



DERIVATIVES

Market Statistics

Product	No. of Contracts	Turnover (Rs.cr)
Index Futures	220323	18,713.06
Stock Futures	797200	58,288.79
Index Options	11149447	1035713.08
Stock Options	623847	47,768.53
F&O Total	12790817	1160483.46

FII Derivatives Statistics

	OI at end of the day		Contract	Amount	Inflow / Outflow
	Buy	Sell			
Index futures	2220.32	2595.88	277971	21831.58	-375.55
Index options	81770.42	81464.59	1103097	87232.12	305.83
Stock futures	8636.55	8739.11	843005	60213.16	-102.57
Stock options	8477.77	8480.17	107796	8160.23	-2.41
Net Inflow/Outflow (Cr)					-174.70

Securities in Ban Period

BEML, DHFL, HDIL, IBREALEST, ICIL, INDIACEM, INFIBEAM, JSWENERGY, RCOM, WOCKPHARMA AND JPASSOCIAT

Nifty Future/Option Trading Guide

NIFTY	Short term	Medium term
Support	10050	9900
Resistance	10250	10400

Nifty View for the Day

Market has broken out from the consolidation phase and is all set to head towards 10200 then 10250 levels, if it manages to sustain above 10150 levels while support is around 10137 levels.

Quote for the Day

“DECIDE, COMMIT, SUCCEED”

Activity Tracking

Stocks (Long Position)	Remarks
Torntrpharm, Ajantpharm, Wockpharma Rcom, IGL, Bataindia TechM, Heromotoco, NBCC	Suggesting strength in these counter
Stocks (Short Covering)	Remarks
MFSL, Divislab, NIITTECH Cadilac, Pageind, Biocon Glenmark, Drreddy, DHFL	Suggesting strength in these counter
Stocks (Short Position)	Remarks
Star, Relcapital, Nationalum Bajajfinsv, Sail, Marico Tatamotors, Pidilitind, ACC	Suggesting weakness in these counter
Stocks (Long Liquidation)	Remarks
Andhrabank, Indiacem, Shreecem BEML, Bharatforg, Muthootfin Ramcoem, Tataelxsi, Capf	Suggesting weakness in these counter

Activity in F&O

Nifty future closed on a negative note at 10138.85 levels. Nifty future open interest increased by 1.81 with fall in price by 0.28%. It closed at a premium of 17 point as compared to premium of 26 points of previous trading session. Market witnessed buying interest in IT and Pharma sector stocks while selling pressure was seen at Auto, Realty, Banking and Media sector stocks. The market turnover increased by 161% in terms of number of contracts traded vis-à-vis previous trading day but in terms of rupees it increased by 169%.

