



D E R I V A T I V E S

Market Statistics

Product	No. of Contracts	Turnover (Rs.cr)
Index Futures	2,97,766	16,702.19
Vol Futures	0	0
Stock Futures	5,64,640	28,265.90
Index Options	38,09,775	2,21,184.51
Stock Options	3,16,994	16,100.96
F&O Total	49,89,175	2,82,253.57

FII Derivatives Statistics

	OI at end of the day			Inflow / Outflow
	Buy	Sell	Contract	
Index futures	2488.84	2465.835	294364	16972.22
Index options	25167.55	22686.65	1290936	75031.65
Stock futures	4137.053	3747.439	993323	48741.8
Stock options	2348.174	2403.432	82245	4041.044
Net Inflow/Outflow (Cr)				2838.62

Securities in Ban Period

JINDALSTEL & DLF

Nifty Future/Option Trading Guide

NIFTY	Short term	Medium term
Support	7700	7550
Resistance	8000	8330

Nifty View for the Day

Nifty it needs to hold above 7880 levels to continue the bounce back move and head towards 7950 levels. However if it fails to hold 7820 zones then the index may witness selling pressure towards 7777 and 7750 levels.

Quote of the day

“SOMETIMES YOU WIN, SOMETIMES YOU LEARN. “

Activity Tracking

Stocks (Long Position)	Remarks
Enginersin, Arvind, Heromotoco	Suggesting strength in these counter
Divislab, Havells, TV18brdcst	
Gmrinfra, Lichsgfin, Bajaj-auto	
Stocks (Short Covering)	Remarks
Hexaware, Maruti, Zeel	Suggesting strength in these counter
Apollotyre, Federalbnk, Infy	
Tatamotors, Cairn, MRF	
Stocks (Short Position)	Remarks
Mindtree, Petronet	Suggesting weakness in these counter
Sunpharma, Dreddy	
Stocks (Long Liquidation)	Remarks
DLF	Suggesting weakness in these counter

Activity in F&O

Nifty November future closed positive at 7858.35 levels. Nifty Future OI decreased by 2.69% with a rise in price by 1.63%. It closed at premium of 15 points as compared to the par closing of previous session. Market witnessed buying interest across the board especially in IT, Auto, Banking and Oil & Gas sector stocks. The market turnover increased by 1.28% in terms of number of contracts traded vis-à-vis previous trading day and in terms of rupees it increased by 1.22%.

Indication & Outlook

Put Call Ratio based on Open Interest of Nifty moved up from 0.72 to 0.79 levels as compared to previous trading session. Historical Volatility of Nifty moved up from 16.49 to 17.70 levels but Implied Volatility fell down from 16.09 to 14.76 levels.

Conclusion

Nifty future opened gap up by around 60 points and headed towards 7850 levels. It held onto the pleasant opening till the end of the session with decline in volatility index. It is stuck in a wider range from 7725 to 7880 levels from last six trading sessions and now it needs to hold above 7880 levels to continue the bounce back move towards 7950 levels. However if it fails to hold 7820 zones then the index may witness selling pressure towards 7777 and 7750 levels. On the Option front, maximum Put OI is at 7700 followed by 7800 strike, whereas maximum Call OI is at 8000 followed by 8200 strike. Bank Nifty future opened positive and regained its 17000 levels. It outperformed the broader market and ended the day with the gains of around 270 points. Now it has to hold above 17000 zones to move towards 17250 and 17500 levels while holding below 16800 levels may drag it to 16666 zones.

Future STT Call



CENTURY TEX: Rs. 579

Execution Price Range	Stop Loss	Target
Buy Between Rs. 568 to Rs. 574	558	597

CENTURY TEX crossed the multiple hurdle of 570-572 levels after the consolidation and struggle of last fifty seven trading sessions. It also gave the highest daily close above the crucial supply zones so fresh buying led by short covering may continue the momentum in the counter towards 597 and higher levels. We have observed rising trading and delivery volumes in most of the textile counter which indicates that traders have accumulated the stock for next leg of rally. We are suggesting to buy the stock with the stop loss of 558 for the upside target of 597 levels

Future STT Call



HINDALCO: Rs. 78.80

Execution Price Range	Stop Loss	Target
Sell Between Rs. 80.50 to Rs. 81.50	83	75.50

HINDALCO major trend of the stock is intact to week as it has been falling down from last five weeks. It witnesses sustain selling pressure at every small bounce back and holding below crucial hurdle of 83 and 80 zones. It has seen fresh call writing at 80 strike which will continue to push the stock to lower levels. One can sell the stock on bounce back move with stop loss of 83 for the downside target of 75.50 levels.

