

Industry Trends Report

FOR PRIVATE CIRCULATION ONLY

14 May 2007



A Technical Perspective - Ready Reckoner

It had been a quite volatile week with very large intra day swings on all the trading days. Increased selling pressure at every rise was clearly evident. Three sectoral indices viz. BSE BANKEX, FMCG and TECK have developed fresh weakness and turned back to **S1 Code**. **Sugar stocks, as an exception, regained their lost vigor and shot up by the end of week and will continue to do so.** Old index heavyweights appear to be gradually losing their might with every rise. As mentioned in the previous week upper limit for the current short term up trend has been already established and the bench mark indices are ripe for a good technical reaction of a fairly good time dimension. **Do not be over ambitious on the upside of the market but up move, if any, should be utilized to liquidate long positions.**

Index	Close	Code	Stop Loss	Range	Comment
S&P Nifty	4076	B5	4016	235	CR 4253
Nifty Junior	7605	B5	7314	340	CR 7890
CNX Midcap	5295	B5	5152	210	CR 5485
CNX 500	3378	B5	3295	185	CR 3510
BSE SENSEX	13796	B5	13676	630	CR 14410
BSE 500	5321	B5	5201	210	CR 5515
BSE Auto	5022	B5	4917	230	CR 5155
BSE Bankex	6905	S1	7160	415	CR 7105
BSE CDS	3774	S1	3866	160	CR 3843
BSE CGS	9871	B5	9610	490	CR 10350
BSE FMCG	1798	B5	1780	70	CR 1860
BSE Health	3679	S1	3818	155	CR 3780
BSE IT	4924	B4	4830	295	CR 5175
BSE Metal	10065	B5	9536	490	CR 10540
BSE Oil& Gas	7188	B5	6964	340	CR 7590
BSE PSU	6394	B5	6278	265	CR 6695
BSE Teck	3665	S1	3822	195	CR 3802

Glossary

B1-Bottoming out situation of BEAR PHASE

B2- Rally in BEAR PHASE

B3- Change in direction from BEAR to BULL PHASE

B4- End of reaction in BULL PHASE

B5- Continuation of BULL PHASE

S1-Top out situation in BULL PHASE

S2-Reaction in BULL PHASE

S3- Change in direction from BULL to BEAR PHASE

S4-End of recovery in BEAR PHASE

S5 Continuation of BEAR PHASE

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