

MARKET WRAP

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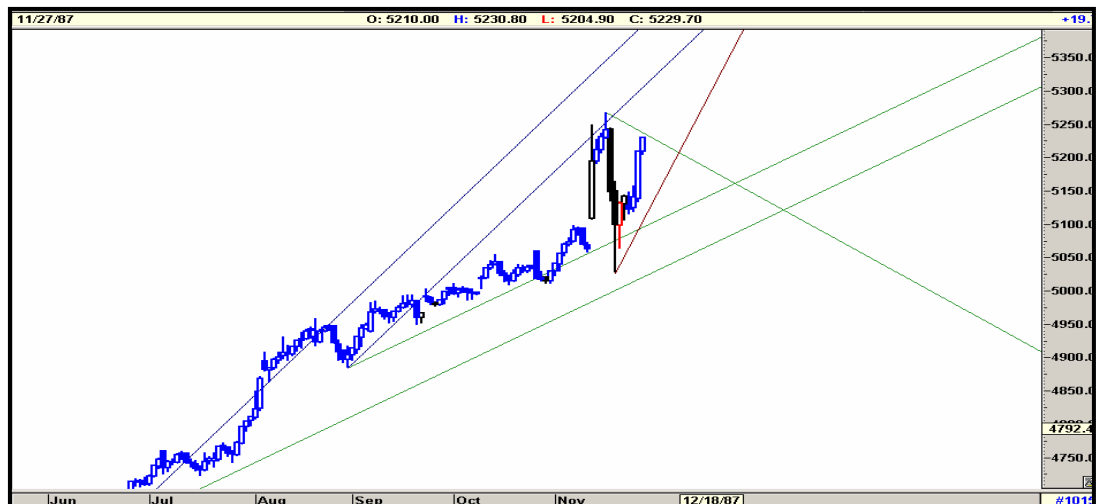
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The way the market has moved in both directions would be indicative of volatility taking hold and this happens when operator circles are ready to distribute goods. Note that yesterday we did not really have any particular news to induce some much volatility. However, the market has responded wildly to news and rumours and also seeing some very nervous trading activity from the players.

The set up in the index looks quite different from the one seen in the stock charts. It appears that there has been considerable shorting in the stocks on the way down yesterday and most of this has been closed out towards the end for the day. This has led to top closes on many of the pivotal. While it may signal some continuation ahead, care should be exercised to take positions only in those stocks that do show a follow thru on the moves made yesterday. The danger point around 5000 levels has passed for a while but we would continue to recommend that readers not hold long nifty positions if the index falls below 5000.

The time cycle mentioned yesterday did its bit by bringing about a sharp reaction. Ideally, if the prices do not move higher today, then it has to be presumed that the reversal created by the time cycle is still active. So today's trading is an important one. Note that the market should remain above previous day highs not just poke past it for a continuation of the uptrend. High short activity is powering moves now. No need to be prematurely bearish. Turn bearish only if signaled. Most are ready to short but few are ready to buy. So if the market continues to rise, then set a stop and still look to buy.

Higher side targets are revised to 5280-5320. But again, look for this only if rise continues. Nearest long exit trigger 5170. Break below 5025 means that all long positions should be terminated.



Source : Advanced GET

STOCK BUZZ

CIPLA

Pharma counters have been witnessing some good buying action in the last few sessions. This pharma major in particular has seen a decent pick up in prices this week. However last session saw prices re-action on slight profit booking and close lower. But as prices continue to look good for some more run ahead, buy if above 185 for rise towards 190 / 194. Stop 3 points.



Source : ASA

VSNL

Prices of this counter have been running up swiftly on consistent buying action, thereby helping prices to pullback about 62% of the prior declining leg. Yesterdays continued fine advance has helped prices to breakout from the retracement region and also a descending Gann line resistance on the daily charts. This move has occurred on rising volumes. Buy if above 460 for rise towards 470 / 476 / 482. Stop 4 pts.



Source : ASA

TATA MOTORS

Auto sector is yet another sector that has been witnessing some active buying, helping prices of the leading auto stocks to revive from lower levels. Tata Motors seems to have revived a good extent from its recent lows. Looking good for some more upside, buy above 790 for rise towards 804 / 815-18 / 830-34. Stop 1%.

