



The Strategist

| Market Statistics | | | | | | |
|-------------------|------------------|------------------|--|--|--|--|
| Product | No. of Contracts | Turnover (Rs.cr) | | | | |
| Index Futures | 168323 | 14,327.13 | | | | |
| Stock Futures | 786005 | 57,117.42 | | | | |
| Index Options | 5907854 | 542996.97 | | | | |
| Stock Options | 583884 | 44,163.54 | | | | |
| F&O Total | 7446066 | 658605.06 | | | | |

FII Derivatives Statistics

| | | - | OI at end o | Inflow / | |
|-------------------------|----------|----------|-------------|----------|---------|
| | Buy | Sell | Contract | Amount | Outflow |
| Index futures | 1192.55 | 1724.32 | 230841 | 18053.00 | -531.77 |
| Index options | 45537.62 | 45630.23 | 996255 | 78018.97 | -92.62 |
| Stock futures | 7115.59 | 7052.67 | 802947 | 57187.01 | 62.92 |
| Stock options | 7292.55 | 7176.77 | 83743 | 6380.93 | 115.79 |
| Net Inflow/Outflow (Cr) | | | | | -445.68 |

Securities in Ban Period

DHFL, IBREALEST, JSWENERGY, WOCKPHARMA AND JPASSOCIAT

Nifty Future/Option Trading Guide

| NIFTY | Short term | Medium term | |
|------------|------------|-------------|--|
| Support | 9990 | 9900 | |
| Resistance | 10137 | 10160 | |

Nifty View for the Day

Market has broken out from the consolidation phase and is all set to head towards 10137 then 10160 levels, if it manages to sustain above 10050 levels while support is around 9990 levels.

Quote for the Day

"SUCCESS IS STUMBLING FROM FAILURE TO FAILURE WITH

NO LOSS OF ENTHUSIASM"

| Activity Tracking | | | | | | |
|---|--------------------------------------|--|--|--|--|--|
| Stocks (Long Position) | Remarks | | | | | |
| Divislab, Hexaware, Ajantpharma | | | | | | |
| Wockpharma, Lupin, Orientbank | Suggesting strength in these counter | | | | | |
| Marico, Bankindia, Balramchini | | | | | | |
| Stocks (Short Covering) | Remarks | | | | | |
| Recltd, PNB, Torntpharm | | | | | | |
| Idea, Mcdowell-N, IDFCBank | Suggesting strength in these counter | | | | | |
| PFC, BankBaroda, ALBK | | | | | | |
| Stocks (Short Position) | Remarks | | | | | |
| Jublfood, Concor, Torntpower | | | | | | |
| BPCL, Apollohosp, Cholafin | Suggesting weakness in these counter | | | | | |
| Relcapital, Pidilitind, Amarajabat | | | | | | |
| Stocks (Long Liquidation) | Remarks | | | | | |
| IGL, Voltas, Gail Bataindia, Ashokley, BEL | Suggesting weakness in these counter | | | | | |
| MGL, PTC, Hindzinc | | | | | | |

Activity in F&O

Nifty future closed on a positive note at 10091.45 levels. Nifty future open interest moved up by 3.14% with a fell in price by 0.16%. It closed at a premium of 12 point as compared to premium of 14 points of previous trading session. Market witnessed buying interest in Banking, Pharma and IT sector stocks while selling pressure was seen at Auto and Metal sector stocks. The market turnover increased by 32% in terms of number of contracts traded vis-à-vis previous trading day but in terms of rupees it increased by 34%.

Indication

Put Call Ratio based on Open Interest of Nifty moved up from 1.51 to 1.52 levels as compared to previous session. Historical Volatility fell from 12.10 to 11.76 levels and Implied Volatility also fell from 11.28 levels to 10.84 levels as compared to previous session.

Conclusion

Nifty September Future opened on a flattish note and headed towards 10144 levels in the first half of the session. However, it failed to sustain it and drifted towards 10078 levels in the second half of the session due to lack of buying interest at the higher levels. Finally the session ended on a negative note with the loss of around 12 points. On the option front, maximum Put OI is at 9900 strike followed by 10000 strike while maximum Call OI is at 10200 followed by 10100 strikes. We have seen put writing in 10000 and 10100 strikes while, call writing was seen 10200 and 10300 strikes. Bank Nifty also opened on a flattish note and after the consolidation in the wee hours of trade it witnessed profit taking at the higher levels and declined towards 24700 levels and finally ended the session with the minor gains of around 42 points. Now it has support near to 24650 zones then 24450 while on the upside hurdles are seen at 25000 then 25250 zones.

