

KS-Derivatives

Thailand Strategy
16 September 2009

Actions:

- Hold on to the rest of the position in Long S50U09. The next target is 520 pts or higher at 533 pts. 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 or higher in the chart. If the index falls below 490 intraday, take more profit.
- Figure 2: Downside of the SET50 is 496 pts.
- The SET50 is expected to continue to rise as the SET is expected to test 730 pts, which is our and consensus's fair price. However, speculators should also be ready for a short-term correction, which may occur at any time, as the market is likely to correct once it has tested the SET's fair-price level. Historical data suggest share prices will correct by an average of 5-8% during a bull market.

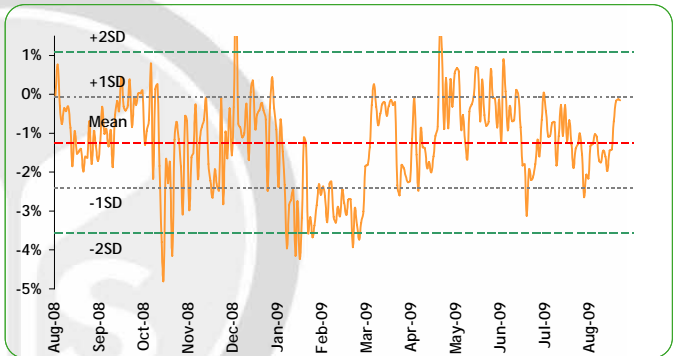
Figure 2: SET50 Top 10 Movers

Top 10 (Bt)	Current price (A)	%Mkt Cap	Direction	S-T Target (B)	Up/Downside (B-A)	Impact on SET50
PTT	265.0	17.1%	Down	255.0	-10.0	-3.0
PTTEP	145.0	11.0%	Down	142.0	-3.0	-1.0
ADVANC	96.0	6.5%	Down	95.3	-0.8	-0.2
BBL	116.5	5.1%	Down	114.0	-2.5	-0.5
SCC	219.0	6.0%	Down	213.0	-6.0	-0.8
SCB	79.8	6.2%	Down	78.3	-1.5	-0.5
BAY	18.3	2.5%	Down	17.6	-0.7	-0.4
DTAC	42.5	2.3%	Down	41.0	-1.5	-0.4
PTTCH	79.3	2.7%	Down	77.0	-2.3	-0.4
TOP	46.0	2.1%	Down	43.8	-2.3	-0.5
(Sum)		61.6%				-7.7
Last	503.9		Down	496.2		

Figure 1: Technical Analysis



Figure 3: SET50 Futures Premium



*SD = Standard Deviation

TECHNICAL VIEW ON STOCK FUTURES

Figure 4: PTTEPU09 Futures



- Figure 4. Aim to hold on 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 to 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

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	503.9		399	335	-734
			Cumulative Net Long / Short Contracts		
-2D	497.0	1.4%	-408	189	219
-1W	496.7	1.5%	-4,996	2,038	2,958
-1M	473.3	6.5%	-806	8,891	-8,085
YTD	316.5	59.2%	-18,843	35,756	-16,922
Estimated Outstanding			-19,764	34,361	-14,606

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	505.3	10.0	2.0%	22,206	6,746	507.4	-0.4%	
S50Z09	29-Sep-09	502.9	10.0	2.0%	4,539	1,913	508.1	-1.0%	
S50H10	31-Dec-09	502.0	8.2	1.7%	186	19	510.3	-1.6%	
S50M10	31-Mar-10	501.0	9.0	1.8%	148	7	512.4	-2.2%	
Call Option	Strike Price	Premium	Volume	Open Int.	Put Option	Strike Price	Premium	Volume	Open Int.
U09	460	41.5	17	447	U09	460	na	0	0
U09	470	32.3	11	987	U09	470	1.0	24	631
U09	480	21.5	12	907	U09	480	1.7	24	514
U09	490	14.0	32	776	U09	490	3.1	22	446
U09	500	10.5	59	315	U09	500	5.9	88	421
U09	510	6.9	66	356	U09	510	11.0	8	85

Figure 8: Stock 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	265.0									
PTTU09		263.0	0.8%	0.000	1	2.0	66	-1	267.6	-1.7%
PTTEP	145.0									
PTTEPU09		145.8	-0.5%	0.013	86	1.9	411	12	148.6	-1.9%
ADVANC	96.0									
ADVANCU09		96.8	-0.8%	0.002	20	0.6	162	-1	96.9	-0.2%
BANPU	414.0									
BANPUU09		404.0	2.5%	-	-	-	3	0	-	-
BBL	116.5									
BBLU09		100.0	16.5%	-	-	-	1	0	-	-
ITD	3.4									
ITDU09		3.4	-0.6%	0.200	34	0.2	2219	-8	-	-
KBANK	76.8									
KBANKU09		72.5	5.9%	12.507	86	1.9	411	12	-	-
KTB	9.3									
KTBU09		9.4	-1.1%	2.403	259	0.3	1689	98	-	-
LH	6.2									
LHU09		6.3	-1.6%	0.192	31	0.2	333	15	-	-
QH	2.2									
QHU09		2.2	-1.8%	0.100	15	0.1	46	-8	-	-
SCB	79.8									
SCBU09		73.0	9.2%	-	-	-	5	0	-	-
SCC	219.0									
SCCU09		217.5	0.7%	7.000	5	7.0	72	1	-	-
TTA	26.0									
TTAU09		26.1	-0.4%	3.213	125	0.7	446	28	-	-

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