

KS-Derivatives

Thailand Strategy 23 September 2009

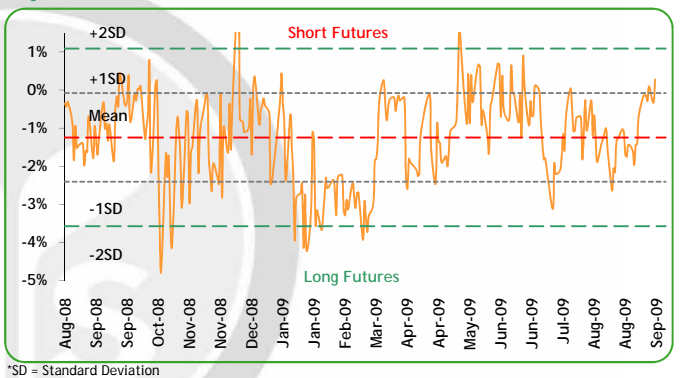
Actions:

- Today, hold on to both Long S50U09 and S50Z09. The next profit-taking point for S50U09 is 540 pts. However, if the newly opened long position in S50Z09 breaches 492 pts downward during the day, the long position in S50U09 must be partially closed.
- Figure 1: Hold the long positions in S50U09 and S50Z09. Aim to take some profit at 540 pts but set a partial stop-loss for S50Z09 at 492 pts (intraday).
- Figure 2: Upside of the SET50 is 519 pts.
- The SET50 is expected to zig-zag up as the result of the US Treasury bond auction was better than expected and the ADB has revised up Asia's GDP growth outlook, driving the oil price upward. Additionally, we believe that the SET could test 733 pts, which is our and consensus's fair value, in the next week amid window-dressing activity. In fact, fund flows are the key factor driving the market upward at the moment.

Figure 1: Technical Analysis



Figure 3: SET50 Futures Premium



*SD = Standard Deviation

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	267.0	16.8%	Up	269.0	2.0	0.6
PTTEP	146.5	10.8%	Up	147.5	1.0	0.3
ADVANC	97.0	6.4%	Neutral	97.0	0.0	0.0
BBL	117.5	5.0%	Up	119.5	2.0	0.4
SCC	236.0	6.3%	Neutral	236.0	0.0	0.0
SCB	82.5	6.2%	Neutral	82.5	0.0	0.0
BAY	18.5	2.5%	Up	18.6	0.1	0.1
DTAC	44.3	2.3%	Up	45.0	0.8	0.2
PTTCH	80.5	2.7%	Up	82.8	2.3	0.3
TOP	46.8	2.1%	Up	47.0	0.3	0.1
(Sum)		61.2%				1.9
Last	517.0		Up	519.0		

TECHNICAL VIEW ON STOCK FUTURES

Figure 4: PTTEPU09 Futures



- Figure 4. Hold on to the Long futures position in PTTEP through the volatility and aim to take some profit at 156-159 in the chart. 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 280-282 in the chart. Stop-loss signal will be updated.

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	517.0		-263	-316	579
			Cumulative Net Long / Short Contracts		
-2D	508.4	1.7%	-482	-434	916
-1W	503.9	2.6%	-2,278	535	1,743
-1M	462.8	11.7%	-6,704	9,076	-2,372
YTD	316.5	63.4%	-21,501	35,951	-14,459
Estimated Outstanding			-22,422	34,556	-12,143

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	519.2	11.2	2.2%	21,739	7,283	521.4	-0.4%	
S50Z09	29-Sep-09	519.6	12.2	2.4%	5,568	3,303	525.1	-1.0%	
S50H10	31-Dec-09	519.0	12.0	2.4%	223	45	527.8	-1.7%	
S50M10	31-Mar-10	517.6	12.6	2.5%	153	13	529.7	-2.3%	
Call Option	Strike Price	Premium	Volume	Open Int.	Put Option	Strike Price	Premium	Volume	Open Int.
U09	480	35.5	3	884	U09	480	0.2	1	527
U09	490	25.5	13	753	U09	490	0.7	10	480
U09	500	20.0	15	335	U09	500	1.3	51	563
U09	510	12.0	23	458	U09	510	2.6	130	200
U09	520	6.0	63	542	U09	520	6.4	32	15
U09	530	3.5	52	165	U09	530	13.0	2	0

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	267.0									
PTTU09		265.5	0.6%	0.002	7	-	38	0	269.6	-1.5%
PTTEP	146.5									
PTTEPU09		147.5	-0.7%	0.012	82	2.1	381	-21	150.1	-1.7%
ADVANC	97.0									
ADVANCU09		97.5	-0.5%	0.001	13	0.5	167	-1	98.0	-0.5%
BANPU	448.0									
BANPUU09		404.0	10.9%	-	-	-	3	0	-	-
BBL	117.5									
BBLU09		100.0	17.5%	-	-	-	1	0	-	-
ITD	3.7									
ITDU09		3.7	0.0%	0.200	62	0.2	2543	44	-	-
KBANK	78.3									
KBANKU09		78.5	-0.3%	12.016	82	2.1	381	-21	-	-
KTB	9.3									
KTBU09		9.4	-1.6%	1.529	165	0.2	1757	33	-	-
LH	6.8									
LHU09		6.7	1.5%	0.536	81	0.4	313	36	-	-
QH	2.4									
QHU09		2.4	1.7%	0.100	4	0.1	56	0	-	-
SCB	82.5									
SCBU09		73.0	13.0%	-	-	-	5	0	-	-
SCC	236.0									
SCCU09		229.0	3.1%	-	2	-	15	-1	-	-
TTA	27.5									
TTAU09		27.4	0.4%	2.407	89	0.8	376	-29	-	-

Susheel Narula (susheel.n@kasikornsecurities.com; Tel +662 696-0021)