



DERIVATIVES

Market Statistics

Product	No. of Contracts	Turnover (Rs.cr)
Index Futures	94,604	8,192.16
Stock Futures	5,79,528	44,939.36
Index Options	23,42,093	2,12,873.20
Stock Options	3,92,795	32,096.35
F&O Total	34,09,020	2,98,101.06

FII Derivatives Statistics

	OI at end of the day		Contract	Amount	Inflow / Outflow
	Buy	Sell			
Index futures	523.55	1296.33	266722	20559.97	-772.78
Index options	25230.01	25120.60	958737	74168.95	109.41
Stock futures	6248.73	6625.05	801647	56816.96	-376.32
Stock options	5777.89	5671.42	100271	7531.32	106.48
Net Inflow/Outflow (Cr)					-933.22

Securities in Ban Period

HDIL, IBREALEST, INDIACEM, JPASSOCIAT, JSWENERGY, WOCKPHARMA AND KSCL

Nifty Future/Option Trading Guide

NIFTY	Short term	Medium term
Support	9830	9450
Resistance	10150	10150

Nifty View for the Day

Now it needs to sustain above 10050 zones to reclaim its upside momentum while on the upside resistance is at 10100 then 10150 zones.

Quote for the Day

"SUCCECC IS A JOURNEY, NOT A DESTINATION. THE DOING IS OFTEN MORE IMPORTANT THAN THE OUTCOME."

Activity Tracking

Stocks (Long Position)	Remarks
Apolotyre, Britannia, Arvind Manappuram, Jetairways, PTC Capf, Chennpetro, Muthooftin	Suggesting strength in these counter
Stocks (Short Covering)	Remarks
Cholafin, PCjeweller, Pidilitind Dalmiabha, Bataindia, Ceatltd Tomtpower, Havells, lbrealst	Suggesting strength in these counter
Stocks (Short Position)	Remarks
Repcohome, Infratel, Suntv Dishtv, M&M, GSFC Canfinhome, Kajariacer, NTPC	Suggesting weakness in these counter
Stocks (Long Liquidation)	Remarks
HDIL, KSCL, Asianpaint Hindunilvr, Yesbank, Bharatfin TechM, Hcltech, Godfryhlp	Suggesting weakness in these counter

Activity in F&O

Nifty future closed on a negative note at 10091.75 levels. Nifty future open interest increased by 1.12% with a fall in price by 0.17%. It closed at a premium of 34 point as compared to premium of 42 points of previous trading session. Market witnessed buying interest Metals, Realty and Banking sector stocks while selling pressure was seen in IT, Media and Pharma sector stocks. The market turnover decreased by 34.32% in terms of number of contracts traded vis-à-vis previous trading day and in terms of rupees it decreased by 33.44%.

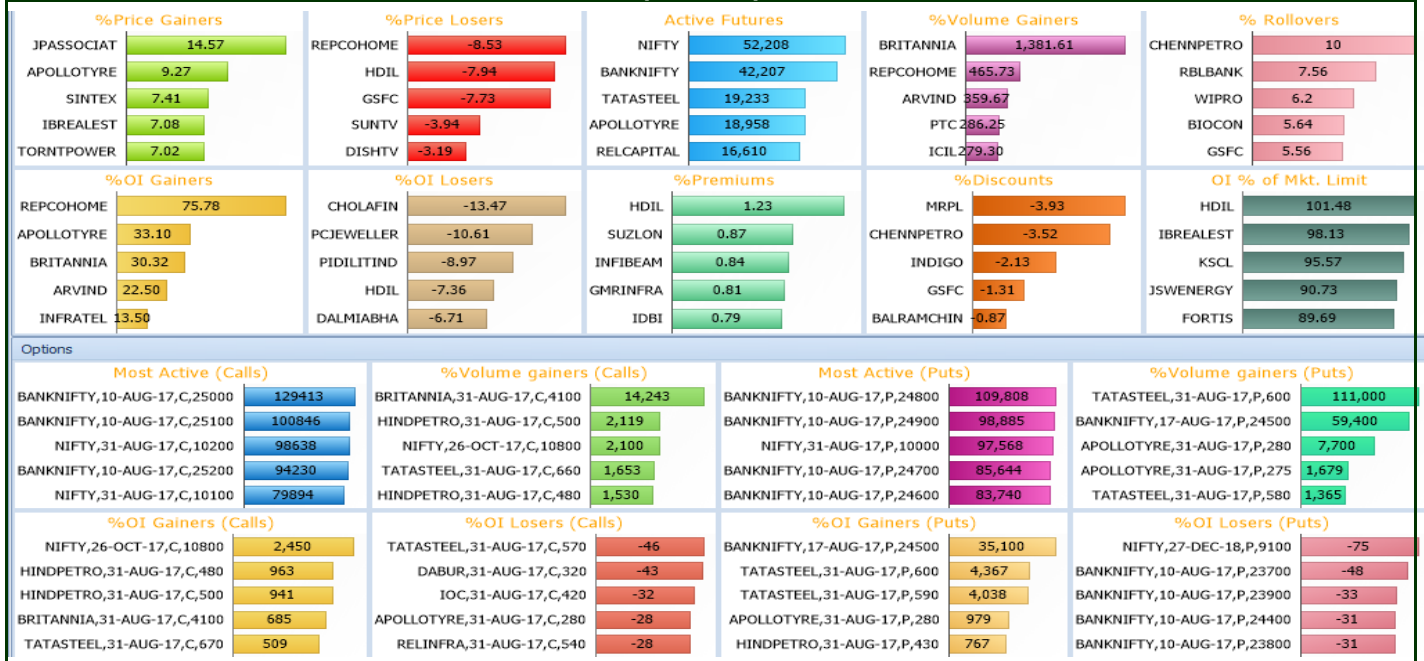
Indication

Put Call Ratio based on Open Interest of Nifty fell from 1.27 levels to 1.25 levels as compared to previous session. Historical Volatility fell from 9.27 to 9.00 levels but Implied Volatility moved up from 10.56 levels to 10.76 levels as compared to previous session.

