

Market Summary

	Spot	March Future	Prem. / Disc	Futures OI	PCR OI	VIX
Current	5137.00	5148.10	11.10	26814200	1.44	19.73%
Previous	5133.40	5146.85	13.45	27078900	1.50	20.14%
Change (%)	0.07	0.02	-	-0.97	-	-

Market Summary: Nifty closed on a flat note at 5,137 (up 0.07%) on Friday. Despite encouraging IIP data for the month of January 2010, markets ended the week on lackluster note. IIP grew 16.7% as against 1% in January 2009. HUL continued to be under pressure losing more than over 4%. Metals and oil & gas witnessed buying interest but the gains were offset by losses in realty and PSU space.

Premium/Discount: Nifty March Futures closed at 5148.10 against spot closing of 5137.00, at a premium of 11.10 points compared to a premium of 13.45 points in the last trading session. The futures traded in the premium throughout the entire session.

Open Interest/Volume: Nifty futures saw slight increase in Open Interest build-up today. Open interest in Nifty March futures stood at Rs. 2.68 Crores, a decrease of 2.64 Lakhs (0.97%). Daily volume decreased from 3.74 Lakhs to 3.23 Lakhs, a decrease of 13.6%.

VIX: Nifty VIX decreased from 20.14% to 19.73%. ATM IV stood at 17.5%.

PCR: The Put-Call Ratio for index options decreased from 1.50 to 1.44 as aggressive writing of call options took place, especially at 5100 and 5200 levels. The March 5100 Put still has the highest cumulative OI among all the strikes with 1.20 Cr shares outstanding.

Turnover Snapshot

Segment	Turnover (Rs. Cr)	% of Total
NSE Cash	12,708.12	15.61
BSE Cash	4,073.55	5.00
NSE F&O	64,652.67	79.39
Total	81,434.34	100

Product	No. of contracts	Turnover (Rs. Cr)	% change
Index Futures	393,248	9,891.8	-14.19
Index Options	1,484,147	38,222.45	-0.55
Stock Futures	392,443	14,197.22	0.15
Stock Options	65,685	2,341.2	12.25
F&O Total	2,335,523	64,652.67	-2.37

⇒ Total Market Turnover was at Rs. 81,434.34 Crores which was 2.29% lower than the turnover of the previous trading session.

⇒ The turnover in the F&O section was nearly 2.37% lower than the previous trading day.

Stock F&O Trends

Long Build Up

Symbol	OI ('000)	OI Change (%)	Price Change (%)
STER	5,433.4	16.94%	1.19%
CROMPGREAV	2,159.5	12.49%	1.27%
BAJAJ-AUTO	337.4	10.55%	1.08%
JINDALSAW	14,710.0	7.92%	2.11%
TCS	3,631.0	5.83%	0.61%

Short Build Up

Symbol	OI ('000)	OI Change (%)	Price Change (%)
RENUKA	23,785.0	21.23%	-5.62%
APOLLOTYRE	4,522.0	13.58%	-1.17%
SINTEX	1,097.6	12.00%	-1.63%
UNIPHOS	963.2	11.33%	-1.27%
MCLEODRUSS	1,926.9	8.68%	-0.64%

Long Unwinding

Symbol	OI ('000)	OI Change (%)	Price Change (%)
SUNTV	211.0	-8.26%	-0.98%
HDFCBANK	1,979.4	-4.26%	-1.04%
INFOSYSTCH	2,501.2	-3.77%	-0.48%
SCI	1,219.2	-3.61%	-0.79%
IOB	3,100.5	-3.31%	-0.59%

Short covering

Symbol	OI ('000)	OI Change (%)	Price Change (%)
CONCOR	46.3	-14.35%	0.46%
HINDZINC	309.5	-11.32%	1.81%
PATNI	789.1	-9.81%	0.42%
CUMMINSIND	128.3	-9.40%	0.66%
INDIANB	963.6	-7.98%	0.93%

⇒ There was considerable long build up in Sterlite with 16.94% addition in OI and 1.19% increase in price. Jindal Saw gained 2.11% along with 7.92% addition in OI. Renuka Sugar saw substantial short build-up with 21.23% increase in OI and 5.62% decrease in price.

