 7.90 points and 4.20 lakh shares were added in open interest.
- Total open interest in the market was Rs111,016 crore and Rs2,120 crore were added in open interest.
- Nifty call option added 13.50 lakh shares in open interest, whereas put option added 7.80 shares in open interest.
- Sun TV (30%), Chambal Fertilizers and Chemicals (29%), Relta India (25%), Tata Power (25%), and Hindalco Industries (18%) were the top open interest gainers in the market.
- Opto Circuits (-24%), ONGC (-7%), Hotel Leelaventure (-6%), and Hindustan Unilever (-6%) were the top open interest losers in the market.

## Market View

### Tussle between bulls and bears

Taking mixed cues from overseas markets, Nifty, started the day on a flat note. Soon after the opening bell, the market witnessed some follow-up buying but riding and sustaining above 4750 was bit difficult, where bears took charge over the bulls, resulting in a free-fall on the back of selling in Reliance pack and realty stocks along metal stocks. However, higher gross domestic product (GDP) forecast acted as a gyrating point for the market. Aggressive buying in banking and capital goods acted as a thruster which forced the market to make higher tops and higher bottoms. After a swing of over 130 points, Nifty, finally settled the volatile session with a marginal gain of 3 points at 4760. Volumes In Nifty futures were in line with average trading volumes. Around 4.20 lakh shares were added in open interest with an increase in the cost of carry, indicating that fresh long position are building up at the lower levels. On the option front, implied volatility has increased marginally, indicating uncertainty will continue to persist in the market.

NIFTY SNAPSHOT			
	Current	Previous	% Change
Nifty (Curr. MTH)	4749.35	4749.35	0.00%
Nifty CoC	-3.57%	-3.19%	-11.76%
OI	33505600	33082850	1.28%
Vol	38148150	4355700	775.82%
PCR(OI)	1.02	1.03	-0.97%
PCR ( VOL)	1.04	1.03	0.97%

MOST ACTIVE INDEX CALL OPTION				
Strike	Curr. IV	Pre. IV	Curr. OI	OI Chg%
4800 C	28.33%	25.65%	3450700	-0.43%
4900 C	27.32%	25.12%	5386300	2.47%
4700 C	29.48%	26.25%	2190650	2.40%
5000 C	26.97%	24.89%	5932950	2.99%
5100 C	26.69%	25.01%	4246050	1.11%

MOST ACTIVE INDEX PUT OPTION				
Strike	Curr. IV	Pre. IV	Curr. OI	OI Chg%
4700 P	26.31%	27.17%	5383250	7.24%
4600 P	28.15%	28.31%	4943750	7.04%
4500 P	29.90%	29.38%	3932150	-9.86%
4500 P	29.90%	29.38%	3932150	-9.86%
4800 P	24.62%	26.54%	5001800	-5.51%

MOST ACTIVE STOCK FUTURES				
Strike	Curr. CoC	Pre. CoC	Curr. OI	OI Chg%
TATASTEEL	-24.58%	-22.00%	21104736	5.25%
RELIANCE	-3.67%	-3.29%	11416800	-0.79%
SBIN	3.26%	2.91%	4370388	-2.87%
ICICIBANK	-2.55%	-2.28%	10835650	3.13%
JSWSTEEL	-1.20%	-1.07%	2975876	11.35%

FII'S FUTURE & OPTIONS ACTIVITY (IN CRS) 06 FEB			
	Buy	Sell	Difference
INDEX FUTURES	86.45	74.40	12.05
INDEX OPTIONS	21.61	73.69	-52.08
STOCK FUTURES	31.56	23.30	8.26
STOCK OPTIONS	0.11	0.41	-0.30
<b>TOTAL</b>	<b>139.73</b>	<b>171.80</b>	<b>-32.07</b>

MOST ACTIVE STOCK CALL OPTIONS				
Strike	Curr. IV (%)	Pre. IV (%)	Curr. OI (%)	OI Chg %
TATASTEEL 560 C	36.43%	46.98%	669264	67.18%
RELIANCE 1020 C	37.90%	35.67%	459300	3.94%
IFCI 55 C	60.66%	56.25%	12671040	3.54%
UNITECH 75 C	66.03%	60.82%	4558500	4.33%
SUZLON 75 C	70.32%	56.09%	2313000	-0.90%

MOST ACTIVE STOCK PUT OPTIONS				
Strike	Curr. IV (%)	Pre. IV (%)	Curr. OI (%)	OI Chg %
RELIANCE 990 P	33.53%	36.12%	371400	7.84%
TATASTEEL 540 P	71.92%	49.39%	193292	6.75%
HINDALCO 140 P	73.58%	47.17%	432714	-11.51%
IFCI 50 P	53.36%	54.85%	2742240	3.57%
ICICIBANK 800 P	34.88%	38.38%	821450	1.65%

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