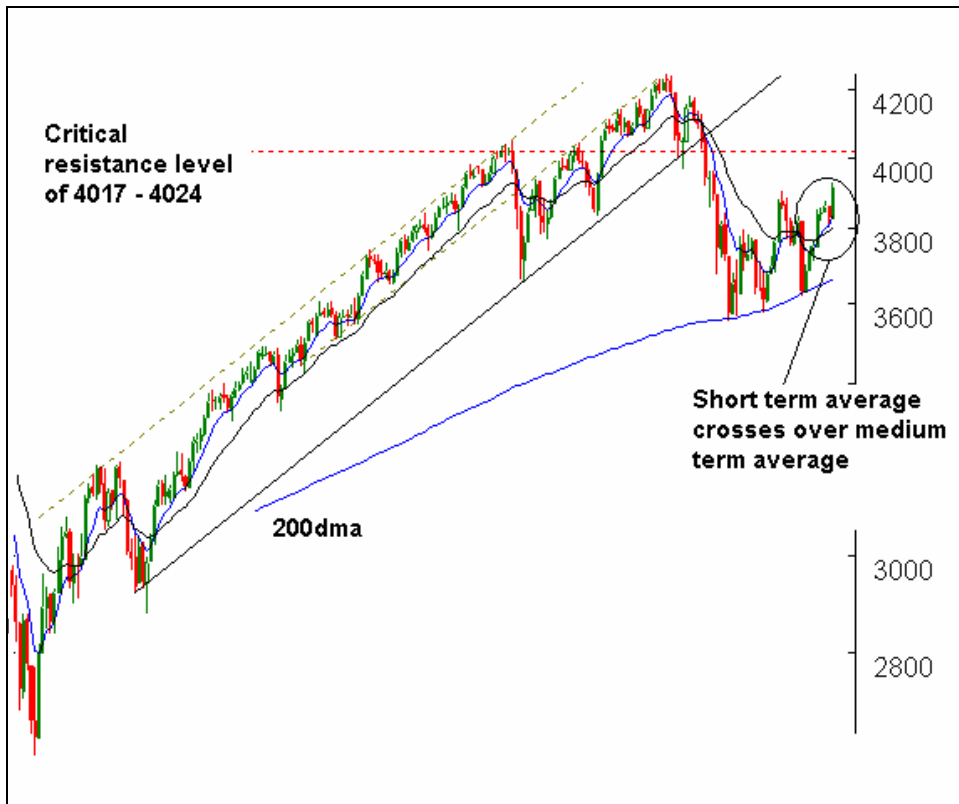


WEEKLY TECHNICAL UPDATE

NIFTY PRICE CHART



Monday, April 16, 2007

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In our previous update we had suggested a moderately bearish outlook indicating that the nifty is unlikely to move above the suggested level of 3794 in short term. While we had mentioned that a move above 3794 may suggest further advances to levels of 3821 or even 3875 – 3885, we had maintained that this is not conclusion we had reached at. The nifty opened the week at 3753, recorded a high of 3924, before closing the week at 3917, clearly we got it all wrong on the index last week.

The previous week's up move has added some strength on the charts as the nifty cleared the critical resistance of 3900 (50% retracement level of the decline from 4245 – 3555 and closed above it. The short term average has managed to move above the medium term average indicating further strength. The up move would continue to remain strong as long as the nifty remains above its immediate support levels of 3900 and then 3865. We believe that the nifty is likely to test the resistance level of 3981 (being the 61.8% retracement level of the decline) and / or the critical resistance levels of 4017 – 4024. A further view would be taken upon seeing the nifty's reaction from these levels.

