



### DERIVATIVES

#### Market Statistics

Product	No. of Contracts	Turnover (Rs.cr)
Index Futures	124208	10,500.57
Stock Futures	527567	40,187.42
Index Options	3386639	294470.85
Stock Options	334255	26,762.85
<b>F&amp;O Total</b>	<b>4372669</b>	<b>371921.69</b>

#### FII Derivatives Statistics

	OI at end of the day		Contract		Inflow /
	Buy	Sell	Contract	Amount	Outflow
Index futures	940.97	970.58	262501	20327.57	-29.61
Index options	29665.68	28784.60	967548	74879.46	881.08
Stock futures	5338.22	5556.95	855970	60241.21	-218.74
Stock options	4340.26	4274.15	64086	4772.97	66.11
<b>Net Inflow/Outflow (Cr)</b>					<b>698.85</b>

#### Securities in Ban Period

BEML, DHFL, JPASSOCIAT, JSWENEGRY, IBREALEST, RCOM & RELCAPITAL

#### Nifty Future/Option Trading Guide

NIFTY	Short term	Medium term
<b>Support</b>	<b>9685</b>	<b>9500</b>
<b>Resistance</b>	<b>10150</b>	<b>10250</b>

#### Nifty View for the Day

Index failed to sustain the positive momentum and witnessed profit taking from the higher levels. Now if sustains below 9800 zones then it may witness a decline towards 9685 while on the upside resistance is at 9900 then 10050

#### Quote for the Day

**"THE GREAT TRADERS CONTROL THEIR EMOTIONS AND CONSTANTLY FOLLOW THEIR RULES"**

#### Activity Tracking

Stocks (Long Position)	Remarks
SRF, IDFC, Pcjewellers Tataelexsi, M&mfin, Bataindia Relcapital, Indusindbank & Tatachem	Suggesting strength in these counter
Stocks (Short Covering)	Remarks
Granules, Hexaware, Chennaipectro Sreinfra, IGL, Ibrealest MRF, Rnaval, Grasim	Suggesting strength in these counter
Stocks (Short Position)	Remarks
Powergrid, Apollotyre, Amarajabat Biocon, Ubl, Ofss Torrentpharma, Balramchini, PFC	Suggesting weakness in these counter
Stocks (Long Liquidation)	Remarks
Jubfood, Gail, Ceatltd Beml, Dhfl, Escorts Vgaurd, Cadilalc & Arvind	Suggesting weakness in these counter

#### Activity in F&O

Nifty future closed on a positive note at 10016.55 levels. Nifty future open interest moved up by 0.28% with a rise in price by 0.13%. It closed at a premium of 27.80 points as compared to premium of 23 points of previous trading session. Market witnessed buying interest in Banking, Pharma, IT & Metal sector stocks while selling pressure was seen in Auto and PSU Banking sector. The market turnover increased by 2% in terms of number of contracts traded vis-à-vis previous trading day and in terms of rupees it increased by 3%.

