



Thursday, June 27th 2013

Derivative strategy Bear Put spread: (For 5-7 days)

Long Put			
Strike Price	Premium	Implied_Vol	True_vol
60.5	0.722	-	15.30414126
Short Put			
Strike Price	Premium	Implied_Vol	True_vol
59.5	0.359	-	14.58402617
Net Debit	Maximum Risk	Maximum Reward	Breakeven
0.3630	0.3630	0.6370	60.137

Futures	Payoff_Longput	Payoff_Shortput	Net
58.57	1.208	-0.571	0.637
58.72	1.058	-0.421	0.637
58.87	0.908	-0.271	0.637
59.02	0.758	-0.121	0.637
59.17	0.608	0.029	0.637
59.32	0.458	0.179	0.637
59.47	0.308	0.329	0.637
59.62	0.158	0.359	0.517
59.77	0.008	0.359	0.367
59.92	-0.142	0.359	0.217
60.07	-0.292	0.359	0.067
60.22	-0.442	0.359	-0.083
60.37	-0.592	0.359	-0.233
60.52	-0.722	0.359	-0.363
60.67	-0.722	0.359	-0.363
60.82	-0.722	0.359	-0.363
60.97	-0.722	0.359	-0.363
61.12	-0.722	0.359	-0.363
61.27	-0.722	0.359	-0.363
61.42	-0.722	0.359	-0.363
61.57	-0.722	0.359	-0.363
61.72	-0.722	0.359	-0.363

Conclusion: Through the above strategy one should make limited profit near about 0.637 paisa or 637 Rs per lot with limited loss of 0.3630 or 363 Rupee per Lot.