



DERIVATIVES

Market Statistics

Product	No. of Contracts	Turnover (Rs.cr)
Index Futures	1,77,965	14,849.70
Stock Futures	6,59,794	47,067.36
Index Options	99,73,307	9,09,945.65
Stock Options	4,56,181	32,678.95
F&O Total	1,12,67,247	10,04,541.66

FII Derivatives Statistics

	OI at end of the day		Inflow /	
	Buy	Sell	Contract	Amount
Index futures	1693.14	2313.57	279328	21455.54
Index options	60536.23	58172.29	957591	73187.44
Stock futures	7946.48	6754.84	973579	67524.04
Stock options	5501.45	5480.85	88734	6395.07
Net Inflow/Outflow (Cr)				2955.75

Securities in Ban Period

HDIL, JPASSOCIAT, IBREALST, KSCL, UJJIVAN AND
JSWENERGY

Nifty Future/Option Trading Guide

NIFTY	Short term	Medium term
Support	9595	9450
Resistance	9900	10150

Nifty View for the Day

Now on the downside, the index has supports at 9800 levels than 9740 levels while on the upside resistance is around 9850 then 9900 zones.

Quote for the Day

"LEADERS DON'T CREATE FOLLOWERS, THEY CREATE MORE LEADERS."

Activity Tracking

Stocks (Long Position)	Remarks
Cholafin, Ujjivan, Godfryphlp Nationalum, Balkrisind, CAPF Infibeam, L&TFH, Hindalco	Suggesting strength in these counter
Stocks (Short Covering)	Remarks
Sintex, Equitas, Pageind Bajfinance, Idea, Shreecem PTC, Indigo, Hindzinc	Suggesting strength in these counter
Stocks (Short Position)	Remarks
RDEL, MRPL, Sreinfra ONGC, Escorts, MCX NIITTECH, MGL, Gmrinfra	Suggesting weakness in these counter
Stocks (Long Liquidation)	Remarks
IndianB, Hexaware, Torntpharm Bergepaint, Dabur, Jindalstel Infratel, Jswsteel, UBL	Suggesting weakness in these counter

Activity in F&O

Nifty future closed on a positive note at 9887.50 levels. Nifty future open interest increased by 5.30% with a rise in price by 0.66%. It closed at a discount of 5 point as compared to premium of 6 points of previous trading session. Market witnessed buying interest across the board especially in Media, FMCG, Banking and Realty sector stocks while selling pressure was seen in IT sector stocks. The market turnover increased by 74.96% in terms of number of contracts traded vis-à-vis previous trading day and in terms of rupees it increased by 81.02%.

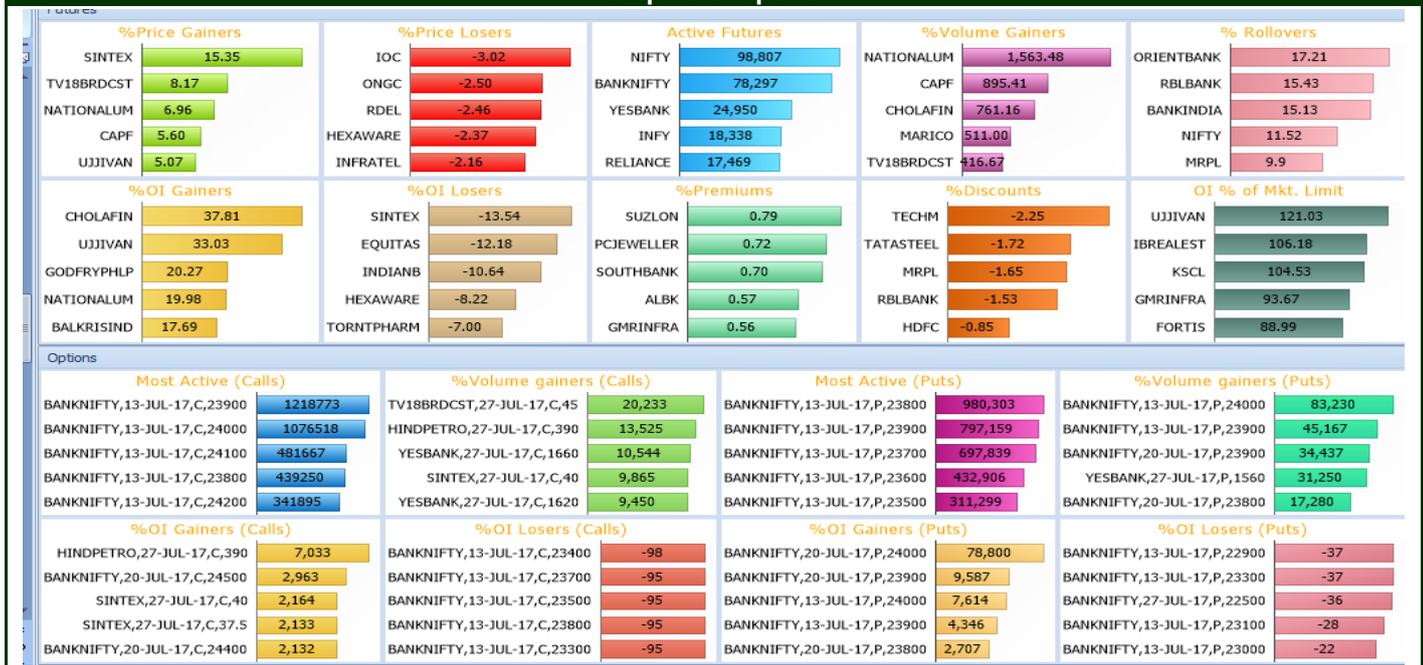
Indication

Put Call Ratio based on Open Interest of Nifty moved from 1.40 levels to 1.46 levels as compared to previous session. Historical Volatility moved from 9.32 to 9.58 levels and Implied Volatility also moved up from 10.77 levels to 11.08 levels as compared to previous session.