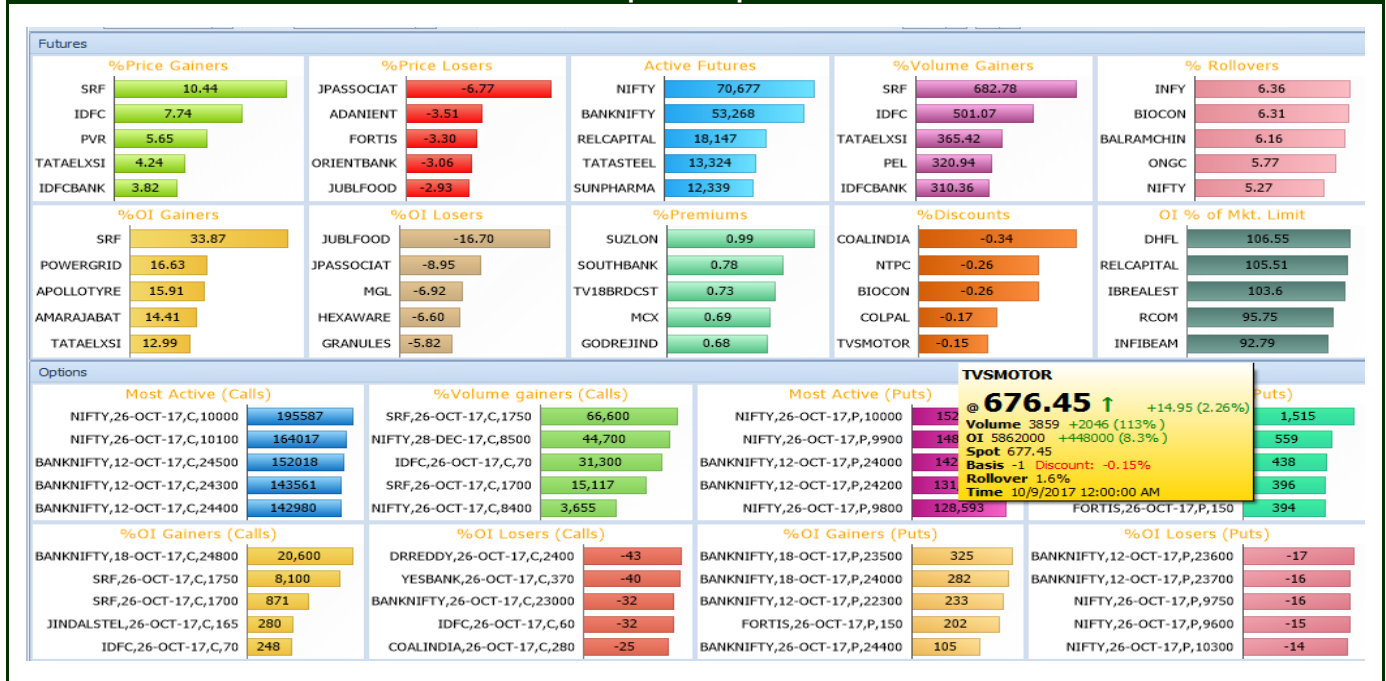
#### Indication

Put Call Ratio based on Open Interest of Nifty moved up from 1.37 to 1.38 levels. Historical Volatility moved up from 12.99 to 12.61 levels and Implied Volatility surge from 10.88 levels to 11.15 levels as compared to previous session.

#### Conclusion

Nifty Future opened on a negative note but managed to hold its positive price action for most part of the day and was trading above 10000 zones. Finally the session ended with the gains of around 15 points. On the option front, maximum Put OI is at 9800 followed by 9900 strike while maximum Call OI is at 10000 followed by 10100 strike. We have seen fresh put writing at 9700, 9800, 9900 and 10000 strikes while call writing was seen at 9800, 9900 and 10000 strikes. Bank Nifty opened on a flat to negative note but witnessed buying interest at the opening levels and headed towards 24350 levels. Finally the session ended with the gains of around 82 points. Now it has support near to 24200 zones then 24000 while on the upside hurdles are seen at 24500 then 24600 zones.

### Graphic Snapshot



### CORPORATE ACTION

Symbol	Purpose	BoardMeetingDate	Symbol	Purpose	BoardMeetingDate
SOUTHBANK	Results	10-Oct-17	CANFINHOME	Results	24-Oct-17
TV18BRDCST	Results	11-Oct-17	EXIDEIND	Results/Dividend	25-Oct-17
INDUSINDBK	Results	12-Oct-17	VGUARD	Results	25-Oct-17
TCS	Results/Dividend	12-Oct-17	MINDTREE	Results/Dividend	25-Oct-17
KTKBANK	Results	13-Oct-17	RBLBANK	Results	25-Oct-17
RELIANCE	Results	13-Oct-17	KOTAKBANK	Results	25-Oct-17
RNAVAL	Results	13-Oct-17	M&MFIN	Results	25-Oct-17
COLPAL	Results/Dividend	16-Oct-17	BIOCON	Results	26-Oct-17
FEDERALBNK	Results	16-Oct-17	JUBLFOOD	Results	26-Oct-17
BAJFINANCE	Results	16-Oct-17	ICICIBANK	Results	27-Oct-17
BAJAJFINSV	Results	16-Oct-17	HDFC	Results	30-Oct-17
DHFL	Results/Dividend	16-Oct-17	CONCOR	Results	31-Oct-17
ACC	Results	17-Oct-17	DABUR	Results/Dividend	31-Oct-17
WIPRO	Results	17-Oct-17	DRREDDY	Results	31-Oct-17
BAJAJ-AUTO	Results	17-Oct-17	CHOLAFIN	Results	31-Oct-17
AXISBANK	Results	17-Oct-17	GODREJCP	Results/Dividend	1-Nov-17
ULTRACEMCO	Results	18-Oct-17	TECHM	Results	1-Nov-17
ASIANPAINT	Results/Dividend	24-Oct-17	TVSMOTOR	Results	1-Nov-17
INFY	Results/Dividend	24-Oct-17	TITAN	Results	3-Nov-17
HDFCBANK	Results	24-Oct-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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