



DERIVATIVES

Market Statistics

Product	No. of Contracts	Turnover (Rs.cr)
Index Futures	14,25,036	32,963.22
Vol Futures	0	0
Stock Futures	24,35,887	60,257.36
Index Options	1,59,52,678	3,37,618.69
Stock Options	5,26,790	14,605.66
F&O Total	2,03,40,391	4,45,444.92

FII Derivatives Statistics

	OI at end of the day				Inflow / Outflow
	Buy	Sell	Contract	Amount	
Index futures	8497.39	8586.13	1184470	24927.79	-88.75
Index options	32362.10	33209.68	3611264	86163.65	-847.58
Stock futures	15292.65	15049.19	2122149	52306.41	243.46
Stock options	1942.21	1964.32	155888	3841.35	-22.11
	Net Inflow/Outflow (Cr)				-714.98

Securities in Ban Period

NIL

Nifty Future/Option Trading Guide

NIFTY	Short term	Medium term
Support	7735	7650
Resistance	7950-8000	8335

Nifty View for the Day

Weakness may persist till index doesn't cross and hold above 7940-8000 zones.

Quote for the day

"THE BEST WAY TO PREDICT THE FUTURE IS TO CREATE IT"

Activity Tracking

Stocks (Long Position)	Remarks
Adanipower, Tatamotors, Indiacem	
Ceatltd, CESC, KSCL	Suggesting strength in these counter
Centurytex, Adaniports, Crompgreav	
Stocks (Short Covering)	Remarks
Pidilite, Apollotyre, IRB	
Tatapower, Jswenergy, PTC	Suggesting strength in these counter
Jpassociat, Maruti, MRF	
Stocks (Short Position)	Remarks
Ambujacem, Mothersumi, HDFC	
Godrejind, Petronet, Amtekauto	Suggesting weakness in these counter
Britannia, Dreddy, Divislab	
Stocks (Long Liquidation)	Remarks
UBL, Ucobank, Bankbaroda	
Albk, Hexaware, Orientbank	Suggesting weakness in these counter
Exideind, Vedl, Syndibank	

Activity in F&O

Nifty August future closed negative at 7800.7 levels. Nifty Future OI increased by 9.47% with a fall in price by 1.21%. It closed at a premium of 9 points as compared to premium of 16 points of previous trading session. Market witnessed selling pressure across the board except in Power sector stocks. The market turnover decreased by 0.09% in terms of number of contracts traded vis-à-vis previous trading day and in terms of rupees it also decreased by 0.09%.

Indication & Outlook

Put Call Ratio based on Open Interest of Nifty fell down from 0.78 to 0.74 level as compared to the previous trading session. Historical Volatility of Nifty fell down from 33.04 to 32.53 levels and Implied Volatility also fell down from 25.02 to 24.18 levels.

Conclusion

Nifty future opened negative and failed to continue the relief rally of previous session. It remained highly volatile throughout the session however in the last half an hour of the day bears dragged the index below its 7800 levels and ended the day with the loss of around 110 points. The weakness may persist if the index fails to cross and hold above 7940-8000 zones while on the downside the support exist at around 7777 then 7700 zones. On the Option front, maximum Put OI is at 7800 followed by 7700 strike whereas maximum Call OI is at 8000 followed by 8400 strike. Bank Nifty opened negative in line with the weak broader market and remained highly volatile. It plunged towards 16875 levels and settled the day with the loss of around 300 points. Now it has next support near to 16650 levels while resistance at around 17250 levels.

Future STT Call



CROMPGREAV : Rs. 168 (SEPT FUTURE)

Execution Price Range	Stop Loss	Target
Buy Between Rs. 163 to Rs. 165	159	175

CROMPGREAV has taken support near the lower band of the trading range at the multiple supports of 150-152 zones and it is working well from last seventeen series. It has seen decline in open interest by more than 10% with positive price action in last two sessions which indicates that shorts are covering their position and now fresh long may drive the move on higher side. One can buy the stock on small decline with stop loss of 159 for the upside target of 175 levels.

Future STT Call



ACC : Rs. 1362 (SEPT FUTURE)

Execution Price Range	Stop Loss	Target
Sell Between Rs. 1382 to Rs. 1396	1417	1333

ACC has been continuously witnessing selling pressure from last six series. Recently, it has given a bounce back move 1350 to 1410 zone but bears are again pulling the stock to lower levels with liquidation of long position. As per its price behavior it may retest its lows of 1350-1333 levels. Thus recommending selling the stock on bounce back with the stop loss of 1417 level for the downside target of 1333 levels.

