



DERIVATIVES

Market Statistics

Product	No. of Contracts	Turnover (Rs.cr)
Index Futures	124212	10,560.07
Stock Futures	605311	47,462.25
Index Options	8144644	769197.97
Stock Options	339530	27,713.28
F&O Total	9213697	854933.58

FII Derivatives Statistics

			OI at end of the day		Inflow / Outflow
	Buy	Sell	Contract	Amount	
Index futures	918.01	1025.13	200314	15246.06	-107.12
Index options	37881.05	36363.62	893632	68493.34	1517.43
Stock futures	5871.84	6146.43	777923	54809.52	-274.59
Stock options	4308.99	4282.41	58089	4256.32	26.58
Net Inflow/Outflow (Cr)					1162.31

Securities in Ban Period

JUSTDIAL, IBREALEST AND JSWENERGY

Nifty Future/Option Trading Guide

NIFTY	Short term	Medium term
Support	9800	9685
Resistance	10050	10137

Nifty View for the Day

Market is stuck in a trading range and now needs a decisive move on either side to start the next leg of rally, it needs to move above 10050 zones to reclaim its upside momentum. The resistance is at 10050 then 10137 zones while on the downside the support is around 9790 then 9700.

Quote for the Day

“STOP CALLING IT A DREAM, START CALLING IT A PLAN”

Activity Tracking

Stocks (Long Position)	Remarks
Cadilac, Nationalum, Vguard Arvind, Tataelxi, Raymond Cumminsind, Bajajfinsv, Tatachem	Suggesting strength in these counter
Stocks (Short Covering)	Remarks
GodrejCP, Ramcocem, Apollohosp Torntpharm, MCX, Mothersumi Hexaware, NBCC, Petronet	Suggesting strength in these counter
Stocks (Short Position)	Remarks
Equitas, ITC, Sreinfra UBL, IndianB, Cholafin RBLBank, Muthootfin, PTC	Suggesting weakness in these counter
Stocks (Long Liquidation)	Remarks
Justdial, Oil, Ujjivan Bharatfin, Indiacem, Torntpower Ultracemco, Concor, Apollotyre	Suggesting weakness in these counter

Activity in F&O

Nifty future closed on a positive note at 9954.70 levels. Nifty future open interest moved up by 0.81% with a rise in price by 0.19%. It closed at a premium of 25 point as compared to premium of 19 points of previous trading session. Market witnessed buying interest in Auto, Realty, IT and Metal sector stocks while selling pressure was seen in FMCG, and Media sector stocks. The market turnover increased by 54% in terms of number of contracts traded vis-à-vis previous trading day but in terms of rupees it increased by 61%.