STOCKS	TECHNICAL COMMENTARY	SUPPORTS / RESISTANCES
IT & TECHNOLOGY		
Infosys (CMP 2087.60)	In our previous update, we had maintained a bearish outlook on the stock, which has gone wrong. We believe that the stock now faces resistance at levels of 2117 / 2155. A closing above 2155 would trigger a short to medium term uptrend. On the downside the stock gets good support at levels of 2053 – 2048.	SUPPORTS 2053 - 2048 RESISTANCES 2117 / 2155
Satyam Comp. (CMP 481.55)	The stock broke out of its short term trading range and now is likely to test the next resistance level of 493 – 495, above which it is likely to test its 52 week high of 515. Traders can accumulate the stock on any weakness or pull backs, the immediate support levels are at 472 – 468.	SUPPORTS 472 – 468 RESISTANCES 493 - 495 / 515
TCS (CMP 1262.65)	The stock managed to hold its important support level of 1186 and bounced right back from there to close the week at 1262. The immediate support levels are at 1247 and 1225. On the upside, the stock faces a strong resistance between the levels of 1304 – 1310, above which it can test its all time high of 1328 and move even further up.	SUPPORTS 1247 / 1225 RESISTANCES 1304 – 1310 / 1328
Wipro (CMP 567.65)	The stock though underperformed other IT stocks for the week, it managed to close strongly on Friday and now is likely to move up to its resistance levels of 584 / 602. The immediate support levels for the stock are 562 (minor) and 552 (strong).	SUPPORTS 584/ 602 RESISTANCES 562 / 552
TELECOM		
Bharti (CMP 781.45)	The stock has managed to close right at its weekly resistance levels of 781 – 786. A move above that is likely to add a lot of strength to the stock and propel it further to levels of 821 and above. The immediate support comes in at 771 – 765.	SUPPORTS 771- 765 RESISTANCES 786 / 821
Rel COM (CMP 421.50)	The stock faces a strong resistance between the levels of 432 – 436 and a move above that would be very positive for the stock and trigger an upside to levels of 451 / 467. Traders can accumulate the stock at current levels and on any weakness / pullbacks to support levels of 417 – 412.	SUPPORTS 417 – 412 RESISTANCES 432 – 436 / 451 / 467
MTNL (CMP 158.35)	The stock finally managed to close above its critical level of 151 – 152 and is on its way to test its first critical resistance level of 163, above which the stock can move up to levels of 172 – 174. Look for initiating trading positions on pullbacks to support levels of 154 – 152.	SUPPORTS 154 – 151 RESISTANCES 164 / 172 – 174
FINANCIAL INSTITUTIONS / BANKS		
ICICI BANK (CMP 872.60)	The stock has gained in technical strength and is likely to move up to its level of 900 and a close above that would indicate further strength to levels of 945. Look for initiating long positions at current levels and on pullbacks to support levels of 860 – 855.	SUPPORTS 860 – 855 RESISTANCES 899 – 902 / 945
SBI (CMP 999.30)	The stock has gained in technical strength and is likely to move up to test one or all of following resistance levels of 1030 / 1054. On the downside the stock gets support at 982.	SUPPORTS 982 RESISTANCES 1030 / 1054
HDFC BANK (CMP 979.25)	The stock bounced back from its immediate support range of 964 – 959 and now faces resistance at 991. A close above that is likely to trigger short covering and suggest further upside to levels of 1021 – 1023.	SUPPORTS 964 - 959 RESISTANCES 991 / 1023