Conclusion

Nifty August Future opened on a negative note and drifted towards 10079 levels. However, it witnessed buying interest and headed towards 10120 levels but failed to sustain it and declined towards 10080 zones. Finally, it ended the session with the loss of around 25 points. On the option front, maximum Put OI is at 10000 followed by 9900 strike while maximum Call OI is at 10100 followed by 10500 strike. We have seen fresh put writing at 10000 and 10100 strikes while fresh Call writing was seen at 10000, 10100 and 10200 strikes. Bank Nifty opened on a negative note and traded in line with Nifty as after a decline towards 24920 zones it witnessed buying interest and headed towards 25000 zones but failed to sustain and again drifted towards 24950 zones. Finally it ended the session with the minor gains of around 30 points. Now it has support near to 24800 then 24650 zones while on the upside hurdles are seen at 25000 then 25250 zones.

Graphic Snapshot



CORPORATE ACTION

Symbol	Purpose	BoardMeetingDate	Symbol	Purpose	BoardMeetingDate
DRREDDY	Results	27-Jul-17	SINTEX	Results	31-Jul-17
TATAELXSI	Results	27-Jul-17	SIEMENS	Results	31-Jul-17
RELCAPITAL	Results	27-Jul-17	SHREECEM	Results	31-Jul-17
MARUTI	Results	27-Jul-17	UPL	Results	31-Jul-17
ONGC	Results	27-Jul-17	RPOWER	Results	31-Jul-17
ITC	Results	27-Jul-17	HEXAWARE	Results/Dividend	31-Jul-17
HCLTECH	Results/Dividend	27-Jul-17	INDIGO	Results/Others	31-Jul-17
ICICIBANK	Results	27-Jul-17	GODREJCP	Results/Dividend	31-Jul-17
IDFCBANK	Results/Others	27-Jul-17	BEL	Results	31-Jul-17
IDFC	Results	27-Jul-17	BALRAMCHIN	Results/Dividend	31-Jul-17
IDEA	Results	27-Jul-17	JSWSTEEL	Results/Others	1-Aug-17
GLENMARK	Results	27-Jul-17	TORNTPOWER	Results	1-Aug-17
EXIDEIND	Results	27-Jul-17	POWERGRID	Results/Others	1-Aug-17
BIOCON	Results/Others	27-Jul-17	PEL	Results	1-Aug-17
CHOLAFIN	Results/Others	27-Jul-17	RDEL	Results	1-Aug-17
EQUITAS	Results	28-Jul-17	PCJEWELLER	Results	1-Aug-17
LT	Results/Others	28-Jul-17	MARICO	Results	1-Aug-17
LICHSGFIN	Results	28-Jul-17	CAPF	Results/Others	2-Aug-17
INDIACEM	Results	28-Jul-17	WOCKPHARMA	Results	2-Aug-17
ESCORTS	Results	28-Jul-17	VOLTAS	Results	2-Aug-17
BALKRISIND	Results/Dividend	29-Jul-17	RELINFRA	Results	2-Aug-17
NTPC	Results	29-Jul-17	PNB	Results	2-Aug-17
NTPC	Results/Others	29-Jul-17	LUPIN	Results	2-Aug-17
CONCOR	Results	31-Jul-17	BATAINDIA	Results	2-Aug-17
VGUARD	Results	31-Jul-17	COLPAL	Results	3-Aug-17
VGUARD	Results	31-Jul-17	UJJIVAN	Results	3-Aug-17
SRTRANSFIN	Results	31-Jul-17	TITAN	Results	3-Aug-17
TORNTPHARM	Results	31-Jul-17	RAMCOCEM	Results	3-Aug-17
TECHM	Results	31-Jul-17	HCC	Results	3-Aug-17

Derivatives Lesson: BULL CALL SPREAD

- A bull call spread is constructed by buying a call option, and selling another out-of-the-money (OTM) call option. Often the call with the lower strike price will be in-the-money while the Call with the higher strike price is out-of-the-money. Both calls must have the same underlying security and expiration month.
- The net effect of the strategy is to bring down the cost and breakeven on a Buy Call (Long Call) Strategy. This strategy is exercised when investor is moderately bullish to bullish, because the investor will make a profit only when the stock price / index rise.
- If the stock price falls to the lower (bought) strike, the investor makes the maximum loss (cost of the trade) and if the stock price rises to the higher (sold) strike, the investor makes the maximum profit.
- $\text{Max Profit} = \text{Strike Price of short call} - \text{Strike Price of Long Call} - \text{Net Premium Paid}$
- $\text{Max Loss} = \text{Net Premium Paid} + \text{Commissions Paid}$
- $\text{Breakeven Point} = \text{Strike Price of Purchased Call} + \text{Net Debit Paid}$

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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