



Punter's Call

Eyeing the higher end

Markets on June 23, 2010: 5258 crucial weekly support

The Nifty ended the day before the expiry of June F&O contracts in green, which means that there exists good support at lower levels. The Nifty also took support near its 40 hourly moving average (HMA) as expected and recovered from there, signaling that either wave iv is over or till the high of 5367 is not taken off wave iv will continue to be sideways. The daily and the weekly momentum indicators continue to be in buy mode, hence the higher end of the parallel channel, which is around 5500-5530, looks quite achievable. Still there are two days for the week to close. So one needs to keep a close watch on 5258—as that would be the ideal level for the reversal and if 5258 is not breached this week, the strategy would remain the same— Buy for the target of 5500 in the short term. This time it is also important to watch for the quarterly close (April-June).

Nifty on the hourly chart is trading between its 20 hourly moving average (HMA) at 5331 and 40HMA at 5286, which are now its resistance and support in the short run. The hourly momentum indicator KST has turned into sell mode and is now trading below the zero reference line.

On the daily chart, the Nifty is trading above its 20 daily moving average (DMA) at 5139 and 40 daily exponential moving average (DEMA) at 5146, which are now its supports in the short run. The momentum indicator (KST) has given a positive crossover and trading above the zero line. The market breadth was positive with 867 advances and 473 declines on the NSE and 1,570 advances and 1,219 declines on the BSE.

The Nifty and the Sensex closed almost flat gaining six points each. Of the Sensex components, engineering behemoth Larsen & Toubro (down 3.09%) and non-ferrous metal producer Sterlite Industries (down 1.54%) were at the bottom of the 30-bourse list whereas car maker Maruti Suzuki India (up 3.10%) and pharma major Sun Pharmaceutical Industries (up 2.10%) topped the list.

Nifty chart: 5,323



60 minute chart



Market Breadth

	BSE	NSE
Advances	1,764	867
Declines	1,069	473
Unchanged	155	66
Volume (Rs)	4,013cr	12,282cr

Short Term Trend

	Target	Trend	Reversal	Support/Resistance
Sensex	18300	↑	Down below 17150	17150 / 18300
Nifty	5500	↑	Down below 5147	5147 / 5500

Medium Term Trend

	Target	Trend	Reversal	Support/Resistance
Sensex	20800	↑	Down below 17000	17000 / 20800
Nifty	6150	↑	Down below 5080	5080 / 6150

Icon guide

↑ Up	↓ Down	↘ Downswing matures	↗ Upswing matures
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Trendy Levels

Sensex		Nifty	
Support	Resistance	Support	Resistance
17650	17850	5290	5370
17500	17975	5250	5410
17375	18100	5220	5450
20DSMA	40DEMA	20DSMA	40DEMA
17137	17167	5140	5147
BSE Sensex: 17,755		Nifty: 5,323	

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
22-06-10	Mphasis	Buy	-	552.0	575.5	569.0	-1.1%	605-630
21-06-10	IDFC	Buy	-	160.0	172.0	168.4	-2.1%	185-189
21-06-10	Hindalco	Buy	-	144.0	151.3	152.1	0.5%	160-170
21-06-10	Bhushan Steel	Buy	-	1358.0	1418.0	1,432.9	1.1%	1487-1550
17-06-10	India Bulls Financial	Buy	-	132.0	140.0	141.1	0.8%	150-160
17-06-10	Idea Cellular	Buy	-	53.0	55.4	55.0	-0.7%	59.5-61.5
16-06-10	Tata Steel	Buy	-	466.0	491.6	498.1	1.3%	525-565
16-06-10	Tata Comm	Buy	-	245.0	257.0	254.7	-0.9%	270-282
16-06-10	Chambal Fertiliser	Buy	-	60.3	63.5	63.4	-0.2%	67.3-71
15-06-10	Punj Lloyd	Buy	-	121.9	121.3	125.9	3.8%	130-140
15-06-10	Suzlon	Buy	-	53.4	57.0	57.6	1.1%	62-67

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
Hindalco	Buy	23-06-10	149.4	152.4	152.1	-0.2%	155.5	159.0
Punj Lloyd	Buy	23-06-10	122.4	125.0	125.9	0.7%	128.0	131.0
RNRL	Sell	22-06-10	65.3	64.1	63.6	0.8%	62.7	61.4
IVRCL Infra	Sell	22-06-10	Stopped out	180.0	183.6	-2.0%	176.4	172.8
Sesa Goa	Sell	22-06-10	Book Profits	376.5	368.5	2.2%	369.0	361.5
Essar Oil	Buy	22-06-10	Book Profits	129.2	132.3	2.4%	132.5	135.5
Mphasis	Buy	22-06-10	565.0	575.0	569.0	-1.0%	590.0	600.0
Oriental Bank	Buy	22-06-10	328.8	335.5	333.0	-0.7%	342.3	349.0
RIL	Buy	21-06-10	1,043.0	1,065.0	1,058.6	-0.6%	1086.0	1108.0
Idea Cellular	Buy	21-06-10	53.7	54.2	55.0	1.5%	55.3	56.4
Rel Infra	Buy	21-06-10	1164.0	1191.0	1185.7	-0.4%	1215.0	1240.0
Axis Bank	Buy	21-06-10	1203.0	1237.0	1250.3	1.1%	1270.0	1300.0

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

TPB: Trailing profit bookeds

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

Day Trader's HIT List

For June 24, 2010

Scrip Name	Support Levels		Close (Rs)	Resistance Levels		Action
	S1	S2		R2	R1	
NIFTY Futures	5250	5310	5343	5370	5420	Go long above R2
Axis Bank	1210	1235	1250	1268	1292	Go long above R2
TCS	760	775	787	797	813	Go long above R2
DLF	282	288	292	296	302	Go long above R2
L&T	1705	1740	1765	1790	1825	Go long above R2
ICICI Bank	872	890	902	915	935	Go long above R2
Infosys	2725	2770	2798	2825	2870	Go long above R2
J P Associates	126	129	131	133	136	Go long above R2
Maruti	1360	1390	1407	1425	1455	Go long above R2
Reliance	1020	1045	1059	1075	1100	Go long above R2
Reliance Capital	735	753	763	772	790	Go long above R2
Reliance Comm	181	185	188	191	195	Go long above R2
SAIL	194	198	201	204	208	Go long above R2
SBI	2290	2325	2350	2375	2420	Go long above R2
Tata Motors	765	780	791	802	820	Go long above R2
Tata Steel	480	492	498	505	515	Go long above R2
Rel Infra	1145	1170	1186	1200	1225	Go long above R2

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

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