STOCKS	TECHNICAL COMMENTARY	SUPPORTS / RESISTANCES
CEMENT AND INFRASTRUCTURE		
ACC (CMP 748.10)	The stock managed to move above its intraday resistance level of 748 and is likely to enjoy further upsides to level of 764, above which it can move up to 781 – 785.	SUPPORTS 732 – 727 RESISTANCES 764/ 781 – 785
INDIA CEM. (CMP 167.25)	The stock has gained in technical strength and a move above 172 would suggest further upsides to levels of 183 / 191. We would recommend buying / initiating long positions above the levels of 172 for n upside to aforementioned levels.	SUPPORTS 161 - 162 RESISTANCES 172 / 183 / 191
GACL (CMP 108.55)	The stock is likely to move in the range of support and resistance levels listed here.	SUPPORTS 105 / 102 / 91 RESISTANCES 111 / 115
CENTURY TEX (CMP 553.30)	The stock has close right below its critical resistance level of 558. A move above that should be considered a breakout and would indicate further upsides to levels of 580 / 591. Look for buying on a breakout with a tight stop loss.	SUPPORTS 541 – 538 RESISTANCES 558 / 580 / 591
SOBHA DEV. (CMP 820.75)	The stock has recorded a good breakout on intraday charts and is likely to move up to levels of 848 / 863 in coming days. One can look to initiate long positions at current levels and on any pullbacks to intraday support levels of 809 – 812 with a stop placed right below it.	SUPPORTS 812 - 809 RESISTANCES 847 / 863
AUTOMOBILE		
TATA MOTOR (CMP 725.65)	The stock has closed right below its resistance level of 726. Look for an intraday move above 731 and one can initiate trading long positions for a target of 753 (use a tight stop loss).	SUPPORTS 718 - 714 RESISTANCES 726 / 751
MARUTI (CMP 772.45)	No clear technical view on the stock.	SUPPORTS 755 / 738 / 727 RESISTANCES 778 / 798
Bajaj Auto (CMP 2444.10)	The stock is likely to move in the range of support and resistance levels listed here.	SUPPORTS 2415 / 2353 RESISTANCES 2483 / 2568
Hero Honda (CMP 648.15)	The stock is likely to move in the range of support and resistance levels listed here.	SUPPORTS 632 - 627 RESISTANCES 658 – 666

STOCKS	TECHNICAL COMMENTARY	SUPPORTS / RESISTANCES
OIL & GAS / ENERGY		
ONGC (CMP 872.3)	The stock has gained in technical strength but looking at the fact that on the upsides, the stock faces lot of supply up moves might be limited to levels of 890 / 906. The stock gets support at 853 / 844.	SUPPORTS 853 / 844 RESISTANCES 890 / 906
RELIANCE (CMP 1410.65)	The stock has signaled a short to medium term uptrend and is likely to enjoy good technical reading as long as it remains above 1387. The stock is likely to record further advances to levels of 1442 / 1464 in coming sessions.	SUPPORTS 1387 RESISTANCES 1419 / 1442 / 1464
REL (CMP 502)	No clear view on the stock.	SUPPORTS 494 RESISTANCES 519 / 534
METALS		
TATA STEEL (CMP 511.25)	The stock moved up sharply last week and tested our target of 514. We believe that the stock remains strong and any supply from these levels should be used to initiate long positions. A break above 514 – 518 would indicate further upsides to levels of 538 – 540 as a minimum and the stock over the next few weeks looks likely to test supply area of 565 – 568.	SUPPORTS 494 RESISTANCES 514 – 518 / 536 – 541 / 565 – 568
STERLITE (CMP 505.25)	Once again the stock moved up sharply to meet our price target of 508. Supply exists in the range of 508 – 514 and a move above that would indicate further strength to levels of 543 / 551.	SUPPORTS 495 / 487 RESISTANCES 508 – 514 / 543 / 551
SAIL (CMP 125.70)	Another stock which performed exceedingly well and tested our target of 126. We expect further upsides over the medium term horizon (2-5 weeks) and believe that the stock has the potential to test levels of 140 / 148. Hold long positions and use any weakness to add further long positions.	SUPPORTS 121 / 117 RESISTANCES n.a.
HINDALCO (CMP 140.05)	The stock moved up to test our price target of 142. Look for a closing above this level which would suggest another small upside to levels of 151 – 154.	SUPPORTS 136 RESISTANCES 142 / 151- 154
JSW STEEL (CMP 553.50)	One of our favorite stocks, The stock has been moving up quite strongly and has moved above all our price targets. We continue to remain positive on the stock and expect further upsides. Use weaknesses to accumulate the stock.	SUPPORTS 532 – 529 RESISTANCES 600

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