

NSE Weekly Chart



Indices	Previous week	This week	% chg
Sensex	14,650	14,964	2.14
Nifty	4318	4384	1.53
S&P CNX 500	3625	3672	1.30
BSE 500	5,781	5,881	1.73
BSE Mid-Cap	6,527	6,620	1.42
BSE Small-Cap	7,730	7,904	2.25
BSE Auto	4,739	4,903	3.46
BSE Health	3,805	3,820	0.39
BSE FMCG	1,829	1,855	1.42
BSE IT	4,870	4,950	1.64
BSE PSU	6,801	6,800	-0.01
BSE Bankex	8,009	8,123	1.42
BSE Oil & Gas	7,626	7,621	-0.07
BSE Metals	10,605	10,775	1.60
BSE Cons Dur	4,250	4,183	-1.58
BSE Cap Good	12,299	12,776	3.88
Levels to Watch			
	Sensex	Nifty	
Week High	15007	4411	
Week Low	14638	4304	
34 DMA	14412	4241	
55 DMA	14241	4187	
Swing High	15007	4411	
Swing Low	14057	4100	

It's been a very positive week for the market as the Nifty surpassed important resistances and edged higher to make a new all time high and closed with a gain of 1.53% w-o-w at 4384. It started the week on a negative note but remained firm for the next two days. Thereafter yet again it corrected on Thursday but we witnessed a sharp pull back the same day itself. Finally it gave a firm close by the end of the week scaling a new high and gave a firm close. The Advance Decline ratio was impacted negatively on the days of correction. Amongst the sectoral indices, the BSE Auto was seen participating in the rally after quiet some time now. The BSE CG index was an outperformer this week. However, we witnessed some profit booking in the BSE CD index. There were sector specific rallies witnessed this week as we saw cement stocks doing well for a couple of days and Property stocks also followed suit to give a sharp spike for a couple of days during the week.

Sectoral Speak

The **BSE Auto** index registered outperformance this week and added 3.46% to its value to close at 4903. It has given a close above 61.80% retracement level of the recent correction from 5056 to 4616 and the stochastic oscillator has already given a buy on the weekly chart, thus it may now come up to 4983, which is its 200 EDMA and on sustaining above that it may test 5056. We continue to maintain the immediate target of 4940 for it. This index will strengthen further if it is able to sustain above the 5056 level.

The **BSE IT** Index has turned very sideways since the past three months but the 200 EDMA has been offering support to this index. Though this index broke an important support level of 4791 on Thursday, it managed to pull back sharply with good volumes on Friday after making a low of 4776. On a w-o-w basis it closed firm with a gain of 1.64% at 4950. This index may now test 5064 in the short term. The level of 4776 will now play as an important support in the short term.

The **BSE Small Cap** index attained our mentioned target of 7943 this week and close with a gain of 2.25% at the 7904 mark. This index still appears strong on the chart and may now come up to 8628 in the medium term.

The **BSE CG** index continued its upstreak this week as well and ended the week with a gain of 3.88% at 12776. This index is still in an uptrend and continues to appear bullish on the chart. One may now revise their stop loss for all the long positions in this index to 12361 and hold on to their long positions.

Outlook for next week

It's been a positive week for the Nifty as it surpassed important resistances and scaled higher during the course of the week. Though it did breach the all time high of 4362 on Tuesday, it didn't sustain at higher levels and corrected for a couple of days. However buying at lower levels helped it stabilize and edge higher. It gave a firm close attaining our mentioned target of 4362 and closed above it at 4384, with a gain of 1.53% on a w-o-w basis. Going forward we still maintain a positive view for the Nifty and the next short-term target of 4490 for it as the target of this week's break out comes at 4494. On Monday it may come up to 4417 and on sustaining above that it may even test 4468. The support levels for Monday are placed at 4361 and 4345. The 4304 level will now play as a very important support for the short term on a closing basis.

Strategy:

- **Very short-term traders can keep a stop loss below 4304 for the Nifty on a closing basis.**

Action Points	Nifty	Action
Current Close	4384	
Immediate Resistance	-	
Immediate Supports	4361	
Further Downsides	4345	
Further Upside	4490	

