



DERIVATIVES

Market Statistics

Product	No. of Contracts	Turnover (Rs.cr)
Index Futures	2,17,768	17,101.76
Stock Futures	8,38,586	64,287.08
Index Options	34,34,983	2,79,003.34
Stock Options	5,19,270	40,891.89
F&O Total	50,10,607	4,01,284.07

FII Derivatives Statistics

			OI at end of the day		Inflow / Outflow
	Buy	Sell	Contract	Amount	
Index futures	1435.72	2524.19	209786	15236.13	-1088.47
Index options	39387.55	37587.29	810102	57506.74	1800.26
Stock futures	9104.78	9575.21	1048480	69189.90	-470.43
Stock options	7953.64	8058.83	56643	4016.69	-105.19
Net Inflow/Outflow (Cr)					136.17

Securities in Ban Period

ADANIANT, BHARATFIN, JSWENERGY, UJJIVAN, IRB & KTKBANK

Nifty Future/Option Trading Guide

NIFTY	Short term	Medium term
Support	9090	8950
Resistance	9450	9550

Nifty View for the Day

Now a on the downside, the index has multiple supports at 9,280 levels to change the recent market setup

Quote for the Day

SUCCESS IS NOT FINAL, FAILURE IS NOT FATAL: IT IS THE COURAGE TO CONTINUE THAT COUNTS.

Activity Tracking

Stocks (Long Position)	Remarks
Apollohosp, CESC, Idfcbank	
Godrejind, UPL, Adanient	Suggesting strength in these counter
IRB, Southbank, Voltas	
Stocks (Short Covering)	Remarks
Britannia, Gail, Ibrealst	
Niitech, UBL, HDFC	Suggesting strength in these counter
Eichermt, Reliance, Ultracemco	
Stocks (Short Position)	Remarks
Wipro, Tatasteel, Sail	
VEDL, Hindzinc, Adaniports	Suggesting weakness in these counter
NMDC, Tatacomm, ONGC	
Stocks (Long Liquidation)	Remarks
OIL, IDEA, OFSS	
Cadilahc, Heromotoco, Infibeam	Suggesting weakness in these counter
Dreddy, Jublfood, Glenmark	

Activity in F&O

Nifty future closed on a negative note at 9316.70 levels. Nifty future open interest decreased by 3.93% with a fall in price by 0.64%. It closed at a premium of 31 point as compared to 17 points of previous trading session. Market witnessed selling pressure across the sector especially in FMCG, Capital & Goods, Auto, Metals, Energy, Realty and Oil & Gas sector stocks. The market turnover decreased by 43.1% in terms of number of contracts traded vis-à-vis previous trading day and in terms of rupees it decreased by 46.9%.