| Graphic Snapshot | | | | | | | | | |
|---|---|----------|--|---|--|-----------------------------|---------------|------------------|-------------------|
| %Pr | ice Gainers | | %Price Losers | Acti | ve Futures | %Vol | ume Gainers | ers % Rollovers | |
| RDEL | 5.55 | JUBLFOO | D -7.48 | NIFTY | 100,347 | RDEL | 849.69 | BIOCON | 8.36 |
| IDEA | 4.93 | BPC | -6.05 | BANKNIFTY | 66,901 | WOCKPHARMA | 568.04 | INFIBEAM | 7.22 |
| SUNPHARMA | 4.47 | HINDPETR | 0 -5.38 | RELIANCE | 32,829 | JSWENERGY | 490.47 | RPOWER | 6.81 |
| TATAPOWER | 4.37 | IO | C -4.68 | SUNPHARMA | 32,490 | AJANTPHARM | 388.01 | WIPRO | 6.75 |
| WOCKPHARMA | 4.20 | RCO | M -4.39 | DIVISLAB | 31,375 | RELIANCE | 380.38 | INFY | 6.37 |
| %0 | OI Gainers | | %OI Losers | % | Premiums | % | Discounts | 0 | I % of Mkt. Limit |
| JSWENERGY | 33.57 | S&P | -14.48 | RPOWER | 0.75 | WIPRO | -2.81 | JSWENER | RGY 118.36 |
| JUBLFOOD | 27.28 | | IGL -14.33 | SOUTHBANK | 0.69 | RELINFRA | -1.73 | WOCKPHAR | MA 104.15 |
| CONCOR | 17.54 | BHARATEC | PRG -9.92 | DHFL | 0.61 | OIL | -1.42 | IBREALEST 100.51 | |
| TORNTPOWER | 15.51 | VOLT | FAS -9.26 | SUZLON | 0.58 | RECLTD | -1.40 | JPASSOCIAT 95.26 | |
| BPCL | 15.49 | TATAEL | XSI -8.08 | BANKINDIA | 0.57 | RELCAPITAL -1.00 DHFL 93.15 | | HFL 93.15 | |
| Options | | | 1 | | | | | | |
| Me | ost Active (Calls) | | %Volume gaine | rs (Calls) | Mos | t Active (Puts) | | %Volume | gainers (Puts) |
| BANKNIFTY, 14-S | EP-17,C,25000 | 492014 V | VOCKPHARMA,28-SEP-17,C, | 740 53,900 | BANKNIFTY, 14-SEP | -17,P,24600 | 342,512 R | ELIANCE,28-SEP | -17,P,850 191,500 |
| BANKNIFTY,14-S | EP-17,C,24900 | 390132 V | VOCKPHARMA,28-SEP-17,C, | 720 52,150 | BANKNIFTY,14-SEP-17,P,24700 331,060 BANKNIFTY,21-SEP-17,P,24900 97,550 | | | | |
| BANKNIFTY,14-S | KNIFTY,14-SEP-17,C,25100 351628 RELIANCE,28-SEP-17,C,940 10,480 BANKNIFTY,14-SEP-17,P,24800 302,677 WOCKPHARMA,28-SEP-17,P,660 54,300 | | | | -17,P,660 54,300 | | | | |
| BANKNIFTY,14-S | EP-17,C,24800 25 | 51421 | HINDPETRO,28-SEP-17,C,460 10,300 BANKNIFTY,14-SEP-17,P,24500 247,884 DIVISLAB,28-SEP-17,P,820 47,450 | | | -17,P,820 47,450 | | | |
| BANKNIFTY,14-SEP-17,C,25200 217915 WOCKPHARMA,28-SEP-17,C,700 6,819 NIFTY,28-SEP-17,P,10000 207,381 WOCKPHARMA,28-SEP-17,P,640 42,750 | | | | -17,P,640 42,750 | | | | | |
| %OI Gainers (Calls) %OI Losers (Calls) %OI Gainers (Puts) %OI Losers (Puts) | | | | osers (Puts) | | | | | |
| JSWENERGY, | 28-SEP-17,C,80 | 1,550 | DIVISLAB,28-SEP-17,C,2 | 760 -72 BANKNIFTY,21-SEP-17,P,24900 31,100 TCS,28-SEP-17,P,2450 | | 17,P,2450 -39 | | | |
| IOC,2 | 8-SEP-17,C,420 | 1,385 | BANKNIFTY,14-SEP-17,C,24 | -69 | 00 -69 DIVISLAB,28-SEP-17,P,820 9,950 BANKNIFTY,28-SEP-17,P,24100 | | 7,P,24100 -35 | | |
| WOCKPHARMA,2 | 8-SEP-17,C,740 | 1,189 V | VOCKPHARMA,28-SEP-17,C, | 540 -63 | 3 DIVISLAB,28-SEP-17,P,840 7,200 AUROPHARMA,28-SEP-17,P,760 -31 | | | -17,P,760 -31 | |
| HINDPETRO,2 | 8-SEP-17,C,460 | 1,050 | RELIANCE,28-SEP-17,C, | 830 -59 | JUBLFOOD,28-SEP-17,P,1200 5,733 VEDL,28-SEP-17,P,325 -30 | | | -17,P,325 -30 | |
| BANKNIFTY,21-SEP-17,C,25100 774 BANKNIFTY,14-SEP-17,C,24700 -51 BANKNIFTY,14-SEP-17,P,25100 3,389 YESBANK,28-SEP-17,P,1800 -26 | | | | | | | | | |

