



Punter's Call

5280—the turning point

Markets on Jan 19, 2010: Resistance at 5310

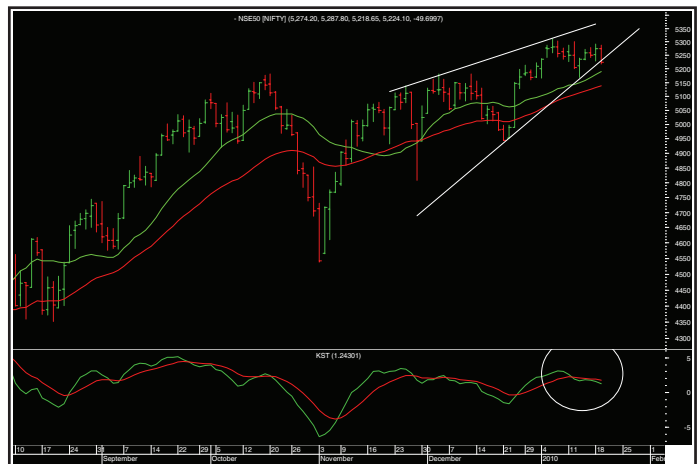
Since its fall from 5310-5180, Nifty has not been able to surpass 5280, which is its 78.6% retracement level. It has also broken yesterday's low of 5229, which signals a trend reversal, as the move from 5310-5180 when taken as an impulsive move downwards, the rise from 5180 seems to be completed in a three-wave corrective rally, which ends near 78.65 retracement. Hence, this calls for an early sign and a high probability count of ending the rise at 5310 in ending diagonal pattern. The weekly momentum indicator continuously remained in sell mode, though the daily momentum indicator came in buy, which actually happens in final moves. The broader indices too suggest the same thing, hence we are reversing our targets from up to down.

On the daily chart, Nifty is trading above its 20 daily moving average (DMA) and 40 daily exponential moving average (DEMA) at 5190 and 5138 respectively, which are the supports in the near term. The momentum indicator (KST) has given negative crossover and is above the zero line. The market breadth was negative with 427 advances and 912 declines on the NSE and 1,112 advances and 1,828 declines on the BSE.

On the hourly chart, Nifty is trading below its 20 hourly moving average (HMA) and 40 HMA at 5264 and 5255 respectively, which are now the resistances in the short term. The momentum indicator (KST) has given negative crossover and is trading below the zero line.

For the day Nifty and Sensex were down by 49 and 155 points respectively. Of the 30 Sensex stocks, ACC (down 3.09%) and Dr Reddy's Laboratories (down 3.44%) were at the bottom of the table while State Bank of India (up 0.76%) and Bharat Heavy Electricals (up 0.86%) were table toppers.

Nifty chart: 5,226



60 minute chart



Market Breadth

	BSE	NSE
Advances	1,112	427
Declines	1,828	912
Unchanged	54	20
Volume (Rs)	5,928cr	16,817cr

Short Term Trend

	Target	Trend	Reversal	Support/Resistance
Sensex	17000	↓	Up above 17790	17000 / 17790
Nifty	5000	↓	Up above 5310	5000 / 5310

Medium Term Trend

	Target	Trend	Reversal	Support/Resistance
Sensex	16400	↓	Up above 18000	16400 / 18000
Nifty	4750	↓	Up above 5400	4750 / 5400

Icon guide

 Up	 Down	 Downswing matures	 Upswing matures
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Trendy Levels

Sensex		Nifty	
Support0	Resistance	Support	Resistance
17276	17712	5160	5280
17100	17790	5050	5310
16900	18000	5000	5360
20DSMA	40DEMA	20DSMA	40DEMA
17381	17225	5189	5137
BSE Sensex: 17,486		Nifty: 5,226	

CTFT Calls

Carry today for tomorrow

Stock	Action	Stop loss	Price	Closing price	Target
Ranbaxy	Sell	512.0	506.0	504.3	497-490