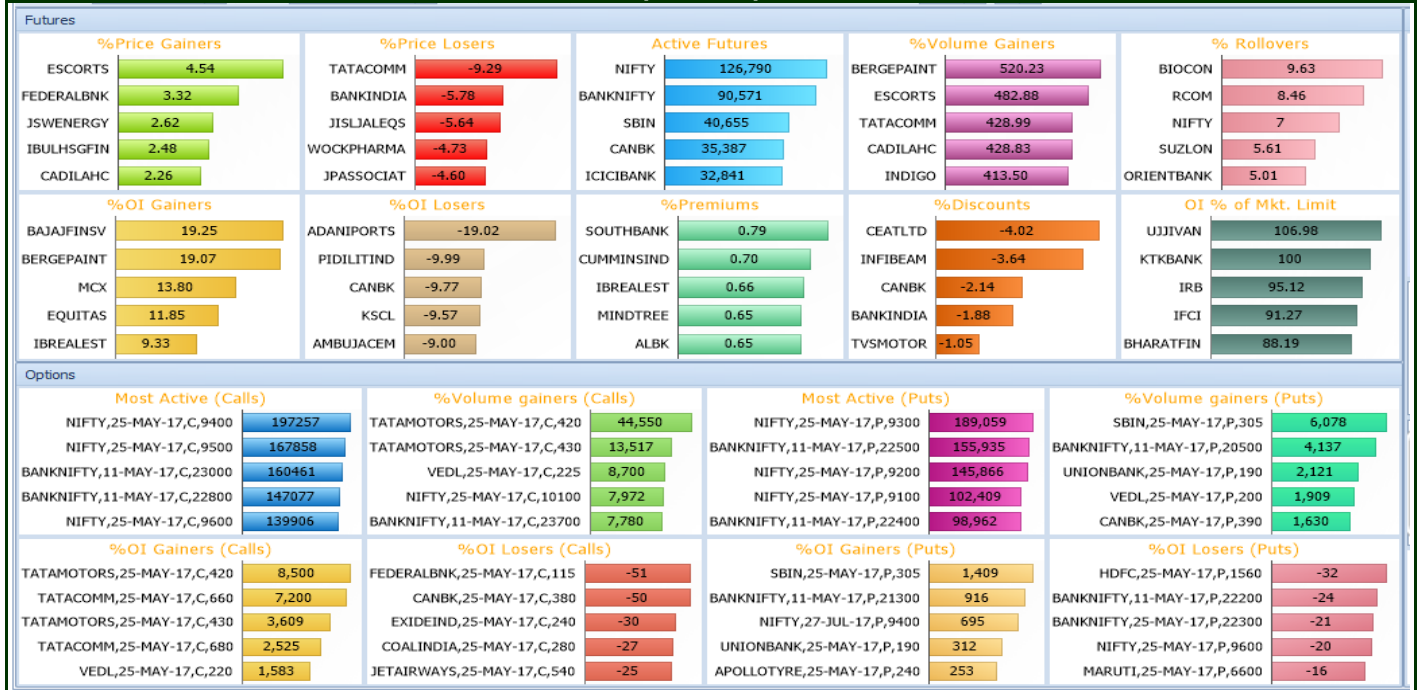
Indication

Put Call Ratio based on Open Interest of Nifty fell down from 1.18 levels to 1.11 levels as compared to previous session. Historical Volatility moved up from 10.17 to 9.75 levels and Implied Volatility moved up from 10.79 levels to 10.82 levels as compared to previous session.

Conclusion

The Nifty Future opened on a negative note and after the initial consolidation it witnessed a decline towards 9297 levels. It managed to close above its 9300 zones with the loss of around 60 points. On the downside, the index has multiple supports at 9,280 levels to change the recent market setup. On the options front, maximum Put OI is seen at 9,300 level followed by 9200 strikes while maximum Call OI stood at strike price 9,500 followed by 9,400 strike prices. Significant Put writing was seen at strike price 9,300, which has again given the bulls a grip on the market, while Call writing remained intact at strike prices 9,400 and 9,500, which should restrict the upside momentum. The Bank Nifty opened positive but failed to sustain the opening levels and witnessed a decline towards 22550 levels. It has now support at 22,550 then 22,300 levels, while on the upside; hurdles are seen at the 23,000 level.

Graphic Snapshot



CORPORATE ACTION

Symbol	Purpose	BoardMeetingDate	Symbol	Purpose	BoardMeetingDate
CANBK	Results/Dividend	8-May-17	TITAN	Results/Dividend	12-May-17
UNIONBANK	Results/Dividend	8-May-17	ORIENTBANK	Results/Others	12-May-17
INFRATEL	Results/Dividend	8-May-17	PEL	Results	12-May-17
INFRATEL	Results	8-May-17	HAVELLS	Results/Dividend	12-May-17
BHARTIARTL	Results	9-May-17	CENTURYTEX	Results/Dividend	12-May-17
SYNDIBANK	Results/Dividend	9-May-17	IDEA	Board meeting Rescheduled	13-May-17
PETRONET	Results/Dividend	9-May-17	KTKBANK	Results/Dividend	13-May-17
INDIGO	Results/Dividend	9-May-17	BATAINDIA	Results/Dividend	15-May-17
INDIGO	Results	9-May-17	VEDL	Results	15-May-17
GODREJCP	Results/Dividend	9-May-17	SOUTHBANK	Results/Dividend	15-May-17
BHARTIARTL	Results/Dividend	9-May-17	MRPL	Results/Dividend	15-May-17
CAPF	Results/Dividend	10-May-17	ICIL	Results/Dividend	15-May-17
ZEEL	Results/Dividend	10-May-17	COLPAL	Results	15-May-17
SIEMENS	Results	10-May-17	ANDHRABANK	Results	16-May-17
IDEA	Results/Others	10-May-17	SHREECEM	Results/Dividend	16-May-17
HEROMOTOCO	Results/Dividend	10-May-17	PNB	Results	16-May-17
DALMIABHA	Results/Dividend	10-May-17	GRASIM	Results/Dividend	16-May-17
ARVIND	Results/Dividend	11-May-17	BAJAJFINSV	Results/Dividend	17-May-17
HCLTECH	Results/Dividend	11-May-17	UBL	Results/Dividend	17-May-17
HAVELLS	Board meeting Rescheduled	11-May-17	JSWSTEEL	Results/Dividend	17-May-17
GRANULES	Results/Dividend	11-May-17	HINDUNILVR	Results/Dividend	17-May-17
GLENMARK	Results/Dividend	11-May-17	BAJFINANCE	Results/Dividend	17-May-17
ASIANPAINT	Results/Dividend	11-May-17	BAJAJ-AUTO	Results/Dividend	18-May-17
DRREDDY	Results/Dividend	12-May-17	PIDILITIND	Results/Dividend	18-May-17

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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