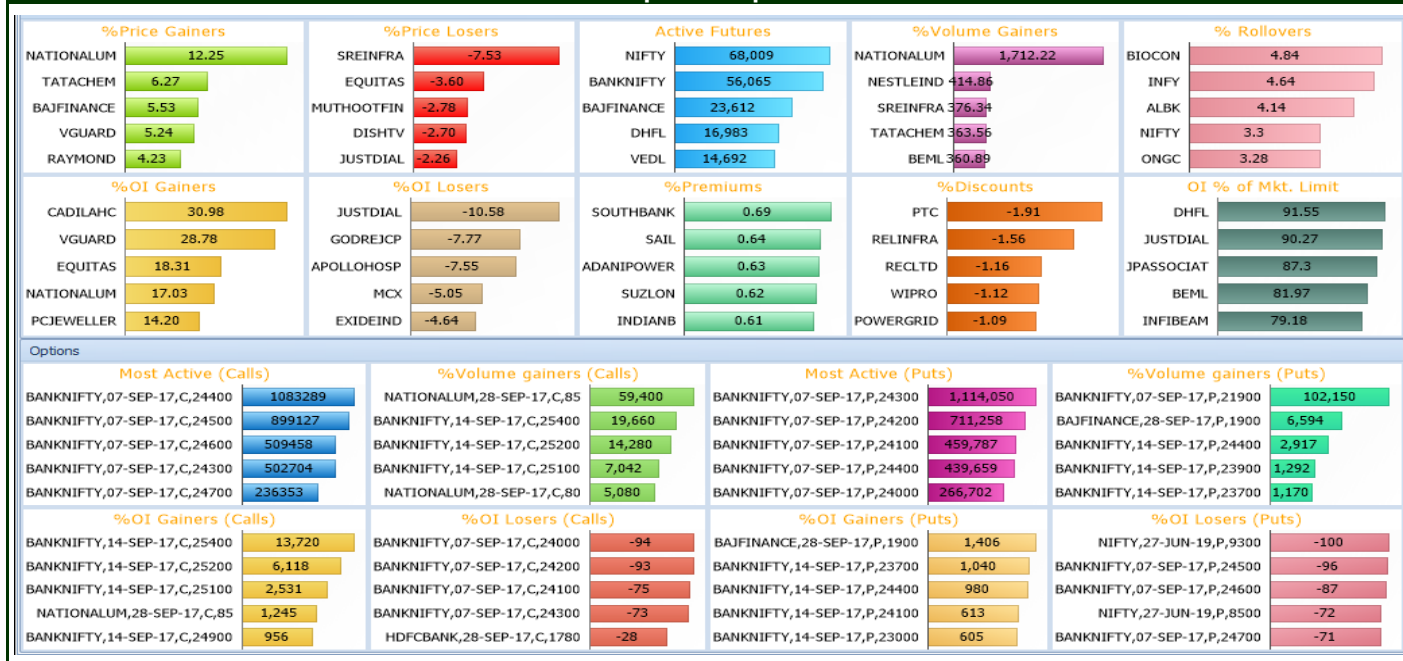
Indication

Put Call Ratio based on Open Interest of Nifty moved up from 1.33 to 1.35 levels as compared to previous session. Historical Volatility fell from 12.36 to 12.02 levels and Implied Volatility also fell from 12.51 levels to 12.45 levels as compared to previous session.

Conclusion

Nifty September Future opened on a positive note with a gap of around 23 points. However it failed to sustain it during the second half of the session and drifted towards 9947 levels but still ended the session on a positive note with the gains of around 20 points. On the option front, maximum Put OI is at 9700 strike followed by 9800 strike while maximum Call OI is at 10000 followed by 10100 strikes. We have seen put writing in 9700, 9800 & 9900 strikes while, call writing was seen 9900, 10000 and 10100 strikes. Bank Nifty opened on a positive note and traded in line with nifty. It witnessed selling at the higher levels and bears dragged it towards 24300 zones but still ended the session with the gains of around 60 points. Now it has support near to 24100 zones then 23900 while on the upside hurdles are seen at 24450 then 24600 zones.

Graphic Snapshot



CORPORATE ACTION

Symbol	Purpose	Ex-Date	Record Date
CASTROLIND	Interim Dividend - Rs 4.50 Per Share	5-Sep-17	6-Sep-17
RELCAPITAL	Scheme Of Arrangement	5-Sep-17	6-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	-
RELIANCE	Bonus 1:1	7-Sep-17	9-Sep-17
ESCORTS	Dividend - Rs 1.50 Per Share	7-Sep-17	-
APOLLOHOSP	Annual General Meeting/Dividend - Rs 6/- Per Share	7-Sep-17	-
STAR	Annual General Meeting/Dividend - Rs 4.50 Per Share	7-Sep-17	-
GODFRYPHP	Annual General Meeting/Dividend - Rs 8/- Per Share	7-Sep-17	-
NBCC	Annual General Meeting/ Dividend - Rs 1.10 Per Share	7-Sep-17	-
PETRONET	Annual General Meeting/Dividend - Rs 2.50/- Per Share (Purpose Revised)	7-Sep-17	-
NTPC	Annual General Meeting/Dividend - Rs 2.17 Per Share	7-Sep-17	-
GRASIM	Annual General Meeting/Dividend - Rs 5.50 Per Share	8-Sep-17	-
PFC	Annual General Meeting	11-Sep-17	-
POWERGRID	Dividend - Rs 3.35 Per Share	11-Sep-17	-
JINDALSTEL	Annual General Meeting	11-Sep-17	-
ENGINERSIN	Annual General Meeting/Dividend - 0.50 Per Share	11-Sep-17	-
HCLTECH	Annual General Meeting	12-Sep-17	-
CONCOR	Dividend - Rs 7.50 Per Share	12-Sep-17	-
MUTHOOTFIN	Annual General Meeting	12-Sep-17	-
OFSS	Annual General Meeting	12-Sep-17	-
DALMIABHA	Annual General Meeting/Dividend - Rs 2.20 Per Share	12-Sep-17	-
PTC	Annual General Meeting/Dividend - Rs 3/- Per Share	13-Sep-17	-
NHPC	Dividend - Re 0.10 Per Share	13-Sep-17	-
BEML	Annual General Meeting/Dividend - Rs 8 Per Share	13-Sep-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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