

**KS-Derivatives**

Thailand Strategy  
10 September 2009

**Actions:**

- Maintain the rest of the position in Long S50U09. The next target level will be 520 pts or higher.
- Figure 1: Technical analysis indicates holding the remaining long position after having taken some profit. The profit-taking point will be updated, and the upside may extend to 520 pts or higher.
- Figure 2: Near-term upside of the SET50 is 505 pts.
- The SET50 is expected to increase in line with regional markets. We expect the SET to break above 700 pts in the short term, led by commodity stocks such as PTT, PTTEP, TTA, TSTH, STA and PDI. However, speculators should consider taking some profit when the SET breaks above 700 pts as the traded value of the SET is very high. Historical data suggests the SET will correct sooner or later. We usually expect an average correction of 5-8% during a bull market. In general, we recommend buying on any weakness as the SET is expected to reach 710-735 pts within 6 months.

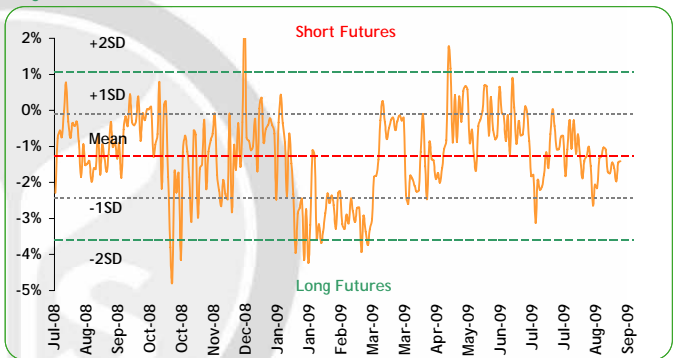
Figure 2: SET50 Top 10 Movers

Top 10 (Bt)	Current price (A)	%Mkt Cap	Direction	S-T Target (B)	Up/Downside (B-A)	Impact on SET50
PTT	260.0	17.0%	Up	261.0	1.0	0.3
PTTEP	146.0	11.1%	Up	149.0	3.0	1.1
ADVANC	95.0	6.5%	Up	95.8	0.8	0.2
BBL	115.5	5.1%	Up	117.0	1.5	0.3
SCC	217.0	6.0%	Up	222.0	5.0	0.6
SCB	81.8	6.4%	Up	83.3	1.5	0.5
BAY	18.3	2.6%	Up	18.8	0.5	0.3
DTAC	39.5	2.2%	Up	40.3	0.8	0.2
PTTCH	82.3	2.8%	Up	92.0	9.8	1.5
TOP	46.0	2.2%	Up	47.0	1.0	0.2
(Sum)		61.8%				5.3
Last	499.8		Up	505.1		

Figure 1: Technical Analysis



Figure 3: SET50 Futures Premium



\*SD = Standard Deviation

**TECHNICAL VIEW ON STOCK FUTURES**

Figure 4: PTTEP Spot



- Figure 4. Hold on to the Long futures position in PTTEP through the volatility as it is expected to rebound. Aim to take some profit at 156 (PTTEP Spot) in the chart.

Figure 5: PTTU09 Futures



- Figure 5. Hold the long position in PTT futures and aim for a point past the 261 barrier to take some profit at 276-280 in the chart.

**PAIR TRADE ACTION**

- There is no pair trading signal available

The information, statements, forecasts and projections contained herein, including any expression of opinion, are based upon sources believed to be reliable, but their accuracy, completeness or correctness are not guaranteed. Expressions of opinion herein were arrived at after due and careful consideration and they were based upon the best information known to us then, and in our opinion are fair and reasonable in the circumstances prevailing at the time. Expressions of opinion contained herein are subject to change without notice.

SET50 CHANGE & OPEN INTERESTS

Figure 6: SET50 Change & Open Interests

	Index	Change %	Net Long / Short Contracts		
			Institutions	Foreign	Retail
LAST	499.8		-781	22	759
			Cumulative Net Long / Short Contracts		
-2D	496.7	0.6%	-2,582	-1,406	1,783
-1W	467.1	7.0%	-1,764	-3,991	-2,939
-1M	466.4	7.1%	2,060	-5,269	-9,243
YTD	316.5	57.9%	-16,429	22,065	-18,097
Estimated Outstanding			-17,350	20,670	-15,781

STATISTICS

Figure 7: SET50 Futures & Options Prices

Series	Exp Date	Last Price	1 Day Chg	1 Day %Chg	Open Int.	Volume	Fair Value	Fair/Spot(%)	
S50U09	29-Jun-09	499.0	3.0	0.6%	23,663	7,070	501.0	-0.4%	
S50Z09	29-Sep-09	496.7	3.1	0.6%	3,705	1,462	501.8	-1.0%	
S50H10	31-Dec-09	494.6	1.7	0.3%	162	21	502.7	-1.6%	
S50M10	31-Mar-10	494.5	2.4	0.5%	132	9	505.6	-2.2%	
Call Option	Strike Price	Premium	Volume	Open Int.	Put Option	Strike Price	Premium	Volume	Open Int.
U09	460	37.0	5	452	U09	460	na	0	0
U09	470	29.8	62	1001	U09	470	3.0	26	610
U09	480	20.9	17	991	U09	480	3.5	14	472
U09	490	13.5	52	799	U09	490	5.2	91	285
U09	500	8.0	12	224	U09	500	9.2	39	49
U09	510	4.5	26	187	U09	510	15.9	7	1

Figure 8: Stock & Gold Futures Snapshot

Products	Stock Price	Settlement Price	Stock/Settlement(%)	Trade Volume		Chg in Price	Open Int.	Chg in OI	Fair Value	Fair/Spot(%)
				Value (Btmn)	Contracts					
PTT	260.0									
PTTU09		262.0	-0.8%	0.001	5	8.0	58	0	262.6	-0.2%
PTTEP	146.0									
PTTEPU09		147.0	-0.7%	0.023	154	3.0	329	6	149.6	-1.7%
ADVANC	95.0									
ADVANCU09		95.2	-0.2%	0.003	36	-0.1	203	-32	95.9	-0.8%
BANPU	420.0									
BANPUU09		404.0	4.0%	-	-	-	2	0	-	-
BBL	115.5									
BBLU09		100.0	15.5%	-	-	-	1	0	-	-
ITD	3.1									
ITDU09		3.1	-1.3%	-0.100	91	-0.1	1930	74	-	-
KBANK	76.8									
KBANKU09		72.5	5.9%	22.576	154	3.0	329	6	-	-
KTB	9.1									
KTBU09		9.1	-0.5%	1.281	142	-0.1	1471	73	-	-
LH	6.2									
LHU09		6.3	-1.6%	0.333	53	-0.1	346	-26	-	-
QH	2.1									
QHU09		2.1	1.0%	-0.100	8	-0.1	49	1	-	-
SCB	81.8									
SCBU09		73.0	12.0%	-	-	-	5	0	-	-
SCC	217.0									
SCCU09		213.2	1.8%	-8.800	7	-8.8	64	-1	-	-
TTA	25.0									
TTAU09		25.2	-0.8%	3.073	123	-	424	21	-	-

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