CORPORATE ACTION

| | | 1 | |
|------------|--|-----------|-------------|
| Symbol | Purpose | Ex-Date | Record Date |
| JINDALSTEL | Annual General Meeting | 11-Sep-17 | - |
| PFC | Annual General Meeting | 11-Sep-17 | - |
| POWERGRID | Dividend - Rs 3.35 Per Share | 11-Sep-17 | - |
| ENGINERSIN | Annual General Meeting/Dividend - 0.50 Per Share | 11-Sep-17 | - |
| CONCOR | Dividend - Rs 7.50 Per Share | 12-Sep-17 | - |
| OFSS | Annual General Meeting | 12-Sep-17 | - |
| DALMIABHA | Annual General Meeting/Dividend - Rs 2.20 Per Share | 12-Sep-17 | - |
| HCLTECH | Annual General Meeting | 12-Sep-17 | - |
| MUTHOOTFIN | Annual General Meeting | 12-Sep-17 | - |
| NHPC | Dividend - Re 0.10 Per Share | 13-Sep-17 | - |
| REPCOHOME | Dividend - Rs 2/- Per Share | 13-Sep-17 | - |
| РТС | Annual General Meeting/Dividend - Rs 3/- Per Share | 13-Sep-17 | - |
| BEML | Annual General Meeting/Dividend - Rs 8 Per Share | 13-Sep-17 | - |
| SUNTV | Annual General Meeting | 13-Sep-17 | - |
| JPASSOCIAT | Annual General Meeting | 13-Sep-17 | - |
| RCOM | Annual General Meeting | 14-Sep-17 | - |
| WIPRO | Buyback | 14-Sep-17 | 15-Sep-17 |
| OIL | Annual General Meeting/Dividend - Rs 4.75 Per Share | 14-Sep-17 | - |
| RELINFRA | Annual General Meeting/Dividend - Rs 9/- Per Share | 14-Sep-17 | - |
| RPOWER | Annual General Meeting | 14-Sep-17 | - |
| UBL | Annual General Meeting/Dividend - Rs 1.15 Per Share | 14-Sep-17 | - |
| SUZLON | Annual General Meeting | 14-Sep-17 | - |
| JISLIALEQS | Annual General Meeting/Dividend - Re 0.75 Per Share | 14-Sep-17 | - |
| MGL | Annual General Meeting/Dividend - Rs 11/- Per Share | 14-Sep-17 | - |
| NIITTECH | Annual General Meeting/Dividend - Rs 12.50 Per Share | 14-Sep-17 | - |
| NMDC | Annual General Meeting/Dividend - Re 1/- Per Share | 14-Sep-17 | - |
| RECLTD | Annual General Meeting/Dividend - Rs 2.65 Per Share | 14-Sep-17 | - |
| DIVISLAB | Annual General Meeting/Dividend - Rs 10/- Per Share | 15-Sep-17 | - |
| NATIONALUM | Annual General Meeting | 18-Sep-17 | - |
| MFSL | Annual General Meeting | 18-Sep-17 | - |
| IGL | Annual General Meeting/Dividend - Rs 5 Per Share | 18-Sep-17 | - |
| TATAELXSI | Bonus 1:1 | 18-Sep-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 in 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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