



DERIVATIVES

Market Statistics

Product	No. of Contracts	Turnover (Rs.cr)
Index Futures	4,93,111	13,372.82
Vol Futures	0	0
Stock Futures	8,30,653	23,348.57
Index Options	56,59,866	1,29,583.92
Stock Options	4,45,229	12,446.36
F&O Total	74,28,859	1,78,751.66

FII Derivatives Statistics

	OI at end of the day			Inflow / Outflow
	Buy	Sell	Contract Amount	
Index futures	1211.23	598.28	676902 16174.31	612.96
Index options	11280.43	10646.94	2661341 70881.25	633.50
Stock futures	2152.69	2578.98	1836342 51208.07	-426.30
Stock options	1731.56	1735.84	113462 3163.77	-4.28
	Net Inflow/Outflow (Cr)			815.88

Securities in Ban Period

AMTEKAUTO & IBREALEST

Nifty Future/Option Trading Guide

NIFTY	Short term	Medium term
Support	8440	8330
Resistance	8650	8800

Nifty View for the Day

Now it has to cross and hold above 8550 zones to witness up move towards 8600-8635 zones while if it fails to hold 8520 then profit booking may drag the index towards 8480 levels.

1st Quarterly result

ADANIEN, APOLLOHOSP, APOLLOTYRE, BOSCHLTD,
GODREJIND, HINDPETRO, IFCI, NMDC, RPOWER, SBIN,
SUNPHARMA & TATASTEEL

Activity Tracking

Stocks (Long Position)	Remarks
IGL, Ibulhsgfin, Divislab	
Suntv, GodrejInd, Wockpharma	Suggesting strength in these counter
IOC, Tatacomm, Maruti	
Stocks (Short Covering)	Remarks
Glenmark, Ibrealst, Heromotoco	
Mindtree, Britannia, Petronet	Suggesting strength in these counter
Hexaware, Jindalstel, UPL	
Stocks (Short Position)	Remarks
Sksmicro, Hindzinc, CoalIndia	
Voltas, Mothersumi, KSCL	Suggesting weakness in these counter
IOB, Tvsmotor, Indiacem	
Stocks (Long Liquidation)	Remarks
Colpal, LT, M&M	
Amarajabat, Bankbaroda, Jpassociat	Suggesting weakness in these counter
Ktkbank, Abirlanuvo, Eichermot	

Activity in F&O

Nifty August Future closed negative at 8544.30 levels. Nifty Future OI decreased by 1.09% with a fall in price by 0.58%. It closed at a premium of 19 points as compared to premium of 30 points of previous trading session. Market witnessed selling pressure across the board except in Realty sector stocks. The market turnover increased by 39.60% in terms of number of contracts traded vis-à-vis previous trading day and in terms of rupees it also increased by 34.34%.

Indication & Outlook

Put Call Ratio based on Open Interest of Nifty fell down from 0.99 to 0.98 levels as compared to the previous trading session. Historical Volatility of Nifty fell down from 15.74 to 15.50 levels but Implied Volatility moved up from 13.61 to 13.97 levels.

Conclusion

Nifty future opened on a flattish note and moved sideways in the first half of the trade. However, in late afternoon trade it plunged over 144 points from the day's high level. Finally, it ended the day with the loss of around 70 points. Now it has to cross and hold above 8550 zones to witness up move towards 8600-8635 zones while if it fails to hold 8520 then profit booking may drag the index towards 8480 levels. Traders need to be cautious as it is turning from the upper band of the trading range with the hurdle of 8650 zones. Bank Nifty traded in line with the broader market as it failed to hold its 19000 levels and plunged down towards 18850 levels in the last hour of trade. Now, it has to hold above 18850 zones to witness an up move towards 19150-19250 zones while on the downside support exists at around 18800 then 18650 levels.

Future STT Call



UPL : Rs. 563

Execution Price Range	Stop Loss	Target
Buy Between Rs. 553 to Rs. 559	545	578

UPL is hovering near the lifetime high territory and moving after taking support which is shifting to higher levels. It has been witnessing fresh open interest addition even at higher levels which indicates that the longs are intact in the counter. Thus, it is supporting our positive in the stock. So we are recommending to buy the stock with stop loss of 545 for the upside immediate target of 578 levels.

Future STT Call



ALBK : Rs. 91.55

Execution Price Range	Stop Loss	Target
Sell Between Rs. 92 to Rs. 93	95	87.50

ALBK witnesses selling pressure at every bounce back move and is making lower top - lower bottom formation. It has failed to cross its immediate hurdle of 100 zones recently even after the recent market bounce back which indicates its bearish price behavior. One can sell the stock with stop loss of 95 for the downside target of 87.50 levels.

