



DERIVATIVES

Market Statistics

Product	No. of Contracts	Turnover (Rs.cr)
Index Futures	149541	12,492.01
Stock Futures	684537	53,742.86
Index Options	2644237	226925.21
Stock Options	393783	33,281.09
F&O Total	3872098	326441.18

FII Derivatives Statistics

			OI at end of the day		Inflow / Outflow
	Buy	Sell	Contract	Amount	
Index futures	1437.02	1143.50	160099	12331.77	293.52
Index options	34058.82	32136.58	817803	62885.29	1922.24
Stock futures	8030.14	7937.18	734818	51604.66	92.96
Stock options	4501.51	4490.77	31464	2371.93	10.75
Net Inflow/Outflow (Cr)					2319.46

Securities in Ban Period

IBREALEST

Nifty Future/Option Trading Guide

NIFTY	Short term	Medium term
Support	9800	9685
Resistance	10050	10137

Nifty View for the Day

Now it needs to move above 10050 zones to reclaim its upside momentum and support is around 9790 then 9700.

Quote for the Day

"DON'T WAIT FOR OPPORTUNITY, CREATE IT"

Activity Tracking

Stocks (Long Position)	Remarks
Oil, Ibrealst, Pidilitind	
BEML, Justdial, Bergpaint	Suggesting strength in these counter
Raymond, HDIL, NIITTECH	
Stocks (Short Covering)	Remarks
Indigo, Drreddy, OFSS	
DCBbank, BEL, Amarajabat	Suggesting strength in these counter
Maruti, Concor, Godrejind	
Stocks (Short Position)	Remarks
Grasim, Cholafin, Powergrid	
NHPC, Hexaware, Equitas	Suggesting weakness in these counter
PTC, IOC, Infibeam	
Stocks (Long Liquidation)	Remarks
RBLBank, Jswenergy	
GSFC, Ujivan	Suggesting weakness in these counter

Activity in F&O

Nifty future closed on a positive note at 10007.30 levels. It closed at a premium of 33 point as compared to premium of 20 points of previous trading session. Market witnessed buying interest in Auto, Media and Realty sector stocks while some bit of selling pressure was seen in IT sector stocks. The market turnover decreased by 73% in terms of number of contracts traded vis-à-vis previous trading day but in terms of rupees it decreased by 72%.

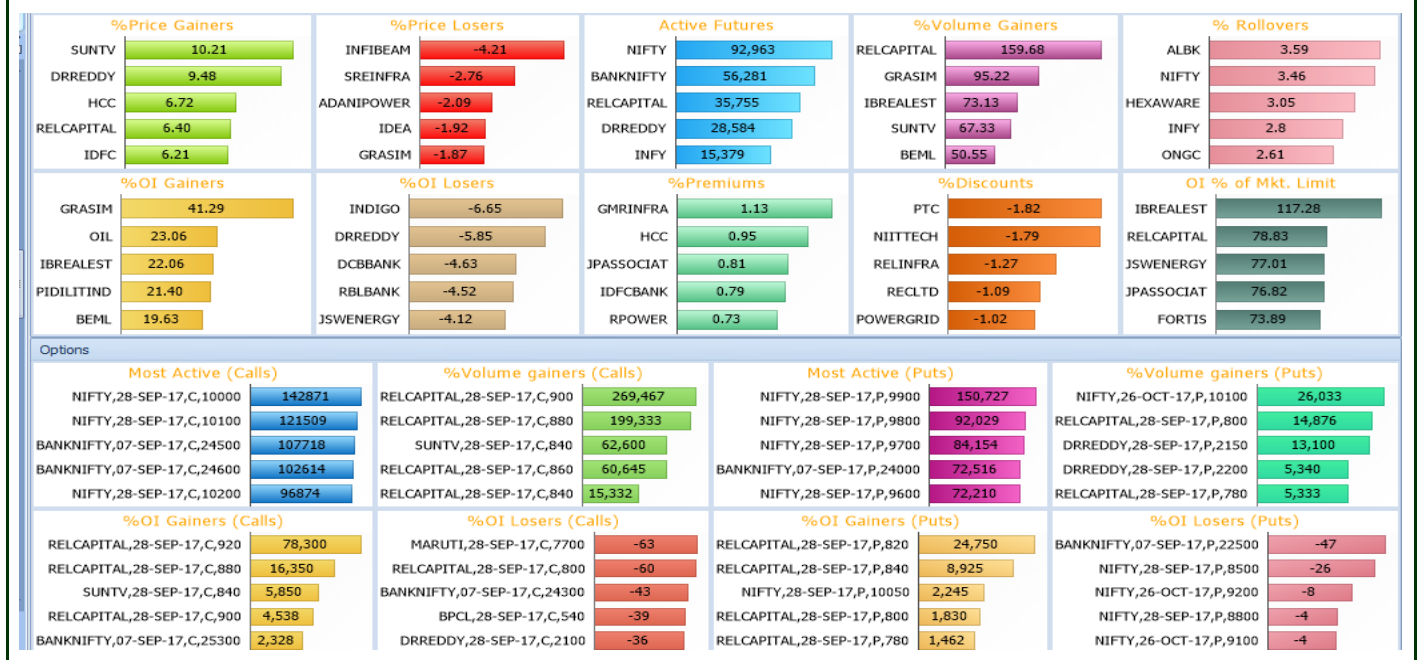
Indication

Put Call Ratio based on Open Interest of Nifty moved from 1.33 to 1.38 levels as compared to previous session. Historical Volatility fell down from 12.78 to 12.67 levels and Implied Volatility also fell from 11.69 levels to 11.22 levels as compared to previous session.