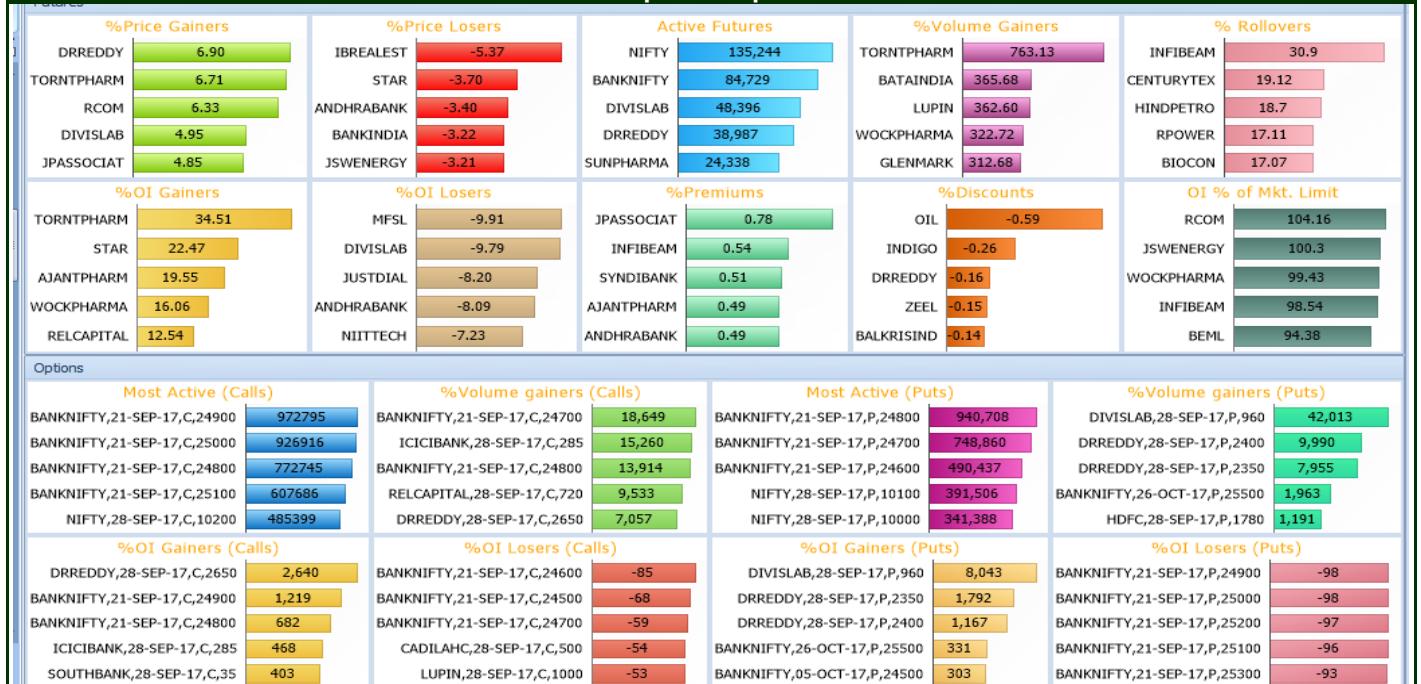
Indication

Put Call Ratio based on Open Interest of Nifty fell from 1.57 levels to 1.52 levels as compared to previous session. Historical Volatility fell from 10.62 to 10.38 levels and Implied Volatility also fell from 11.07 levels to 10.68 levels as compared to previous session.

Conclusion

Nifty September Future opened on a negative note and drifted towards 10072 levels. However as the day progressed it witnessed buying at the lower levels and witnessed recovery towards 10140 levels. Finally, it ended the session on a negative note with the loss of around 30 points. On the option front, maximum Put OI is at 10000 strike followed by 9900 strike while maximum Call OI is at 10200 followed by 10300 strikes. We have seen put writing in 9800, 9900, 10100 and 10200 strikes while, call unwinding was seen at 10100 and writing was seen at 10200 and 10300 strikes. Bank Nifty also opened on a negative note and traded in line with Nifty as it drifted towards 24700 zones and finally the session ended on a negative note with the loss of around 185 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



CORPORATE ACTION

Symbol	Purpose	Ex-Date	Record Date
TATAELXI	Bonus 1:1	18-Sep-17	19-Sep-17
MFSL	Annual General Meeting	18-Sep-17	-
IGL	Annual General Meeting/Dividend - Rs 5 Per Share	18-Sep-17	-
SUNPHARMA	Annual General Meeting/Dividend - Rs 3.50 Per Share	18-Sep-17	-
NATIONALUM	Annual General Meeting	18-Sep-17	-
DLF	Dividend - Rs 2/- Per Share	19-Sep-17	-
TV18BRDCST	Annual General Meeting	20-Sep-17	-
GLENMARK	Annual General Meeting/Dividend - Rs 2/- Per Share	20-Sep-17	-
GRANULES	Annual General Meeting/Dividend - Re 0.25 Per Share (Book Closure Dates Revised)	20-Sep-17	-
GMRINFRA	Annual General Meeting	20-Sep-17	-
ONGC	Annual General Meeting/Dividend - Re 0.80 Per Share	21-Sep-17	-
RELCAPITAL	Annual General Meeting/Dividend - Rs 10.50 Per Share	21-Sep-17	-
KSCL	Annual General Meeting	21-Sep-17	-
YESBANK	Face Value Split (Sub-Division) - From Rs 10/- Per Share To Rs 2/- Per Share	21-Sep-17	22-Sep-17
IBREALEST	Annual General Meeting	21-Sep-17	-
DISHTV	Annual General Meeting	21-Sep-17	-
HDIL	Annual General Meeting	21-Sep-17	-
BHARATFORG	Bonus 1:1	28-Sep-17	30-Sep-17
BHEL	Bonus 1:2	28-Sep-17	30-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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