Graphic Snapshot

Futures				
%Price Gainers	%Price Losers	Active Futures	%Volume Gainers	% Rollovers
RELINFRA 7.34	BHARATFORG -5.16	NIFTY 1,210,080	JPOWER 301.55	JUBLFOOD 86.62
IBREALEST 7.02	HEXAWARE -4.74	BANKNIFTY 212,602	JPASSOCIAT 136.37	HCLTECH 77.41
GMRINFRA 6.70	AMBUJACEM -4.35	RELIANCE 88,623	PTC 133.32	BHARTIARTL 76.9
PTC 6.32	TATACHEM -4.12	TATAMOTORS 85,471	OIL 123.02	RECLTD 75.51
KSCL 5.15	TECHM -4.05	SBIN 63,304	INDIACEM 109.80	BHEL 74.97
%OI Gainers	%OI Losers	%Premiums	%Discounts	OI % of Mkt. Limit
DJIA 38.70	PIDILITIND -15.18	JPOWER 0.87	RELINFRA -3.05	CENTURYTEX 93.21
AMBUJACEM 24.88	MRF -14.26	UNITECH 0.84	IOB -2.54	JISLJALEQS 86.66
BATAINDIA 15.97	UBL -12.86	JINDALSTEL 0.74	CROMPGREAV -2.02	AMTEKAUTO 83.4
HDFC 15.75	APOLLOTYRE -12.51	JPASSOCIAT 0.57	ALBK -1.33	JPASSOCIAT 80.61
MOTHERSUMI 13.64	UCOBANK -11.88	AMBUJACEM 0.50	PETRONET -1.17	INDIACEM 78.22
Options				
Most Active (Calls)	%Volume gainers (Calls)	Most Active (Puts)	%Volume gainers (Puts)	
NIFTY,27-AUG-15,C,7900 1807748	RELIANCE,24-SEP-15,C,1040 9,067	NIFTY,27-AUG-15,P,7800 1,811,869	NIFTY,24-SEP-15,P,9100 111,000	
NIFTY,27-AUG-15,C,8000 1638885	IOC,24-SEP-15,C,440 6,700	NIFTY,27-AUG-15,P,7700 1,258,997	NIFTY,24-SEP-15,P,9300 97,850	
NIFTY,27-AUG-15,C,7800 794228	NIFTY,27-AUG-15,C,9050 6,330	NIFTY,27-AUG-15,P,7900 992,845	NIFTY,28-DEC-17,P,9600 95,700	
NIFTY,27-AUG-15,C,8100 774010	INDIACEM,27-AUG-15,C,75 4,633	NIFTY,27-AUG-15,P,7600 569,780	RELIANCE,24-SEP-15,P,1040 48,900	
NIFTY,27-AUG-15,C,8200 428468	NIFTY,29-OCT-15,C,7800 3,778	NIFTY,27-AUG-15,P,7500 297,952	CANBK,24-SEP-15,P,260 17,320	
%OI Gainers (Calls)	%OI Losers (Calls)	%OI Gainers (Puts)	%OI Losers (Puts)	
AMBUJACEM,24-SEP-15,C,2004 300	IRB,27-AUG-15,C,210 -77	CANBK,24-SEP-15,P,260 5,750	ICICIBANK,27-AUG-15,P,340 -87	
NIFTY,29-OCT-15,C,78004 300	RECLTD,27-AUG-15,C,240 -56	RELIANCE,24-SEP-15,P,1040 4,218	IFCI,27-AUG-15,P,30 -67	
HEROMOTOCO,27-AUG-15,C,24004 200	RELINFRA,27-AUG-15,C,310 -55	CANBK,24-SEP-15,P,280 3,800	NIFTY,27-AUG-15,P,9700 -67	
CANBK,24-SEP-15,C,2802 850	RELINFRA,27-AUG-15,C,300 -48	BANKNIFTY,27-AUG-15,P,16100 2,410	NIFTY,27-AUG-15,P,9300 -61	
HEROMOTOCO,27-AUG-15,C,24501 430	NIFTY,27-AUG-15,C,7100 -46	NIFTY,24-SEP-15,P,9100 2,384	BANKNIFTY,27-AUG-15,P,20000 -60	

Derivatives Lesson: LONG BUTTERFLY STRATEGY

- The butterfly spread is a neutral strategy that is a combination of a bull spread and a bear spread. It is a limited profit, limited risk options strategy. There are 3 striking prices involved in a butterfly spread and it can be constructed using calls or puts.
- Long butterfly spreads are entered when the investor thinks that the underlying stock will not rise or fall much by expiration. Using calls, the long butterfly can be constructed by buying one lower striking in-the-money call, writing two at-the-money calls and buying another higher striking out-of-the-money call. A resulting net debit is taken to enter the trade.
- Max Profit = Strike Price of Short Call - Strike Price of Lower Strike Long Call - Net Premium Paid - Commissions Paid
- Max Loss = Net Premium Paid + Commissions Paid
- Upper Breakeven Point = Strike Price of Higher Strike Long Call - Net Premium Paid
- Lower Breakeven Point = Strike Price of Lower Strike Long Call + Net Premium Paid

Rollover in Top Ten stocks on date 26/08/2015, Wednesday (August Expiry)