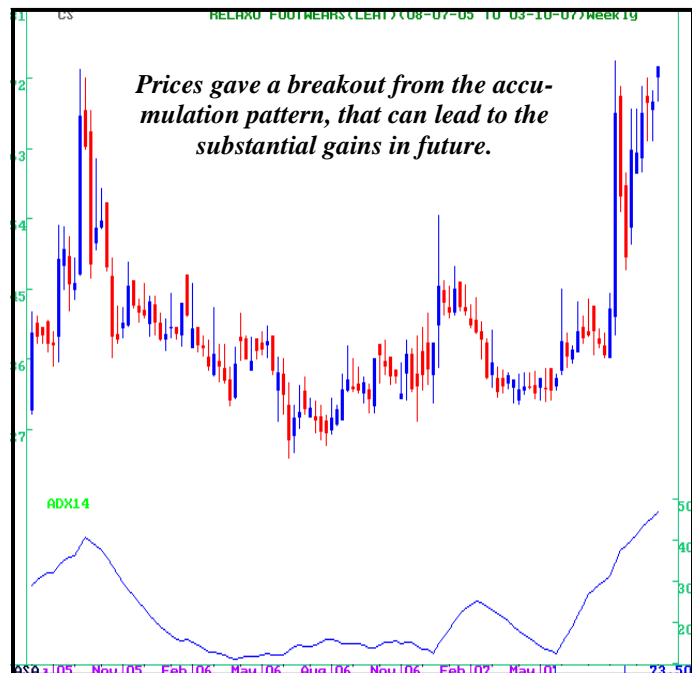


Source : ASA

MID CAP BUZZ:- Relaxo Footware. (73.50)

The stock was on a descent after having topped out at 73 in Sept 05. But the sustained consolidation over past 8 months near the bottom by forming higher tops and bottoms helped the trend to shift towards the bullish side slowly and gradually.

On weekly charts, we see that the stock has risen well in the last few weeks and the bullish trend slowly growing stronger as it is breaking retracement levels and making its way higher. Now the prices have completed an accumulation pattern around 73 levels and also have given breakout from the same. The oscillators like ADX is rising up sharply indicating the fresh start of an uptrend. Such a breakout on charts indicates that stage is being set for greater heights. The bullish trend is picking up in this stock and momentum backing the trend, we suggest buying this stock at current and on dips down to 70 with a stop 61 for a target of 94/104-109.



Source : ASA

MID CAP BUZZ: - Nagpur Power (54.45)

This stock has been making good attempts of moving up since last few days. Prices after forming a nice base around 27 level bottomed out from its intermediate down trend in the last month. It went up to 46 region where it met strong hurdle of 50% retracement of its prior rising leg around 47. Failing to clear this region led it to slip into a consolidation mode with minimal damage on downside. This clearly suggested the fact that the uptrend was intact. Last session's sharp jump on huge volumes led prices to clear the crucial hurdle of 47 and has ended its day on a strong note.

Oscillators are placed in a bullish mode and with recent moves has flashed renewed strength on the charts. Thus, we suggest buying at current and on dip down to 47 for rise to 68-70/86 with stop of 40.



