



Punter's Call

A smart breakout

Market today: Nifty broke above 3775

The Nifty opened firm above the crucial 3775 resistance and continued to exhibit strength through the day. The index ended the session with gains of 91 points. The Nifty moved up smartly on substantial buying in front-line stocks and closed near the 3850 levels. The current upmove should continue and target the recent high around 3900 and the bias has changed from down to up after the Nifty sustained above the 10-DMA. After consolidating in the 3700-3775 range for the last couple of sessions the index has witnessed a breakout above 3775, which is positive for the market in the short term. Intra-day there are resistances at 3860 and 3880 and after the recent run-up the market could face selling pressure around these levels. On the downside there is a support at 3820 and on a break below 3820 the next support is at the 10-DMA at 3775. On the daily chart the momentum indicator MACD is positive but it is still trading below zero, which signifies that on any rise in the Nifty there will be selling pressure. Once the index sustains above the 3900 level and the MACD trades above zero there could be a further rise towards the 3950 level. With the Nifty closing above the 10-DMA the short-term bias has changed to up.

On the intra-day or hourly charts the Nifty broke above 3775 and remained firm throughout the session. Though the index has witnessed a breakout, it would be prudent to wait for one more day for confirmation. We have changed our bias, but we would be checking for one more confirmation for validating the breakout. The momentum indicator RSI is overbought and on any further rise intra-day the index could face selling pressure.

Sterlite should test Rs485 and it has a support at Rs470. TCS has a strong support at Rs1,200 and it faces a resistance at Rs1,230. Crompton Greaves is likely to witness a bounce. The stock has a support at Rs196 and it faces a resistance at Rs211.

Nifty chart: 3843



60 minute chart



Market Breadth

	BSE	NSE
Advances	1,915	1,073
Declines	613	270
Unchanged	71	23
Volume (Rs)	2,953cr	6,270cr

Short Term Trend

	Target	Trend	Reversal	Support/Resistance
Sensex	13400	↑	Down below 12800	12900/13200
Nifty	3900	↑	Down below 3750	3800/3850

Medium Term Trend

	Target	Trend	Reversal	Support/Resistance
Sensex	11600	↓	Up above 13400	12800 / 13200
Nifty	3300	↓	Up above 3900	3730 / 3900

Icon guide

 Up	 Down	 Downswing matures	 Upswing matures
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Momentum Calls > I (Only Long calls)

For the short term—1 to 5 days

Stock	Action	Action date	Stop loss	Price	Closing price	Target 1	Target 2
Crompton Greaves	Long	09-04-07	194	200	202	213	-
NTPC	Long	05-04-07	155	159	159	177	-
Praj Industries	Long	05-04-07	Book profit	395	416	420	-
Aptech Training	Long	05-04-07	225	229	234	249	-
Bharti	Long	05-04-07	Book profit	755	765	777	-
Sesa Goa	Long	03-04-07	Book profit	1,720	1,735	1,800	-

NOTE: Kindly note that all stop losses in Momentum Calls are on an intra-day basis.

Momentum Calls > II (F&O stocks Long / Short calls)

For the short term—1 to 5 days

Stock	Action	Action date	Stop loss	Price	Closing price	Target 1	Target 2
IPCL	Long	09-04-07	267	272	275	285	-
Karnataka Bank	Long	05-04-07	163	167	173	177	-
Orchid Chemicals	Long	05-04-07	Book profit	263	263	278	-

NOTE: Kindly note that all stop losses in Momentum Calls are on an intra-day basis.

Trendy Levels

Sensex		Nifty	
Support	Resistance	Support	Resistance
13050	13250	3820	3860
12900	13330	3775	3885
12800	13400	3750	3900
20DSMA	40DEMA	20DSMA	40DEMA
12857	13158	3743	3820
BSE Sensex: 13178		Nifty: 3843	

Day Trader's HIT List

For April 10, 2007

Scrip Name	Support Levels		Close (Rs)	Resistance Levels		Action
	S1	S2		R2	R1	
NIFTY Futures	3772	3794	3829	3869	3895	Buy on decline to S2.
Bharti Airtel	752	757	761	769	773	Buy on decline to S2.
Century Text	519	524	528	536	544	Buy on decline to S2.
Gujarat Ambuja	106	108	109	111	112	Go long with a stop loss below S2.
Infosys	2012	2031	2044	2061	2088	Buy on decline to S2.
ICICI Bank	839	847	854	866	879	Buy on decline to S2.
Maruti	776	782	790	796	808	Sell on rise to R2.
ONGC	856	862	867	875	884	Buy on decline to S2.
Reliance	1363	1378	1384	1392	1405	Go long with a stop loss below S2.
Reliance Capital	638	646	654	664	671	Buy on decline to S2.
SAIL	114	116	118	120	121	Go long with a stop loss below S2.
Satyam	449	458	462	466	474	Go long above R2. Go short below S2.
Sterlite	461	467	471	479	482	Buy on decline to S2.
Zee Limited	260	264	268	273	277	Buy on decline to S2.

*Note: Closing price of Nifty futures is last traded price of Nifty futures on NSE

From today onwards we have reduced the Hit List stock from 21 to 14

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