⇒ Long unwinding was seen in Sun TV and HDFC Bank with decrease in OI by 8.26% and 4.26% respectively. Significant short covering took place in CCIL and Hindustan Zinc with decrease in OI by 14.35% and 11.32% respectively.

⇒ IFCI, Idea Cellular and TCS present good opportunities for Short Gamma trades. Their ATM Implied Volatilities are trading above their 30 Day Historical Volatilities and 5 DMA Intraday Volatilities.

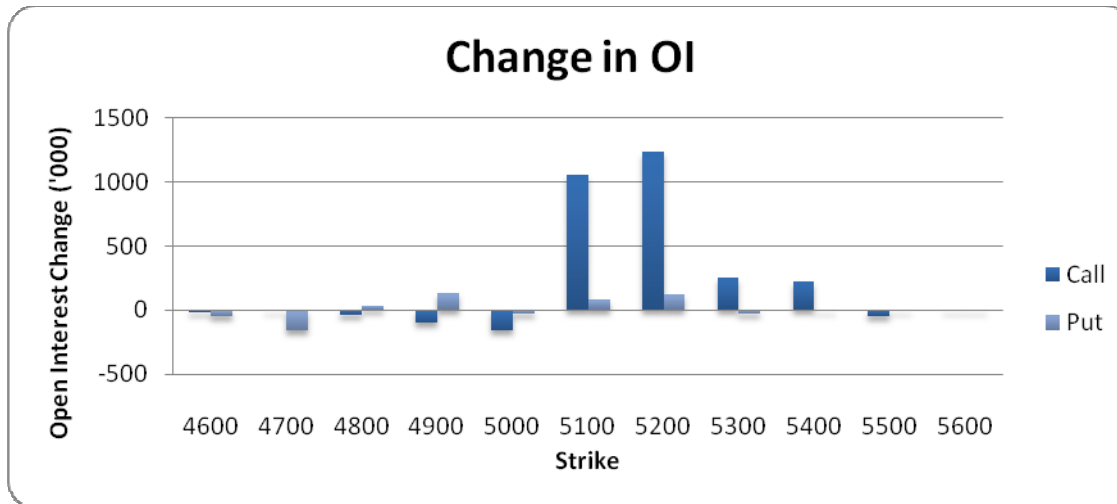
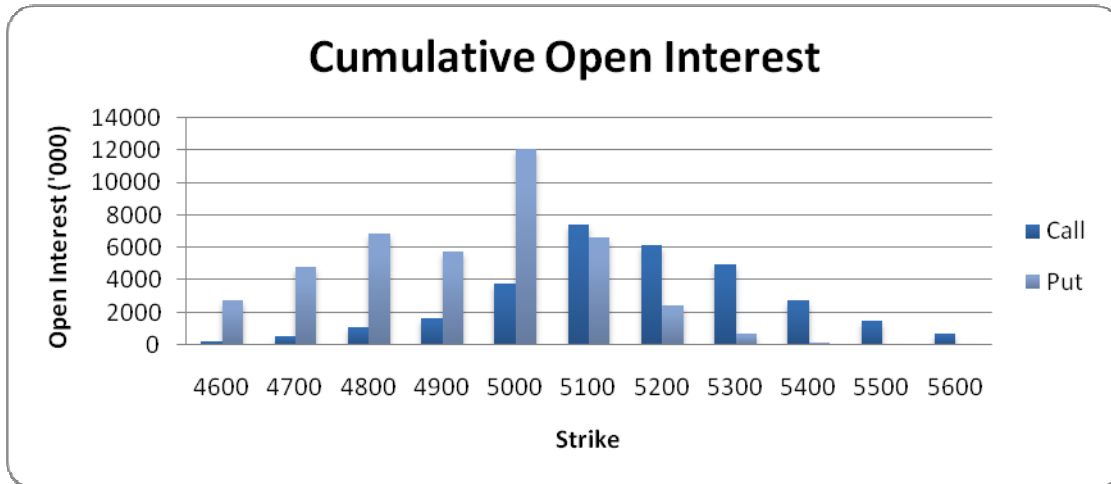
Stocks for Gamma SHORT

