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The *Strategist*

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D E R I V A T I V E S

Market Statistics

Product	No. of Contracts	Turnover (Rs.cr)
Index Futures	13,41,962	33,520.88
Vol Futures	0	0
Stock Futures	24,34,267	60,763.55
Index Options	1,73,90,193	3,77,445.61
Stock Options	4,54,930	11,783.26
F&O Total	**2,16,21,352**	**4,83,513.30**

FII Derivatives Statistics

	Buy	Sell	OI at end of the day Contract	Amount	Inflow / Outflow
Index futures	5889.855	5716.987	1514734	32691.93	172.8672
Index options	33899.4	33924.61	4239805	101232	-25.2157
Stock futures	16174.81	16437.81	2043896	51667.43	-262.996
Stock options	1005.462	1027.539	95816	2352.092	-22.077
Net Inflow/Outflow (Cr)					**-137.42**

Securities in Ban Period

NIL

Nifty Future/Option Trading Guide

NIFTY	Short term	Medium term
Support	**7650**	**7500**
Resistance	**7950**	**8181**

Nifty View for the Day

Now, positive move may be seen if index manages to hold above 7850 levels.

Quote for the day

"DON'T GIVE UP, THE BEGINNING IS ALWAYS THE HARDEST."

Activity Tracking

Stocks (Long Position)	Remarks
Mindtree, Ibulhsgfin, Unitech Mothersumi, Bel, Jswenergy Godrejind, Lupin, Tatasteel	Suggesting strength in these counter
Stocks (Short Covering)	**Remarks**
Albk, Jppower, Mcleodruss IOB, Abirlanuvo, Orientbank Voltas, Ucobank, Ashokley	Suggesting strength in these counter
Stocks (Short Position)	**Remarks**
PTC, Amtekauto, IGL Bhel, Amarajabat, Zeel Boschltd, Bankindia, Ultracemco	Suggesting weakness in these counter
Stocks (Long Liquidation)	**Remarks**
Colpal, Jindalstel, Powergrid Bataindia, NMDC, Hexaware Bhartiartl, Crompgreav, Tatamotors	Suggesting weakness in these counter

Activity in F&O

Nifty September future closed positive at 7855.45 levels. Nifty Future OI decreased by 0.47% with a rise in price by 0.75%. It closed at premium of 10 points as compared to the discount of 15 points in previous trading session. Market witnessed buying interest across the board especially in Banking, Consumer durables, Oil & gas and Realty sector stocks. The market turnover increased by 3.48% in terms of number of contracts traded vis-à-vis previous trading day and in terms of rupees it also increased by 2.39%.

Indication & Outlook

Put Call Ratio based on Open Interest of Nifty remained unchanged at 0.95 levels as compared to previous trading session. Historical Volatility of Nifty fell down from 28.13 to 27.49 levels but Implied Volatility moved up from 18.35 to 19.56 levels.

Conclusion

Nifty future opened on a negative note in a weak market sentiment; however it bounced back remarkably towards 7900 levels. It earned around 65 points at the close of the trading session. Now a positive move may be seen towards 7920-7950 zones if the index manages to hold above the 7850 levels, failing to hold 7820 levels might push the index backwards to drag it towards 7770 and 7735 levels. On the Option front, maximum Put OI is at 7600 followed by 7700 strike whereas maximum Call OI is at 8000 followed by 8100 strike. Bank Nifty opened negative but outperformed the broader market towards the end of the session. It regained its 17250 levels and headed towards 17325 levels. Finally, it ended the day at the day's high levels with the gains of around 320 points. Now it has next support near to 17250 then 17000 levels while the major hurdle is at 17660 followed by 17850 levels.

Future STT Call

LUPIN : Rs. 1945 (OCTOBER SERIES)

Execution Price Range	Stop Loss	Target
Buy Between Rs. 1905 to Rs. 1925	1877	2000

LUPIN has seen a strong up move and crossed its immediate hurdle of 1915 zones. It has also given a highest daily close in last 15 sessions and looks strong to continue the momentum towards 2000 levels. It is defensive as well as a strong counter which is continuously holding the support with built up of long position. Thus recommending buying the stock with the stop loss of 1877 for the upside target of 2000 levels.

Future STT Call

ADANIPORTS : Rs. 314 (OCTOBER SERIES)

Execution Price Range	Stop Loss	Target
Sell Between Rs. 317 to Rs. 320	325	305

ADANIPORTS failed to cross a strong hurdle of 350 zones and falling down from last three sessions with built up of short position. It has given a lowest closing in last 2 months and also closed below immediate support of 320 and 314 levels. We are expecting this weakness to continue for next coming sessions. So one can sell the stock with the stop loss of 325 for the downside target of 305 levels.

