

### INDICES

Indices	Previous Week	Current Week	% Chg
Sensex	16,415.6	15,572.2	(5.1)
Nifty	4,870.1	4,627.8	(5.0)
S&P CNX 500	3,959.7	3,730.5	(5.8)
BSE-500	6,475.0	6,109.5	(5.6)
MIDCAP	6,760.5	6,350.2	(6.1)
SMLCAP	8,133.0	7,696.1	(5.4)
HC	4,396.0	4,296.0	(2.3)
POWER	2,936.2	2,700.0	(8.0)
TECK	3,615.2	3,497.9	(3.2)
CD	4,320.8	4,001.7	(7.4)
CG	13,150.6	12,032.6	(8.5)
AUTO	4,355.8	4,227.3	(2.9)
PSU	7,079.7	6,666.6	(5.8)
BANKEX	7,714.6	7,266.3	(5.8)
IT	4,643.8	4,598.6	(1.0)
METAL	16,914.6	15,515.4	(8.3)
OIL&GAS	10,396.9	10,006.1	(3.8)
FMCG	2,427.8	2,361.9	(2.7)
REALTY	7,008.7	6,210.3	(11.4)

### Key Levels

	Sensex	Nifty
Week's High	16,632.0	4,908.8
Week's Low	15,314.0	4,536.3
20 W EMA	16,874.0	5,028.0
50 W EMA	16,649.0	4,943.0
100 W SMA	15,150.0	4,453.0



### Market Action in Past Week:

BEARS had upper hand during the week precisely as mentioned in our previous outlook. Out of five trading session we saw key indices declining in four trading session. Hike in oil price by, Petrol by Rs.5/- and Diesel by Rs.3/- per litre, higher inflation, weak global cues and FII remaining seller remained major factors in favor of BEARS. All sectoral indices ended the week in deep RED. BSE REALTY (-11.39%), CG(-8.50%), METAL(-8.27%) and POWER(-8.09%) lost the most. CRUDE which slipped to \$ 121 per barrel during start of the week on last trading session, shot up to all time high of \$139/ barrel which will be cause of concern next week.

On Friday's trading session we saw key indices declining by 1.05% or 49.15 points to close at 4627.80 levels. Volumes in Friday's trading session declined and stood at Rs.12589.59 crores v/s turnover of Rs.16002.37 crores reported in previous trading session. Market Breadth remained in favor of BEARS and out of 2717 stocks traded on BSE, 1125 advanced, 1524 declined while 68 remained unchanged.

Finally for first week of the month, NIFTY LOST 4.98% to end the week at 4627.80 levels. Inflation rose to 8.24%, as against 8.10% registered in the previous week. "Average daily" volume for the "week" improved a bit and stood at Rs.13525.02 crores as against Rs. 13903.28 crores in previous week. During the week, FII remained heavy SELLERS to the tune of Rs.3291 crores during the week.

During the week LITL, NEYVELLI, TRIVENI, RPOWER and BOMBAY DYE lost the most amongst F&O stocks while ONGC, ESSAR OIL, CROMPTON GREAVES, HCC & MPHASIS were the highest gainers in same category.

**Key Levels To Watch for NIFTY During The Week (spot):**  
**SUPPORT AT 4450,4318 and then at 4100. RESISTANCE AT 4850.**

### Market Outlook For the Week:

Sell off continued during the week due to lack of BUYING conviction and major NEGATIVE triggers. Technically, NIFTY continues to remain below 50 WEEK EMA ruling out any MAJOR UPMOVE. Even in case of UPMOVE we are likely to see PROFIT BOOKING amongst the market men. Finally for the week NIFTY now remains very near to its support of its 100 WEEK EMA (4453 & JAN's low 4448.50) which must be held for the week on closing bases. Although with so many NEGATIVE news flow around the corner "NIFTY breaching 100 week EMA during the week is highly probable with bounce back later during the week". As for the week, we see NIFTY having support around levels of 4450 first then at 4318 & 4100 on lower side, while on UPSIDE levels of 4850 will act as an important hurdle. Best case in such scenario can be NIFTY remaining ranged between 4450 and 4850 going ahead. However any breach of JAN's low will take NIFTY much lower to above mentioned support levels.

## SECTORAL INDICES

### BSE OIL & GAS (10006.08)

Move in BSE OIL & GAS sector remained in line with our expectation as mentioned in our previous week outlook and we did see this sector making low of 9753 levels. During the week we saw BSE Oil & Gas losing 390.77 points or 3.76% to close the week at 10006.08 levels. Level of 10200 for the week continues to remain major hurdle for the sector. However breach of 9500 levels on lower side is unlikely going ahead.

### OPEN POSITIONAL CALLS - Derivatives

Date	Stock	Reco.	Reco. Price	S.L.	Target	Date	C.M.P.	Comments
06-06-08	NIFTY 4650 PUT JUNE	BUY	134	100	TRAIL	06-06-08	138.00	Call Open
06-06-08	HDFC FUT JUNE	SELL	2358	2400	TRAIL	06-06-08	2354	Call Open

**Bhavin Y Mehta**  
 Technical Analyst



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**Regd. Office**

Reliance Money House, Plot No - 250 - A - 1, Baburao Pendharkar Marg,  
Off Annie Besant Road, Behind Doordarshan Tower, Worli, Mumbai - 400025  
Tel.: 30443301, Fax No.: 91-22-30443306

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Equities: Trading through Reliance Securities Limited | NSE SEBI Registration Number Capital Market :- INB 231234833 | BSE SEBI  
Registration Number Capital Market :- INB 011234839 | NSE SEBI Registration Number Derivatives :- INF 231234833  
Commodities : Trading through Reliance Commodities Limited | MCX member code: 29030 | NCDEX member code: NCDEX-CO-05-00647|  
NMCE member code: CL0120 Mutual Funds : Reliance Securities Limited | AMFI ARN No.29889

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