Recommendations

Date	Stock	Action	Recommendation Price	Stop-loss	Target	Current price	Comment
20-04-07	Bharti Airtel	Buy	840.00 - 820.00	782.30	925.00	866.25	
25-05-07	RCOM	Buy	502.00 - 490.00	479.60	583.00	550.30	
30-05-07	BEL	Buy	1825.00 - 1775.00	1729.30	2050.00	1858.50	
30-05-07	Jindal Photo	Buy	117.00 - 110.00	99.60	160.00	115.85	
08-06-07	Mphasis	Buy	333.00 - 320.00	299.30	395.00	321.10	
20-06-07	Sterlite Ind	Buy	580.00 - 560.00	535.30	685.00	597.55	
20-06-07	GDL	Buy	188.00 - 180.00	178.60	220.00	187.35	
21-06-07	Rajesh Exports	Buy	537.00 - 520.00	507.30	600.00	533.15	
22-06-07	Gammon India	Buy	416.00 - 405.00	382.30	495.00	437.00	
27-06-07	3I Infotech	Buy	310.00 - 305.00	299.30	340.00	312.30	
28-06-07	Grasim	Buy	2580.00 - 2520.00	2455.30	2830.00	2771.95	Profit booked at 2780
28-06-07	India Cement	Buy	200.00 - 190.00	185.10	232.00	219.20	
28-06-07	Unity	Buy	540.00 - 520.00	502.60	610.00	606.20	Profit booked at 590
02-07-07	Exide Ind.	Buy	51.50 - 48.50	45.90	64.50	48.25	
03-07-07	Nifty Future	Buy	4339.00	4303.30 *	4450.00 *		* Spot Prices
06-07-07	TCS	Buy	1117.00 - 1110.00	1099.30	1215.00	1158.65	

Manas Jaiswal

Technical Analyst

manas.jaiswal@emkayshare.com

+91 22 66121274

Rajesh Manial

Associate Technical Analyst

rajesh.manial@emkayshare.com

+91 22 66121275

DISCLAIMER

Emkay Share & Stock Brokers Limited (Emkay) has two separate independent equity research groups: Institutional Equities and Private Client Group. This document has been prepared by Emkay – Private Client Group (Emkay-PCG). Affiliates of Emkay Institutional Group may have issued other reports that are inconsistent with and reach different conclusions from the information presented in this report. The views and opinions expressed in this document may or may not match or may be contrary with the views, estimates, rating and target price of the Institutional Equities Research Group of Emkay Share & Stock Brokers Limited. This document is not for public distribution and has been furnished to you solely for your information and any review, re-transmission, circulation or any other use is strictly prohibited. Persons into whose possession this document may come are required to observe these restrictions. This document is subject to changes without prior notice and is intended only for the person or entity to which it is addressed to and may contain confidential information and/or privileged material. We are not soliciting any action based upon this material. This report is not to be construed as an offer to sell or the solicitation of an offer to buy any security in any jurisdiction where such an offer or solicitation would be illegal. It is for the general information of clients of Emkay-PCG. It does not constitute a personal recommendation or take into account the particular investment objectives, financial situations, or needs of individual clients. Though disseminated to all the customers simultaneously, not all customers may receive this report at the same time. Emkay-PCG will not treat recipients as customers by virtue of their receiving this report. We have reviewed the report, and in so far as it includes current or historical information, it is believed to be reliable. It should be noted that the information contained herein is from publicly available data or other sources believed to be reliable. Neither Emkay, nor any person connected with it, accepts any liability arising from the use of this document. This document is prepared for assistance only and is not intended to be and must not alone be taken as the basis for any investment decision. The recipients of this material should rely on their own investigations and take their own professional advice. Price and value of the investments referred to in this material may go up or down. Past performance is not a guide for future performance. Opinions expressed are our current opinions as of the date appearing on this material only. We do not undertake to advise you as to any change of our views expressed in this document. While we would endeavor to update the information herein on a reasonable basis, Emkay, its subsidiaries and associated companies, their directors and employees are under no obligation to update or keep the information current. Also there may be regulatory, compliance, or other reasons that may prevent Emkay and its affiliates from doing so. Prospective investors and others are cautioned that any forward-looking statements are not predictions and may be subject to change without notice. Emkay and its affiliates, officers, directors, and employees may: (a) from time to time, have long or short positions in, and buy or sell the securities thereof, of company (ies) mentioned herein or (b) be engaged in any other transaction involving such securities and earn brokerage or other compensation or act as a market maker in the financial instruments of the company (ies) discussed herein or act as advisor or lender/borrower to such company (ies) or have other potential conflict of interest with respect to any recommendation and related information and opinions. The analyst for this report certifies that all of the views expressed in this report accurately reflect his or her personal views about the subject company or companies and its or their securities, and no part of his or her compensation was, is or will be, directly or indirectly related to specific recommendations or views expressed in this report. Analyst's holding in the stocks mentioned in the report: **NIL**

Emkay Share and Stock Brokers Ltd.

Member: Bombay Stock Exchange Limited (BSE) and The National Stock Exchange (NSE).

C-6, Ground Floor, Paragon Center, Pandurang Budhkar Marg, Worli, Mumbai – 400 013.

Tel No. 66121212. Fax: 66121299; **E-mail:** marketing@emkayshare.com; **Website:** www.emkayshare.com

Regn.Nos.PMS-INP 00000779; BSE (Cash) INB 010901838; BSE (Derivative) INF 010901838;

NSE (Cash) INB 230901838; NSE (Derivative) INF 230901838; DP CDSL IN-DP-CDSL-58-2000

Call (Tollfree) 1-600-223-434 / 1-800-223-434