Symbol	Rollover for Aug Expiry on 26-Aug - 2015, Wednesday (Current Expiry)			Rollover for July Expiry on 29-July - 2015, Wednesday (Previous Expiry)			Rollover for July Expiry on 30-July - 2015, Thursday (Previous Expiry)		
	Rollover	Rollover %	Cost	Rollover	Rollover %	Cost	Rollover	Rollover %	Cost
TCS	3,118,750	70.95	0.52	2,556,375	62.31	0.49	3,329,125	79.79	0.59
RELIANCE	22,347,500	63.65	0.60	28,677,750	77.93	0.66	32,937,000	91.06	0.71
ITC	24,117,000	68.39	0.58	23,353,000	71.44	0.53	27,627,000	81.88	0.40
ONGC	17,325,000	58.40	0.38	19,337,000	62.61	0.56	27,858,000	84.54	0.72
HDFCBANK	21,144,500	66.18	0.52	26,992,750	80.50	0.73	30,135,500	90.77	0.61
COALINDIA	10,110,000	42.10	0.42	11,613,000	51.86	0.51	18,342,000	78.39	0.61
INFY	12,474,250	69.00	0.50	11,918,500	70.49	0.49	14,343,750	80.56	0.32
SUNPHARMA	8,420,500	62.99	0.53	12,143,750	72.21	0.59	15,482,500	87.61	0.42
SBIN	41,338,000	61.31	0.33	45,290,000	65.90	0.45	60,330,000	84.85	0.62
HDFC	10,796,250	74.83	0.57	8,924,000	81.02	0.51	9,324,750	85.28	0.43
NIFTY	17,144,275	59.86	0.37	13,085,325	53.25	0.48	17,141,700	65.92	0.47

Stock Wise Rollover on date 26/08/2015, Wednesday (August Expiry)

Symbol	Open Interest				Rollover		
	Near Month OI		Next Month OI		Rollover	Rollover %	Cost
	Near	% Chg	Next	% Chg			
JUBLFOOD	229,000	-61.67	1,480,500	29.70	1,482,750	86.62	0.43
HCLTECH	1,896,000	-35.15	6,482,000	24.44	6,496,500	77.41	0.51
BHARTIARTL	5,548,000	-44.40	18,438,000	30.85	18,466,000	76.90	0.44
RECLTD	3,395,000	-52.22	10,453,000	40.03	10,466,000	75.51	-0.75
BHEL	7,884,000	-37.57	23,333,000	26.88	23,614,000	74.97	-1.13
HDFC	3,632,000	-34.77	10,755,500	56.39	10,796,250	74.83	0.57
NTPC	6,880,000	-56.11	20,216,000	74.07	20,372,000	74.75	-1.00
HINDALCO	15,980,000	-32.85	44,958,000	29.32	45,684,000	74.09	-0.87
JSWSTEEL	3,049,500	-47.24	8,251,000	47.08	8,254,250	73.02	0.52
BAJAJ-AUTO	592,875	-33.50	1,532,250	18.78	1,541,375	72.22	0.39

Sector Wise Rollover on date 26/08/2015, Wednesday (August Expiry)

Symbol	Open Interest				Rollover	Rollover %
	Near Month OI		Next Month OI			
	Near	% Chg	Next	% Chg		
Infrastructure	51,806,000	-44.92	127,728,000	29.91	129,008,000	71.35
Capital_Goods	21,364,875	-29.77	42,459,375	31.78	42,836,500	66.72
Telecom	37,003,000	-32.76	73,152,000	30.56	73,710,500	66.58
Media	14,397,500	-43.13	27,427,000	54.18	27,527,500	65.66
Technology	20,112,875	-30.83	36,876,875	37.08	37,058,625	64.82
Metals	96,879,500	-37.06	163,723,000	46.20	168,210,250	63.45
FMCG	37,549,125	-34.40	63,132,875	46.78	63,492,875	62.84
Automobile	78,024,750	-38.87	124,928,750	71.50	126,165,000	61.79
Fertilisers	4,398,500	-37.10	6,849,000	48.33	6,854,000	60.91
Pharma	23,521,375	-33.14	36,090,625	46.93	36,249,500	60.65

Nifty Rollover Comparison Data (Last two Months)

Day	Current Month (Aug Exp)		Day	Previous Month (July Exp)	
	Date	Rollover		Date	Rollover
Monday	8/24/2015	33.89%	Monday	7/27/2015	23.69%
Tuesday	8/25/2015	48.65%	Tuesday	7/28/2015	40.40%
Wednesday	8/26/2015	59.86%	Wednesday	7/29/2015	53.25%
Thursday	8/27/2015	-	Thursday	7/30/2015	65.92%

Jublfod, Hcltech, Bhartiarti, Hcltech, BHEL, HDFC, NTPC, Hindaco, Jswsteel and Bajajauto are top in stocks rollover. Infra, Capital Goods, Telecom, Media, Technology, Metals, FMCG, Auto, Fertilisers and Pharma stocks are top in sector wise rollover.

Nifty future has seen Rollover of 59.86% for August series (One day before expiry).

Nifty future rolled at cost of 0.37%, at premium of around 26-29 points.

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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