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FOR PRIVATE CIRCULATION

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Index view

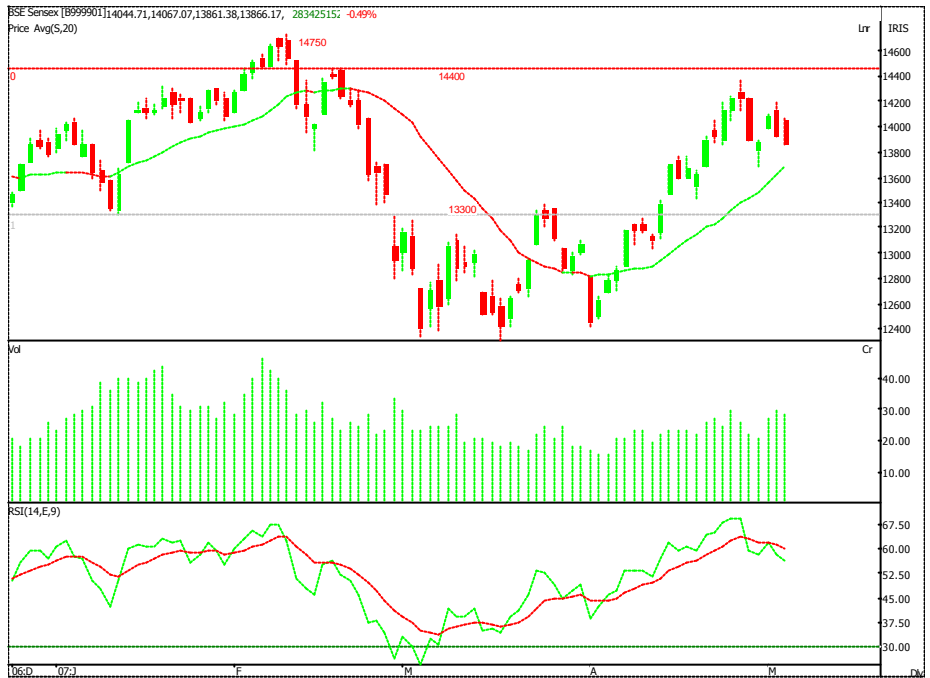
The markets on 7 May: Market fails to trade above 14150/4145

LOOKING AHEAD: On Monday, we saw the market consistently facing selling pressure in the range of 14100-14150. As long as it remains below these levels the bears will have an upper hand.

The market has its next major support in the range of 13800/4080. We cannot buy in advance around these levels. This is because though the trend is up, the move gets rejected at higher levels.

So, unless and until the market does not reverse sharply from these levels buying is not advisable.

BSE daily chart



Nifty Directional Trade (This particular strategy is for Nifty Futures only)

The put call ratio was at 1.18 against the previous values of 1.20. The spread in these two days is not exciting. Based on these values, we cannot conclude anything specific. A squaring up of put options or call writing is increasing gradually, which indicates short bearishness and weak momentum

The advance decline ratio was also at an unchanged level, which is supporting the above observation.

For the day, we will look at 4100 as the trend decider level for Nifty futures. Any sustenance below it may drag down the sentiment for the day. The level 4050 may act as a major support for the market. Buying around these levels with a stop loss below 4025 will reward decently on an intra-day basis.

Trading calls

Stock	Recommendation
NIL	

NIL

These trading calls are based on cash but clients can trade in futures also with the support of the above mentioned prices.

Index range

NIFTY : 4111

Range : 4080-4145

Resistance : 4145-4190-4240-4290

Support : 4080-4065-4050-4030

Sensex : 13879

Range : 13800-14150

Resistance : 14150-14240-14340-14480

Support : 13800-13700-13650-13500

Trading Tool

Stock	Extreme	Probable	Achievable	Closings	Achievable	Probable	Extreme	Final Stop Loss
NIFTY (MAY-F)	4047	4062	4074	4099	4124	4136	4156	4025
RELIANCE	1546	1565	1587	1607	1627	1649	1668	1570
SAIL	127.9	130.7	132.0	134.6	137.2	138.5	141.3	128
TISCO	531	538	545	552	559	566	573	540
HDFC	1568	1590	1610	1630	1650	1670	1692	1575
ONGC	890	901	914	925	936	949	960	914
HERO HONDA	679	688	697	706	715	724	733	690
BAJAJ AUTO	2469	2500	2535	2567	2599	2634	2665	2480
M&M	746	756	766	776	786	796	806	770
MARUTI	774	784	795	805	815	826	836	790
TELCO	700	709	719	728	737	747	756	720
REL CAPITAL	715	728	734	743	752	771	789	690
TECH MAHIND	1536	1563	1593	1625	1645	1687	1739	1580
TITAN	933	944	956	972	984	1009	1040	960
VSNL	434	439	445	451	457	463	483	440
PUNJ LLOYD	179	181	186	190.3	195	198	202	180
L&T	1593	1654	1677	1698	1719	1742	1803	1670
SBIN	1064	1091	1106	1120	1134	1149	1176	1105
PNB	450	469	480	494	508	519	538	489
HCL TECH	324	330	333	337	341	344	350	323
INFOSYS	1964	2001	2017	2042	2067	2083	2120	2020
SATYAM	442	451	454	460	466	469	478	445
TCS	1224	1248	1257	1273	1289	1298	1322	1255
WIPRO	532	542	546	553	560	564	574	550
ACC	829	845	851	862	873	879	895	830
GACL	112.7	114.1	117.1	120.1	123.1	124.7	127.5	113
GRASIM	2379	2425	2443	2474	2505	2523	2569	2420
BHEL	2396	2441	2460	2491	2522	2541	2586	2460
REL	492	502	506	512	518	522	532	153
NTPC	148.2	151.5	153.0	156	159.0	160.5	163.8	590
TATAPOWER	581	592	597	604	611	616	627	580

- Achievable** = which is achievable if the stock trades above or below the closing price. (Trade as per the trend of the market)
- Probable** = which is probably achievable if the stock trades above or below the closing price.
(If the prevailing trend of the market is in force)
- Extreme** = Here traders can go short (higher side) or long (lower side) with minimal stop loss.

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