Graphic Snapshot

%Price Gainers		%Price Losers		Active Put/Buyers		%Volume Gainers		%Refusers																	
ENGINEERSIN 19.83	ARVIND 9.15	ARBLANLWD 5.25	CENTURYTEX 4.89	HWELLE 4.12	DLF -2.72	DRREDDY -2.22	HINDTREE -1.87	PETRONET -1.28	SUNPHARMA -1.26	NIIFTY 294,451	BANKNIFTY 201,081	DRREDDY 33,260	MARUTI 13,066	AXISBANK 14,351	DRREDDY 638.46	ENGINEERSIN 310.57	ARVIND 479.63	DIVISLAB 329.90	HEROMOTOCO 229.62	DIVISLAB 44.57	TUBELFOOD 25.12	NIIFTY 23.62	POWER 22.88	STAR 21.67	
%OI Gainers		%OI Losers		%Premiums		%Discounts		OI % of Mkt. Limit																	
SMP500 29.26	ENGINEERSIN 20.72	ARVIND 29.67	HEROMOTOCO 18.96	HINDTREE 12.85	NIIFTYIT -18.98	BANKNIFTY -9.61	HEXAVARE -5.78	DLF -4.56	MARUTI 3.94	SOUTHBANK 0.74	INDALSTEL 0.74	UNITECH 0.71	TV18BRDCST 0.59	MCC 0.57	PAGEIND -2.27	IDEA -1.12	GAIL -0.79	SUSTDIAL -0.74	MARFIN -0.68	IBREALST 91.81	UNITECH 90.25	DLF 88.5	HINDALSTEL 87.67	ISILIAEQS 82.98	
Options		Most Active (Calls)		%Volume gainers (Calls)		Most Active (Puts)		%Volume gainers (Puts)																	
DRREDDY,26-NOV-15,C,3250 12,600	DRREDDY,26-NOV-15,C,3200 5,217	DRREDDY,31-DEC-15,C,3300 4,133	DRREDDY,31-DEC-15,C,3400 1,210	DRREDDY,26-NOV-15,C,3300 792	ARVIND,26-NOV-15,C,1020 40	NIIFTY,26-NOV-15,C,7650 51	ARBLANLWD,26-NOV-15,C,2100 -54	BANKNIFTY,26-NOV-15,C,16800 -52	NIIFTY,26-NOV-15,C,7750 -52	DRREDDY,31-DEC-15,P,3000 2,683	ARVIND,26-NOV-15,P,300 2,643	DRREDDY,26-NOV-15,P,2900 2,353	HWELLE,26-NOV-15,P,270 1,540	DRREDDY,26-NOV-15,P,2850 1,460	IBULHGFIN,26-NOV-15,P,580 -47	HDFC,26-NOV-15,P,1160 -39	DLF,26-NOV-15,P,105 -31	HCLTECH,26-NOV-15,P,800 -31	IBULHGFIN,26-NOV-15,P,580 -29	NIIFTY,26-NOV-15,P,7600 386,275	ARVIND,26-NOV-15,P,310 30,700	DRREDDY,31-DEC-15,P,3000 4,783	ARVIND,26-NOV-15,P,290 4,621	DRREDDY,26-NOV-15,P,3150 3,925	HWELLE,26-NOV-15,P,270 2,325
Options		%OI Gainers (Calls)		%OI Losers (Calls)		%OI Gainers (Puts)		%OI Losers (Puts)																	
DRREDDY,26-NOV-15,C,3250 12,600	DRREDDY,26-NOV-15,C,3200 5,217	DRREDDY,31-DEC-15,C,3300 4,133	DRREDDY,31-DEC-15,C,3400 1,210	DRREDDY,26-NOV-15,C,3300 792	ARVIND,26-NOV-15,C,1020 40	NIIFTY,26-NOV-15,C,7650 51	ARBLANLWD,26-NOV-15,C,2100 -54	BANKNIFTY,26-NOV-15,C,16800 -52	NIIFTY,26-NOV-15,C,7750 -52	DRREDDY,31-DEC-15,P,3000 2,683	ARVIND,26-NOV-15,P,300 2,643	DRREDDY,26-NOV-15,P,2900 2,353	HWELLE,26-NOV-15,P,270 1,540	DRREDDY,26-NOV-15,P,2850 1,460	IBULHGFIN,26-NOV-15,P,580 -47	HDFC,26-NOV-15,P,1160 -39	DLF,26-NOV-15,P,105 -31	HCLTECH,26-NOV-15,P,800 -31	IBULHGFIN,26-NOV-15,P,580 -29	NIIFTY,26-NOV-15,P,7600 386,275	ARVIND,26-NOV-15,P,310 30,700	DRREDDY,31-DEC-15,P,3000 4,783	ARVIND,26-NOV-15,P,290 4,621	DRREDDY,26-NOV-15,P,3150 3,925	HWELLE,26-NOV-15,P,270 2,325

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

DISCLAIMER: This report has been issued by Anand Rathi Securities Limited (ARSL), which is regulated by SEBI. The information herein was obtained from various sources; we do not guarantee its accuracy or completeness. Neither the information nor any opinion expressed constitutes an offer, or an invitation to make an offer, to buy or sell any securities, options, future or other derivatives related to such securities ("related investment"). ARS and its affiliates may trade for their own accounts as market maker/ jobber and /or arbitrageur in any securities of this issuer(s) or in related investments, and may be on the opposite side of public orders. ARS, its affiliates, directors, officers, and employees may have a long or short position in any securities of this issuer(s) or in related investment banking or other business from, any entity mentioned in this report. This research report is prepared for private circulation. It does not have regard to the specific investment objectives, financial situation and the particular needs of any specific person who may receive this report. Investors should seek financial situation and the particular needs of any specific investing in any securities or investment strategies discussed or recommended in this report and should understand that statements regarding future prospects may not be realized. Investors should note that income from such securities, if any, may fluctuate and that each security's price or value may rise or fall. Past performance is not necessarily a guide to future performance. Foreign currency rates of exchange may adversely affect the value, price or income of any security or related investment mentioned in this report.