Smart Charts

Date	Recommendation	Action	Stop Loss/ Reversal (Intra-day)	Stop Loss/ Reversal DCL	Buy/Sell Price	Closing Price (CMP)	Potential % P/L at CMP	Targets
19-01-10	Century Textiles	Sell	-	606.0	578.5	568.5	2.0%	540-500
12-01-10	GSPL	Sell	-	100.5	95.7	97.8	-2.0%	89-84
06-01-10	TV-18	Buy	-	85.5	90.0	90.6	0.7%	95.4-101
05-01-10	Bharat Forge	Buy	-	266.0	280.0	294.6	5.2%	297-314
05-01-10	Ispat Industries	Buy	-	21.8	23.0	22.1	-3.9%	24.4-25.8
04-01-10	Areva	Buy	-	273.9	273.7	275.9	0.8%	300-325

NOTE: Kindly note that all stop losses in Smart Charts Calls are on closing basis unless specified.

TPB: Trailing profit booked

Momentum Calls

For the short term—1 to 5 days

Stock	Action	Action Date	Stop loss	Price	Closing price	Potential % P/L at CMP	Target1	Target2
Aban Offshore	Sell	19-01-10	1,506.0	1,479.0	1,458.2	1.4%	1,450.0	1,420.0
TISCO	Sell	19-01-10	650.0	640.5	637.7	0.4%	626.0	614.0
Jaiprakash	Sell	19-01-10	164.6	162.5	160.2	1.4%	159.0	155.0
Sterlite	Buy	19-01-10	858.5	876.0	869.1	-0.8%	893.5	911.0
Hindalco	Buy	19-01-10	Stopped Out	169.0	166.0	-1.8%	172.0	175.0
Tata Motors	Buy	18-01-10	Stopped Out	808.0	808.3	0.0%	824.4	840.4
Punjab National Bank	Buy	18-01-10	901.5	920.0	919.7	0.0%	938.0	957.0
Ispat Industries	Buy	18-01-10	Stopped Out	22.6	22.2	-1.8%	23.1	23.6
ICICI Bank	Buy	18-01-10	Book Profits	843.0	874.0	3.7%	860.0	877.0
Bank of Baroda	Buy	18-01-10	558.0	547.0	554.1	1.3%	558.0	569.0
Infosys	Sell	15-01-10	2,701.0	2,661.0	2,636.4	0.9%	2,610.0	2,570.0
SBI	Buy	15-01-10	2,110.0	2,153.0	2,172.9	0.9%	2,196.0	2,240.0
IVRCL Infra	Buy	15-01-10	Stopped Out	384.6	383.0	-0.4%	395.0	405.0
Tata Communications	Buy	14-01-10	360.0	367.5	357.7	-2.7%	377.0	385.0
Bharti Airtel	Sell	11-01-10	Book Profits	327.0	319.0	-2.4%	320.0	313.0

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

TPB: Trailing profit booked

NOTE : Action taken after market hours will be highlighted in blue colour.

For Jan 20, 2010

Scrip Name	Support Levels		Close (Rs)	Resistance Levels		Action
	S1	S2		R2	R1	
NIFTY Futures	5120	5180	5224	5250	5320	Go short below S2.
Axis Bank	1060	1085	1104	1122	1145	Go long above R2.
TCS	750	767	781	795	812	Go short below S2.
DLF	365	373	380	387	395	Go short below S2.
L&T	1585	1620	1644	1670	1705	Go long above R2.
ICICI Bank	832	850	863	877	895	Go long above R2.
Infosys	2550	2600	2636	2670	2720	Go short below S2.
J P Associates	153	157	160	163	167	Go short below S2.
Maruti	1370	1400	1420	1440	1470	Go short below S2.
Reliance	1045	1070	1085	1105	1130	Go short below S2.
Reliance Capital	870	890	906	920	940	Go short below S2.
Reliance Comm	177	182	186	190	195	Go long above R2.
SAIL	222	228	233	237	242	Go short below S2.
SBI	2100	2140	2173	2205	2250	Go long above R2.
Tata Motors	772	790	803	817	835	Go short below S2.
Tata Steel	610	625	637	647	660	Go short below S2.
Rel Infra	1070	1100	1122	1140	1165	Go long above R2.

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



Century Textiles–Sell

CMP: Rs578.5

Sell Century Textiles at the current market price of Rs578.5 with the stoploss of Rs606 for the targets of Rs540 and Rs500. The stock has formed a rising wedge and has negative divergence on the momentum indicators.

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