Symbol	HV % (30 day)	IV % (ATM)	IDV % (5 DMA)
IFCI LTD	34.01	42.36	28.53
IDEA	31.01	36.78	27.29
TCS	16.77	22.28	18.01

Stocks for Gamma LONG

Symbol	HV % (30 day)	IV % (ATM)	IDV % (5 DMA)
-	-	-	-

NIFTY PCR Analysis



- ⇒ The Put-Call Ratio for Nifty decreased from 1.50 to 1.44. PCR for the March series stands at 1.62 as compared to 1.74 yesterday.
- ⇒ In the Nifty March Series, 5100 and 5200 Call added the highest open interest on absolute basis. Nifty currently has highest cumulative OI on the put-side at 5000 strike and highest cumulative OI in the call side at 5100 levels.
- ⇒ In the absence of any major triggers, market is expected to consolidate between 5050-5150 levels in the coming sessions as is suggested by Nifty PCR data. However, if this range is broken on downside, it can lead to deeper correction due to unwinding of Put options at 5000 strike.

FII Derivatives Activity

Symbol	BUY		SELL		NET		OPEN INTEREST	
	No. of contracts	Amt in Rs. Crores	No. of contracts	Amt in Rs. Crores	No. of contracts	Amt in Rs. Crores	No. of contracts	Amt in Rs. Crores
INDEX FUTURES	24655	647.9	27039	695.8	-2384	-47.9	401569	10489.5
STOCK FUTURES	20074	723.9	27735	931.2	-7661	-207.3	817158	26717.3
INDEX OPTIONS	102686	2610.1	76674	1932.9	26012	677.2	1475438	38027.3
STOCK OPTIONS	1933	62.3	1823	59.9	110	2.5	24447	838.6
Total	149348	4044.1	133271	3619.7	16077	424.5	2718612	76072.7

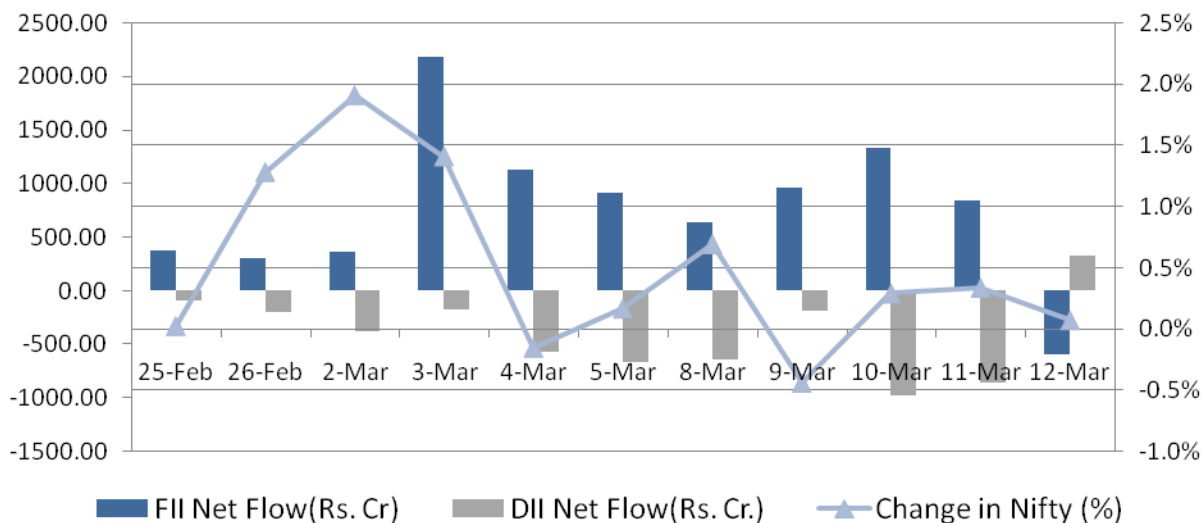
FII and DII trading activity (Cash)