Conclusion

Nifty Future opened gap up and witnessed buying interest at every minor decline throughout the trading session and headed towards fresh lifetime high of 9892.90 levels. Finally the session ended with the gains of around 63 points. On the downside, the index has supports at 9850 levels than 9800 levels while on the upside resistance is around 9900 then 10150 zones. On the option front, maximum Put OI is at 9600 followed by 9700 strike while maximum Call OI is at 10000 followed by 9900 strike. We have seen fresh put writing at 9900, 9800 and 9700 strikes while fresh Call writing was seen in 10000 and 9900 strikes. Bank Nifty opened on a positive note and witnessed buying interest till the end of the session and headed towards 23900 levels. Finally the session ended on a positive note with the gains of around 140 points. Now it has support near to 23700 then 23500 zones while on the upside hurdles are seen at 24000 then 24500 zones.

Graphic Snapshot



CORPORATE ACTION

Symbol	Purpose	BoardMeetingDate	Symbol	Purpose	BoardMeetingDate
INDUSINDBK	Results	11-Jul-17	INFRATEL	Results	24-Jul-17
SOUTHBANK	Results	11-Jul-17	AXISBANK	Results	25-Jul-17
TCS	Results/Dividend	13-Jul-17	PIDILITIND	Results	25-Jul-17
INFY	Results	14-Jul-17	HEROMOTOCO	Results	25-Jul-17
DCBBANK	Results	15-Jul-17	ICICIPRULI	Results	25-Jul-17
KTKBANK	Results	15-Jul-17	BHARATFIN	Results	26-Jul-17
ACC	Results/Dividend	17-Jul-17	HDFC	Results/Others	26-Jul-17
JUBLFOOD	Results	17-Jul-17	BIOCON	Results/Others	27-Jul-17
HINDUNILVR	Results	18-Jul-17	IDFC	Results	27-Jul-17
ULTRACEMCO	Results	18-Jul-17	IDFCBANK	Results/Others	27-Jul-17
BAJAJFINSV	Results	19-Jul-17	ICICIBANK	Results	27-Jul-17
MINDTREE	Results	19-Jul-17	EXIDEIND	Results	27-Jul-17
KPIT	Results	19-Jul-17	DRREDDY	Results	27-Jul-17
HAVELLS	Results	19-Jul-17	CHOLAFIN	Results/Others	27-Jul-17
BAJFINANCE	Results	19-Jul-17	GODREJCP	Results/Dividend	31-Jul-17
BAJAJ-AUTO	Results	20-Jul-17	VGUARD	Results	31-Jul-17
WIPRO	Results	20-Jul-17	VGUARD	Results	31-Jul-17
NIITTECH	Results	20-Jul-17	SHREECEM	Results	31-Jul-17
RBLBANK	Results	20-Jul-17	COLPAL	Results	3-Aug-17
KOTAKBANK	Results	20-Jul-17	TITAN	Results	3-Aug-17
CANFINHOME	Results	21-Jul-17	RAMCOCEM	Results	3-Aug-17
ASHOKLEY	Results	21-Jul-17	BERGEPAIN	Results	4-Aug-17
HDFCBANK	Results	24-Jul-17	DABUR	Results	4-Aug-17
ZEEL	Results	24-Jul-17	TVSMOTOR	Results	11-Aug-17
M&MFIN	Results	24-Jul-17			

Derivatives Lesson: BEAR PUT SPREAD STRATEGY: BUY PUT, SELL PUT

- A bear put spread is constructed by buying an in-the-money (higher) put option and sell an out-of-the-money (lower) put option on the same stock with the same expiration date.
- This strategy creates a net debit for the investor. The net effect of the strategy is to bring down the cost and raise the breakeven on buying a Put (Long Put).
- When you are moderately bearish on market direction.
- Risk: Limited to the net amount paid for the spread .i.e. the premium paid for long position less premium received for short position.
- Reward: Limited to the difference between the two strike prices minus the net premium paid for the position.
- Break Even Point: Strike Price of Long Put – Net Premium 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

DISCLAIMER: This report has been issued by Anand Rathi Securities Limited (ARSL), which is regulated by SEBI. The information herein was obtained from various sources; we do not guarantee its accuracy or completeness. Neither the information nor any opinion expressed constitutes an offer, or an invitation to make an offer, to buy or sell any securities, options, future or other derivatives related to such securities ("related investment"). ARS and its affiliates may trade for their own accounts as market maker/ jobber and/or arbitrageur in any securities of this issuer(s) or in related investments, and may be on the opposite side of public orders. ARS, its affiliates, directors, officers, and employees may have a long or short position in any securities of this issuer(s) or in related investment banking or other business from, any entity mentioned in this report. This research report is prepared for private circulation. It does not have regard to the specific investment objectives, financial situation and the particular needs of any specific person who may receive this report. Investors should seek financial situation and the particular needs of any specific investing in any securities or investment strategies discussed or recommended in this report and should understand that statements regarding future prospects may not be realized. Investors should note that income from such securities, if any, may fluctuate and that each security's price or value may rise or fall. Past performance is not necessarily a guide to future performance. Foreign currency rates of exchange may adversely affect the value, price or income of any security or related investment mentioned in this report.