Graphic Snapshot

Futures				
%Price Gainers	%Price Losers	Active Futures	%Volume Gainers	% Rollovers
DIVISLAB 4.81	JPASSOCIAT -7.92	NIFTY 386,538	MINDTREE 291.68	S&P500 100
MINDTREE 4.72	JPOWER -6.79	BANKNIFTY 105,920	DIVISLAB 241.33	DJIA 83.94
JINDALSTEL 4.12	VOLTAS -3.98	TATAMOTORS 52,181	WOCKPHARMA 238.63	GRASIM 18.09
GLENMARK 4.00	UCOBANK -3.29	WOCKPHARMA 51,994	IGL 223.23	NHPC 1.22
WOCKPHARMA 3.53	RELINFRA -3.23	SBIN 28,398	ADANIPOWER 162.78	RELCAPITAL 1.21
%OI Gainers	%OI Losers	%Premiums	%Discounts	OI % of Mkt. Limit
CASTROLIND 22.38	CEATLTD -7.06	SOUTHBANK 0.65	DLF -1.44	AMTEKAUTO 97.93
IGL 19.80	GLENMARK -7.01	UNITECH 0.63	GAIL -1.31	IBREALEST 94.69
IBULHSGFIN 16.84	IBREALEST -5.31	HDFCBANK 0.62	BATAINDIA -1.17	INDIACEM 82.53
DIVISLAB 15.67	DRREDDY -5.17	TATAMTRDVR 0.62	TITAN -0.97	HEXAWARE 79.89
SKSMICRO 13.72	COLPAL -4.95	KOTAKBANK 0.55	CROMPGREAV -0.86	JINDALSTEL 77.4
Options				
Most Active (Calls)	%Volume gainers (Calls)	Most Active (Puts)	%Volume gainers (Puts)	
NIFTY,27-AUG-15,C,8700 606615	JINDALSTEL,27-AUG-15,C,110 19,100	NIFTY,27-AUG-15,P,8500 540,995	WOCKPHARMA,27-AUG-15,P,1650 8,058	
NIFTY,27-AUG-15,C,8600 578843	DIVISLAB,27-AUG-15,C,2100 12,700	NIFTY,27-AUG-15,P,8600 461,583	UPL,27-AUG-15,P,570 5,200	
NIFTY,27-AUG-15,C,8800 557985	VOLTAS,27-AUG-15,C,310 5,600	NIFTY,27-AUG-15,P,8400 403,636	IOC,24-SEP-15,P,400 3,928	
NIFTY,27-AUG-15,C,8900 326838	POWERGRID,27-AUG-15,C,150 2,344	NIFTY,27-AUG-15,P,8300 309,992	ASHOKLEY,27-AUG-15,P,90 2,950	
NIFTY,27-AUG-15,C,9000 227543	IGL,27-AUG-15,C,550 1,771	NIFTY,27-AUG-15,P,8200 209,664	COALINDIA,27-AUG-15,P,380 2,575	
%OI Gainers (Calls)	%OI Losers (Calls)	%OI Gainers (Puts)	%OI Losers (Puts)	
WOCKPHARMA,27-AUG-15,C,1950 5,600	BRITANNIA,27-AUG-15,C,3200 -69	WOCKPHARMA,27-AUG-15,P,1700 950	IOC,24-SEP-15,P,400 -71	
DIVISLAB,27-AUG-15,C,2100 1,767	BRITANNIA,27-AUG-15,C,3300 -51	WOCKPHARMA,27-AUG-15,P,1650 797	M&M,27-AUG-15,P,1380 -62	
MINDTREE,27-AUG-15,C,1400 1,150	TATAMOTORS,27-AUG-15,C,460 -45	COALINDIA,27-AUG-15,P,380 722	M&M,27-AUG-15,P,1360 -51	
CESC,27-AUG-15,C,620 461	WOCKPHARMA,27-AUG-15,C,1500 -43	DIVISLAB,27-AUG-15,P,2000 657	M&M,27-AUG-15,P,1400 -48	
WOCKPHARMA,27-AUG-15,C,1850 461	TATAMOTORS,27-AUG-15,C,380 -40	DLF,27-AUG-15,P,130 541	VOLTAS,27-AUG-15,P,290 -34	

Derivatives Lesson: SHORT STRADDLE STRATEGY

- A short straddle is a strategy to be adopted when the investor feels the market will not show much movement. He sells a Call and a Put on the same stock / index for the same maturity and strike price. It creates a net income for the investor.
- If the stock / index do not move much in either direction, the investor retains the Premium as neither the Call nor the Put will be exercised. However, incase the stock / index moves in either direction, up or down significantly, the investor's losses can be significant. So this is a risky strategy and should be carefully adopted and only when the expected volatility in the market is limited.
- Max profit = Limited to the premium received.
- Max loss = Unlimited
- Upper Breakeven Point = Strike Price of Short Call + Net Premium Received
- Lower Breakeven Point = Strike Price of Short Put - Net Premium Received

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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