(Provisional data, Rs. Crores)

Category	Buy Value	Sell Value	Net Value
FII	2651.76	2280.08	371.68
DII	1324.08	1414.89	-90.81

- ⇒ FII were net sellers in the Index Futures segment to the tune of Rs. 47.9 Crores. FIIs were net buyers in the index options segment to the tune of Rs. 677.2 Crores.
- ⇒ FII's were net buyers to the tune of 371.68 Crores and DIIs were net sellers to the tune of -90.81 Crores in the cash segment
- ⇒ In the previous 10 days, FIIs have been net buyers to the tune of Rs. 8062.42 Crores while DIIs have been net sellers of Rs. 4313.34 Crores worth of instruments in cash segment.

FII and DII Flows





Jaypee Offices Worldwide:

Chicago

30 South Wacker Drive
Suite 1700
Chicago, IL 60606
+1 312 254 5044
sales@jaypeeusa.com

New York

One North End Avenue
Suite 1227
New York, NY 10282
+1 212 537 6271
sales@jaypeeusa.com

New Delhi

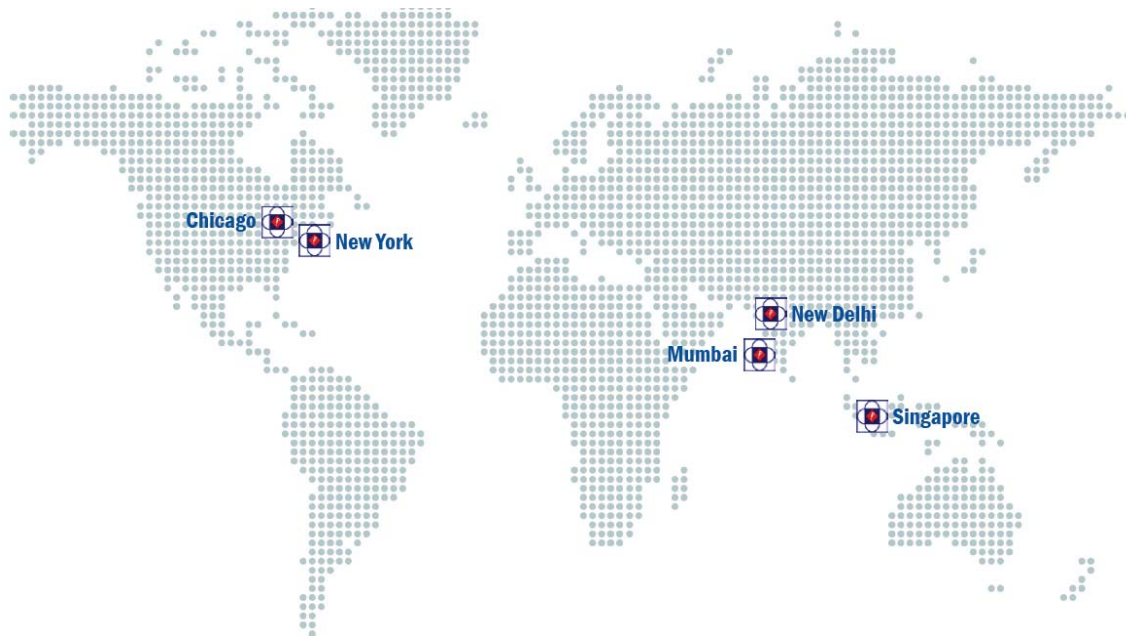
1114, Naurang House
21, K.G. Marg
New Delhi - 110 001, India
+91 11 6630 3030
sales@jaypeeindia.com

Mumbai

505, Arcadia
195, Nariman Point,
Mumbai - 400 021, India
+91 22 4062 1020
sales@jaypeeindia.com

Singapore

2 Shenton Way
#10-02 SGX Centre 1
Singapore 068804
+65 6438 0095
sales@jaypeesg.com



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