KS-Derivatives

Thailand Strategy
15 September 2009

Actions:

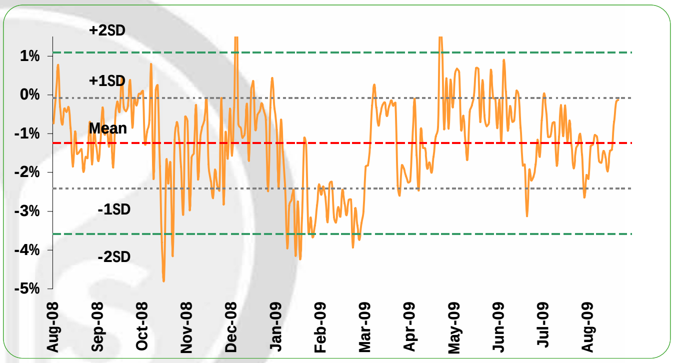
- **Hold on to the rest of the position in Long S50U09 but be prepared for high volatility during the day. The next target is 520 pts or higher. However, if S50U09 breaches 490 pts downward during the day, some of the Long S50U09 position must be closed.**
- Figure 1: Technical analysis indicates holding the remaining long position after taking some profit. The next profit-taking point will be updated; the upside may extend to 520 pts or higher in the chart. If the index falls below 490 pts intraday, take more profit.
- Figure 2: Downside of the SET50 is 494 pts.
- The SET50 is expected to rebound before losing strength during the 2nd session of trading hours as the SET has nearly reached our target (710 pts) and the consensus valuation (730 pts). Speculators should consider taking some profit when the SET breaks above 700 pts as the traded value of the market is very high. The SET is also too bullish compared with the pace of the economic recovery. Historical data suggest share prices will correct sooner or later. We usually expect an average correction of 5-8% during a bull market.

Figure 1: Technical Analysis

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	257.0	16.9%	Down	255.0	-2.0	-0.6
PTTEP	143.5	11.0%	Down	142.0	-1.5	-0.5
ADVANC	96.5	6.6%	Down	95.3	-1.3	-0.4
BBL	116.0	5.1%	Down	114.0	-2.0	-0.4
SCC	215.0	6.0%	Down	213.0	-2.0	-0.3
SCB	81.0	6.4%	Down	80.8	-0.3	-0.1
BAY	18.1	2.5%	Down	17.6	-0.5	-0.3
DTAC	42.0	2.3%	Down	41.0	-1.0	-0.3
PTTCH	77.0	2.7%	Neutral	77.0	0.0	0.0
TOP	44.5	2.1%	Down	43.8	-0.8	-0.2
(Sum)		61.6%				-3.0
Last	**497.0**		**Down**	**493.9**		

Figure 3: SET50 Futures Premium



*SD = Standard Deviation

TECHNICAL VIEW ON STOCK FUTURES

Figure 4: PTTEP Spot

- Figure 4. Aim to hold to the Long futures position in PTTEP through the volatility, but set a stop loss to sell half the position if PTTEP spot closes below 141.

Figure 5: PTTU09 Futures

- Figure 5. Hold the long position in PTT futures and aim at take some profit at 276-280 in the chart. Set a stop loss to sell half the position if PTT spot falls below 253 (intraday).

PAIR TRADE ACTION

- There is no pair trading signal available

SET50 CHANGE & OPEN INTERESTS

Figure 6: SET50 Change & Open Interests

	Index	Change %	Institutions	Foreign	Retail
			Net Long / Short Contracts		
LAST	**497.0**		-151	-897	1,048
			Cumulative Net Long / Short Contracts		
-2D	**508.2**	-2.2%	-2,070	562	1,508
-1W	**488.2**	1.8%	-5,372	2,556	2,816
-1M	**473.3**	5.0%	-1,382	8,338	-6,956
YTD	**316.5**	57.0%	-19,218	35,416	-16,207
Estimated Outstanding			-20,139	34,021	-13,891

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	495.3	-13.4	-2.6%	22,329	7,851	497.3	-0.4%
S50Z09	29-Sep-09	492.9	-13.8	-2.7%	4,531	1,975	497.9	-1.0%
S50H10	31-Dec-09	493.8	-12.2	-2.4%	180	37	501.8	-1.6%
S50M10	31-Mar-10	492.0	-12.0	-2.4%	144	14	503.0	-2.2%

Call Option	Strike Price	Premium	Volume	Open Int.	Put Option	Strike Price	Premium	Volume	Open Int.
U09	460	35.0	5	447	**U09**	460	na	0	0
U09	470	24.6	17	983	**U09**	470	1.1	42	625
U09	480	17.4	58	939	**U09**	480	3.7	44	496
U09	490	9.2	46	767	**U09**	490	5.2	47	429
U09	500	5.9	75	287	**U09**	500	10.0	163	347
U09	510	3.4	64	317	**U09**	510	17.0	39	75

Figure 8: Stock Futures Snapshot

Products	Stock Price	Settlement Price	Stock/ Settlement(%)	Trade Volume Value (Btmn)	Trade Volume Contracts	Chg in Price	Open Int.	Chg in OI	Fair Value	Fair/Spot(%)
PTT	257.0									
PTTU09		261.0	-1.5%	0.001	2	-3.7	67	0	259.5	0.6%
PTTEP	143.5									
PTTEPU09		143.9	-0.3%	0.029	200	-4.9	399	21	147.0	-2.1%
ADVANC	96.5									
ADVANCU09		96.2	0.3%	0.003	27	-1.1	163	-18	97.5	-1.3%
BANPU	412.0									
BANPUU09		404.0	2.0%	-	-	-	3	0	-	-
BBL	116.0									
BBLU09		100.0	16.0%	-	-	-	1	0	-	-
ITD	3.1									
ITDU09		3.2	-1.9%	-0.200	117	-0.2	2227	85	-	-
KBANK	77.0									
KBANKU09		72.5	6.2%	29.192	200	-4.9	399	21	-	-
KTB	9.1									
KTBU09		9.1	-0.5%	1.436	157	-	1591	-22	-	-
LH	6.1									
LHU09		6.1	0.0%	0.365	59	-0.2	318	-33	-	-
QH	2.1									
QHU09		2.1	1.9%	-0.100	1	-0.1	54	1	-	-
SCB	81.0									
SCBU09		73.0	11.0%	-	-	-	5	0	-	-
SCC	215.0									
SCCU09		210.5	2.1%	-10.000	5	-10.0	71	2	-	-
TTA	25.3									
TTAU09		25.4	-0.6%	7.597	295	-1.4	418	15	-	-

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