Graphic Snapshot

Futures

%Price Gainers		%Price Losers		Active Futures		%Volume Gainers		% Rollovers	
JPASSOCIAT	11.85	JSWSTEEL	-3.77	NIFTY	1,032,669	SOUTHBANK	220.77	JUBLFOOD	85.56
IDBI	9.26	AMTEKAUTO	-3.15	BANKNIFTY	307,775	MCLEODRUSS	188.82	JSWSTEEL	84.12
JPPOWER	6.56	BOSCHLTD	-2.76	TATAMOTORS	92,377	ADANIENT	165.53	M&MFIN	82.3
GMRINFRA	5.47	ADANIPORTS	-2.58	YESBANK	79,928	KTKBANK	147.41	RCOM	78.71
UCOBANK	5.12	PTC	-2.22	RELIANCE	70,974	DHFL	138.67	AUROPHARMA	78.08

%OI Gainers		%OI Losers		%Premiums		%Discounts		OI % of Mkt. Limit	
PTC	40.35	ALBK	-23.19	JPPOWER	0.78	PTC	-2.14	AMTEKAUTO	93.23
MINDTREE	19.89	JPPOWER	-20.21	JINDALSTEL	0.66	MINDTREE	-1.34	CEATLTD	89.95
IBULHSGFIN	19.32	COLPAL	-14.67	SOUTHBANK	0.47	UNITECH	-0.82	CENTURYTEX	82.06
DJIA	18.58	MCLEODRUSS	-14.01	JPASSOCIAT	0.43	JUSTDIAL	-0.82	WOCKPHARMA	80.37
AMTEKAUTO	17.98	S&P500	-11.61	GMRINFRA	0.37	M&MFIN	-0.41	JINDALSTEL	75.87

Options

Most Active (Calls)		%Volume gainers (Calls)		Most Active (Puts)		%Volume gainers (Puts)	
NIFTY,24-SEP-15,C,7900	1745309	NIFTY,26-NOV-15,C,7700	4,463	NIFTY,24-SEP-15,P,7700	1,794,237	IDBI,24-SEP-15,P,75	24,400
NIFTY,24-SEP-15,C,7800	1656884	HDFCBANK,29-OCT-15,C,1020	3,975	NIFTY,24-SEP-15,P,7800	1,745,251	IDBI,24-SEP-15,P,72.5	21,450
NIFTY,24-SEP-15,C,8000	1026557	IDBI,24-SEP-15,C,77.5	3,546	NIFTY,24-SEP-15,P,7600	1,011,830	ONGC,29-OCT-15,P,320	15,200
NIFTY,24-SEP-15,C,7850	491320	HDFC,29-OCT-15,C,1180	3,467	NIFTY,24-SEP-15,P,7500	552,102	ONGC,24-SEP-15,P,320	13,100
NIFTY,24-SEP-15,C,7700	477700	NIFTY,24-SEP-15,C,7750	2,567	NIFTY,24-SEP-15,P,7900	492,228	NIFTY,29-OCT-15,P,7550	12,300

%OI Gainers (Calls)		%OI Losers (Calls)		%OI Gainers (Puts)		%OI Losers (Puts)	
NIFTY,31-DEC-15,C,5500	2,755	IDBI,24-SEP-15,C,65	-59	ONGC,29-OCT-15,P,320	13,200	CEATLTD,24-SEP-15,P,460	-100
JSWSTEEL,24-SEP-15,C,880	1,467	NIFTY,24-SEP-15,C,6000	-56	RELIANCE,29-OCT-15,P,1040	3,350	NIFTY,24-SEP-15,P,9400	-90
TATAMOTORS,29-OCT-15,C,310	1,117	ITC,24-SEP-15,C,315	-56	IDBI,24-SEP-15,P,75	1,967	NIFTY,24-SEP-15,P,9100	-85
IDBI,24-SEP-15,C,77.5	1,075	IOC,24-SEP-15,C,390	-54	IDBI,24-SEP-15,P,70	648	TATAMOTORS,24-SEP-15,P,480	-77
HDFC,29-OCT-15,C,1180	860	LUPIN,24-SEP-15,C,2000	-52	IFCI,29-OCT-15,P,20	630	RELIANCE,24-SEP-15,P,1040	-75

Derivatives Lesson: BULL CALL SPREAD

- A bull call spread is constructed by buying a call option, and selling another out-of-the-money (OTM) call option. Often the call with the lower strike price will be in-the-money while the Call with the higher strike price is out-of-the-money. Both calls must have the same underlying security and expiration month.
- The net effect of the strategy is to bring down the cost and breakeven on a Buy Call (Long Call) Strategy. This strategy is exercised when investor is moderately bullish to bullish, because the investor will make a profit only when the stock price / index rise.
- If the stock price falls to the lower (bought) strike, the investor makes the maximum loss (cost of the trade) and if the stock price rises to the higher (sold) strike, the investor makes the maximum profit.
- Max Profit = Strike Price of short call – Strike Price of Long Call – Net Premium Paid
- Max Loss = Net Premium Paid + Commissions Paid
- Breakeven Point = Strike Price of Purchased Call + Net Debit Paid

ROLLOVER ANALYSIS - September Expiry

Rollover in Top Ten stocks on date 23/09/2015, Wednesday (September Expiry)