Source : ASA

DAY TRADING TABLE

STOCKS	NEXT SUPPORT	FIRST SUPPORT	LAST CLOSE	FIRST RESIST	NEXT RESIST	TRAILING PIVOT
A B B	1259.28	1287.57	1315.85	1346.57	1377.28	1318.28
A.C.C.	1135.38	1181.97	1228.55	1268.22	1307.88	1221.63
BAJAJ AUTO	2477.62	2508.23	2538.85	2559.23	2579.62	2523.28
BPCL	332.85	356.4	379.95	394.1	408.25	370.32
BHARTI AIRTEL	923.53	947.07	970.6	987.07	1003.53	961.32
BHEL	1957.02	2014.73	2072.45	2107.43	2142.42	2047.38
CIPLA	173.55	179.4	185.25	192.75	200.25	186.9
DABUR INDIA	103.48	105.57	107.65	109.32	110.98	107.1
DR. REDDY	628.88	643.02	657.15	668.32	679.48	654.23
GAIL	353.12	369.83	386.55	404.98	423.42	389.37
GLAXO SMITH	1052.28	1074.57	1096.85	1134.57	1172.28	1112.28
GRASIM IND	3449.65	3552.3	3654.95	3751.3	3847.65	3616.68
GUJ. AMBUJA	141.2	143.1	145	148.4	151.8	145.97
HCL TECHN	292.85	298.8	304.75	308.15	311.55	300.12
HDFC BANK	1390.53	1407.67	1424.8	1440.37	1455.93	1421.9
HDFC	2431.17	2511.33	2591.5	2685.33	2779.17	2579.17
HERO HONDA	669.28	702.47	735.65	756.37	777.08	729.22
HINDALCO IND	168.65	173.7	178.75	182.1	185.45	176.47
HIND LEVER	215.37	217.93	220.5	224.48	228.47	220.2
HPCL	262.77	268.43	274.1	281.33	288.57	273.25
ICICI	1011.92	1049.23	1086.55	1124.63	1162.72	1082.32
INFOSYS TECH	1870.58	1936.07	2001.55	2040.97	2080.38	1956.38
IPCL	439.48	456.87	474.25	488.77	503.28	470.38
I.T.C.	180.77	184.08	187.4	190.78	194.17	188.15
JET AIRWAYS	886.95	919.9	952.85	976.9	1000.95	940.98
LARSEN & TOU	2781.87	2842.73	2903.6	2941.73	2979.87	2867.97
MAH & MAH	721.93	747.37	772.8	799.87	826.93	774.43
MARUTI UDYOG	930.28	974.77	1019.25	1049.22	1079.18	1004.73
MTNL	143.73	150.87	158	165.57	173.13	158.43
NALCO	273.7	282.3	290.9	299.2	307.5	291.63
ONGC	967.67	997.33	1027	1054.33	1081.67	1012.37
ORIENTAL BANK	229.93	236.47	243	251.07	259.13	244.53
PUNJ. NAT. BANK	517.77	527.08	536.4	546.63	556.87	537.83
RANBAXY	410.42	424.73	439.05	451.63	464.22	437.32
REL COMMN	571.15	607	642.85	668.85	694.85	628.62
REL ENERGY	1137.73	1293.37	1449	1546.27	1643.53	1385.63
RELIANCE IND	2151.97	2273.93	2395.9	2478.93	2561.97	2356.97

DAY TRADING TABLE *cont'd*

STOCKS	NEXT SUPPORT	FIRST SUPPORT	LAST CLOSE	FIRST RESIST	NEXT RESIST	TRAILING PIVOT
SAIL	190.97	200.13	209.3	216.33	223.37	207.17
SATYAM COMP	377.6	414.2	450.8	473.2	495.6	436.6
SIEMENS INDIA	1243.62	1309.23	1374.85	1421.23	1467.62	1355.62
SBI	1717.85	1812.7	1907.55	1975.7	2043.85	1886.18
SUN PHARMA	933.28	947.57	961.85	978.57	995.28	964.28
SUZLON ENERGY	1448.55	1500.9	1553.25	1587.7	1622.15	1526.02
TATA CHEMICALS	279.62	292.23	304.85	318.23	331.62	305.62
TATA MOTORS	725.77	756.93	788.1	814.43	840.77	783.27
TATA POWER	807.38	918.57	1029.75	1142.47	1255.18	1009.35
TCS	1029.6	1054.4	1079.2	1099.5	1119.8	1065.73
TATA STEEL	778.3	809.4	840.5	867.2	893.9	836.1
VSNL	421.57	441.13	460.7	472.63	484.57	452.98
WIPRO	448.33	459.37	470.4	478.22	486.03	463.65
ZEE TELE	312.53	330.47	348.4	360.67	372.93	344.4
SENSEX	17031.51	17439.28	17847.04	18103.94	18360.83	17648.23
NIFTY	4941.57	5076.18	5210.8	5303.38	5395.97	5157.83

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