Conclusion

Nifty September Future opened on a negative note but after the initial consolidation the bulls managed to pull the market towards 9945 levels. It witnessed strong buying interest at declines and finally the session ended on a positive note with the gains of around 30 points. India Vix was down around 7.25%. On the option front, maximum Put OI is at 9700 strike followed by 9800 strike while maximum Call OI is at 10000 followed by 10500 strike. We have seen put writing in 9700, 9800 & 9900 strikes while, call writing was seen at all the strikes between 9900 to 10500 strikes. Bank Nifty opened on a positive note and traded in line with nifty. It was trading above its 24250 zones for the most part of the day and finally it ended the session on a higher note with the minor gains of around 20 points. Now it has support near to 24100 zones then 23900 while on the upside hurdles are seen at 24600 then 24800 zones.

Graphic Snapshot



CORPORATE ACTION

Symbol	Purpose	Ex-Date	Record Date
IOC	Annual General Meeting/Dividend - Re 1/- Per Share	18-Aug-17	-
L&TFH	Annual General Meeting/Dividend - Re 0.80 Per Share	18-Aug-17	-
INDIGO	Annual General Meeting/Dividend - Rs 34/- Per Share	18-Aug-17	-
JUBLFOOD	Annual General Meeting/Dividend - Rs 2.50 Per Share	18-Aug-17	-
KSCL	Interim Dividend - Rs 3/- Per Share	18-Aug-17	21-Aug-17
SUNTV	Interim Dividend-Rs 2.50 Per Share	21-Aug-17	22-Aug-17
SAIL	Annual General Meeting	21-Aug-17	-
MCDOWELL-N	Annual General Meeting	22-Aug-17	-
MANAPPURAM	Dividend - Re 0.50 Per Share	22-Aug-17	23-Aug-17
BALRAMCHIN	Annual General Meeting	22-Aug-17	-
BHEL	Annual General Meeting/Dividend - Re 0.78/- Per Share (Book Closure Dates Revised)	23-Aug-17	-
AUROPHARMA	Annual General Meeting	23-Aug-17	-
PIDILITIND	Annual General Meeting/Dividend - Rs 4.75 Per Share	23-Aug-17	-
GRANULES	Interim Dividend - Re 0.25 Per Share	23-Aug-17	25-Aug-17
INDIACEM	Annual General Meeting/Dividend - Re 1/- Per Share	24-Aug-17	-
MARUTI	Dividend - Rs 75/- Per Share	24-Aug-17	-
GAIL	Dividend - Rs 2.70 Per Share	31-Aug-17	-
GSFC	Annual General Meeting/Dividend - Rs 2.20 Per Share	31-Aug-17	-
IBULHSGFIN	Annual General Meeting	31-Aug-17	-
JETAIRWAYS	Annual General Meeting	1-Sep-17	-
SINTEX	Annual General Meeting/Dividend - Re 0.25 Per Share	4-Sep-17	-
HINDALCO	Annual General Meeting/Dividend - Rs 1.10 Per Share	5-Sep-17	-
BALKRISIND	Annual General Meeting/Dividend - Rs 2.50 Per Share	6-Sep-17	-
NBCC	Annual General Meeting/ Dividend - Rs 1.10 Per Share	7-Sep-17	-
GODFRYPHLP	Annual General Meeting/Dividend - Rs 8/- Per Share	7-Sep-17	-
PETRONET	Annual General Meeting/Dividend - Rs 5/- Per Share	7-Sep-17	-
APOLLOHOSP	Annual General Meeting/Dividend - Rs 6/- Per Share	7-Sep-17	-
ENGINEERSIN	Annual General Meeting/Dividend - 0.50 Per Share	11-Sep-17	-
OFSS	Annual General Meeting	12-Sep-17	-
REPCOHOME	Dividend - Rs 2/- Per Share	13-Sep-17	-
UBL	Annual General Meeting/Dividend - Rs 1.15 Per Share	14-Sep-17	-
SUZLON	Annual General Meeting	14-Sep-17	-
MGL	Annual General Meeting/Dividend - Rs 11/- Per Share	14-Sep-17	-
RECLTD	Annual General Meeting/Dividend - Rs 2.65 Per Share	14-Sep-17	-
JISLJALEQS	Annual General Meeting/Dividend - Re 0.75 Per Share	14-Sep-17	-
GLENMARK	Annual General Meeting/Dividend - Rs 2/- Per Share	20-Sep-17	-
GRANULES	Annual General Meeting/Dividend - Re 0.25 Per Share (Book Closure Dates Revised)	20-Sep-17	-
KSCL	Annual General Meeting	21-Sep-17	-

Derivatives Lesson: COVERED CALL

- A covered call is constructed by buying the shares of a company in which you feel may rise but not much in the near term so you also sell a call option. The Call Option which is sold is usually an OTM Call.
- This strategy is usually adopted by a stock owner who is Neutral to moderately bullish about the stock
- Upside capped at the Strike price plus the Premium received. So if the Stock rises beyond the Strike price the investor (Call seller) gives up all the gains on the stock.
- When to Use: This is often employed when an investor has a short-term neutral to moderately bullish view on the stock he holds. He takes a short position on the Call option to generate income from the option premium. Since the stock is purchased simultaneously with writing (selling) the Call, the strategy is commonly referred to as "buy-write".
- Max loss: If the Stock Price falls to zero, the investor loses the entire value of the Stock but retains the premium, since the Call will not be exercised against him. **So maximum risk = Stock Price Paid – Call Premium**
- Reward: **Limited to (Call Strike Price – Stock Price paid) + Premium received**
- Breakeven: **Stock Price - 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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