	Rollover for Sept Expiry on 23-Sept -2015, Wednesday (Current Expiry)			Rollover for Aug Expiry on 26-Aug -2015, Wednesday (Previous Expiry)			Rollover for Aug Expiry on 27-Aug -2015, Thursday (Previous Expiry)		
Symbol	**Rollover**	**Rollover %**	**Cost**	**Rollover**	**Rollover %**	**Cost**	**Rollover**	**Rollover %**	**Cost**
TCS	3,167,725	73.99	0.36	3,118,750	70.95	0.52	3,914,375	81.12	0.69
RELIANCE	20,493,250	65.37	0.62	22,347,500	63.65	0.60	31,726,250	86.88	0.72
ITC	22,154,200	64.53	0.59	24,117,000	68.39	0.58	28,643,000	71.47	0.71
ONGC	13,728,000	53.35	0.55	17,325,000	58.40	0.38	25,945,000	82.48	0.52
HDFCBANK	19,488,000	72.88	0.61	21,144,500	66.18	0.52	27,209,750	81.42	0.74
COALINDIA	9,110,600	56.41	0.56	10,110,000	42.10	0.42	15,222,000	60.35	0.29
INFY	9,731,750	56.18	-0.17	12,474,250	69.00	0.50	16,209,000	79.41	0.74
SUNPHARMA	7,209,350	63.84	0.31	8,420,500	62.99	0.53	11,559,000	77.49	0.48
SBIN	43,800,000	67.66	0.50	41,338,000	61.31	0.33	60,190,000	80.75	0.72
HDFC	8,395,700	65.89	0.57	10,796,250	74.83	0.57	12,067,000	81.32	0.52
NIFTY	**15,269,450**	**49.87**	**0.42**	**17,144,275**	**59.86**	**0.37**	**21,515,425**	**66.86**	**0.53**

Stock Wise Rollover on date 23/09/2015, Wednesday (September Expiry)

	Open Interest				Rollover		
	Near Month OI		Next Month OI				
Symbol	**Near**	**% Chg**	**Next**	**% Chg**	**Rollover**	**Rollover %**	**Cost**
JUBLFOOD	278,250	-69.66	1,647,750	58.21	1,648,050	85.56	0.44
JSWSTEEL	1,839,250	-47.99	9,741,500	21.99	9,741,500	84.12	0.63
M&MFIN	2,036,000	-68.02	9,452,000	105.61	9,464,000	82.30	-0.17
RCOM	8,664,000	-60.22	31,864,000	63.88	32,032,000	78.71	0.38
AUROPHARMA	3,256,500	-43.03	11,580,000	25.49	11,596,800	78.08	0.61
UBL	165,250	-50.08	585,250	35.40	585,250	77.98	0.61
IDBI	7,344,000	-33.93	23,976,000	35.40	24,208,000	76.72	0.68
TCS	1,113,500	-50.44	3,161,125	45.43	3,167,725	73.99	0.36
GAIL	2,792,000	-45.18	7,854,000	60.98	7,856,800	73.78	0.00
CENTURYTEX	2,033,500	-54.40	5,677,000	91.76	5,677,800	73.63	0.74

Sector Wise Rollover on date 23/09/2015, Wednesday (September Expiry)						
	Open Interest					
	Near Month OI		Next Month OI			
Symbol	Near	% Chg	Next	% Chg	Rollover	Rollover %
Telecom	25,416,500	-50.00	70,595,000	49.19	70,800,800	73.58
Infrastructure	46,148,000	-41.13	103,379,000	34.15	105,413,300	69.55
Fertilisers	3,764,500	-46.33	7,889,500	73.62	7,890,500	67.70
Metals	83,017,250	-38.69	161,991,500	44.52	164,899,500	66.51
Textile	4,569,875	-43.01	8,778,000	75.81	8,784,500	65.78
Pharma	20,077,625	-38.01	37,886,250	51.70	37,978,850	65.42
Banking	163,434,500	-38.19	300,095,750	50.95	302,978,550	64.96
FMCG	34,449,875	-39.29	62,926,125	57.78	63,493,325	64.83
Cement	15,324,625	-39.49	25,753,375	50.56	25,894,950	62.82
Automobile	72,901,375	-37.92	116,485,625	50.37	117,225,885	61.66

Nifty Rollover Comparison Data (Last two months)					
	Current Month (Sept Exp)			Previous Month (Aug Exp)	
Day	Date	Rollover	Day	Date	Rollover
Monday	9/21/2015	28.25%	Monday	8/24/2015	33.89%
Tuesday	9/22/2015	42.25%	Tuesday	8/25/2015	48.65%
Wednesday	**9/23/2015**	**49.87%**	Wednesday	8/26/2015	59.86%
Thursday	9/24/2015	-	**Thursday**	**8/27/2015**	**66.86%**

Jublfood, Jswsteel, M&Mfin, Rcom, Aurobharma, UBL, IDBI, TCS, GAIL and Centurytex are top in stocks rollover.
Telecom, Metals, Fertilizers, Infrastructure, Textile, Banking, Pharma, Capital Goods and Realty stocks are top in sector wise rollover.

Nifty future has seen Rollover of 49.87% for September series (One day before expiry).

Nifty future rolled at cost of 0.42%, at premium of around 30-32 points.

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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