

January 4, 2007

FOR PRIVATE CIRCULATION

Shrikant Chouhan
shrikant.chouhan@kotak.com
+9122 66341439

Index view

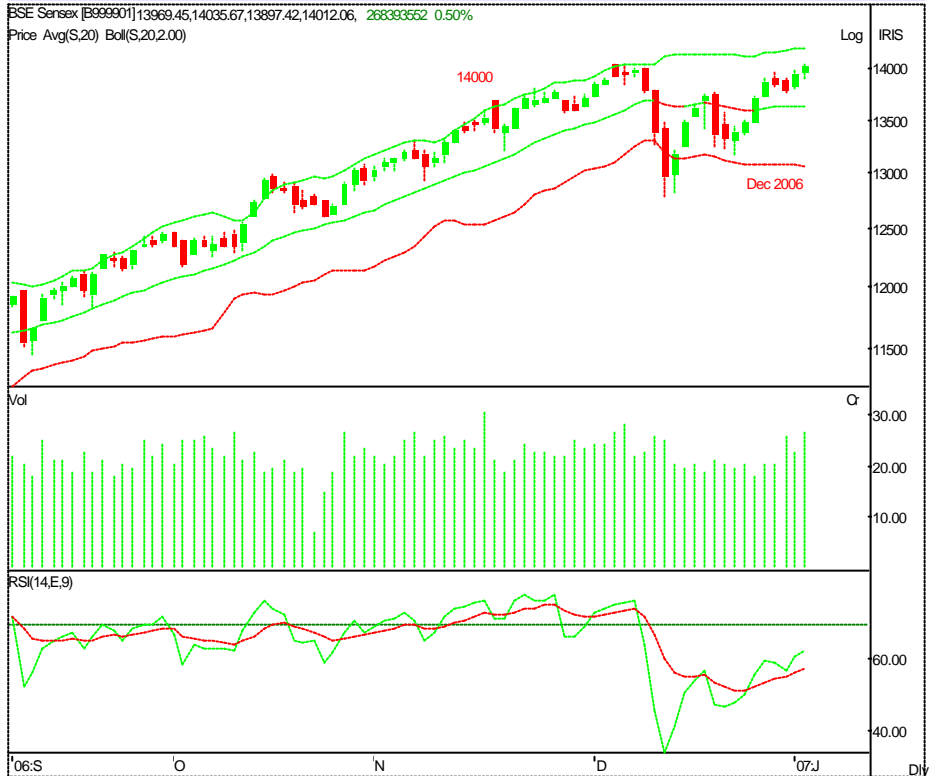
The markets on 3 Jan: Find support at lower levels

LOOKING AHEAD: The market opened higher but failed to surpass the previous all-time high levels of 14035 and 4045. This may keep sentiments subdued and accelerate weakness if it trades below the levels of 13890 and 3980.

According to the daily formation of the indices, it seems now that if the rally has to happen then the market has to breach these levels (14035/4045) with upside gap or higher opening above these levels.

Traders must be aware of higher levels before initiating any trades. Search for buying opportunities in property/realty stocks with medium-term prospects in mind.

BSE daily chart



Index range

NIFTY : 4024

Range : 3980-4045

Resistance : 4028-4045-4065-4080

Support : 3980-3955-3935-3910

Sensex : 14015

Range : 13880-14050

Resistance : 14050-14150-14190-14280

Support : 13880-13750-13650-13550

Trading calls

Stock	Recommendation
-------	----------------

GAYATRI PROJECTS	Buy in the range of Rs.345 and Rs.340.00. Target: Rs.410.00 Stop loss below Rs.313 is a must. Cls: Rs.340.00 (Delivery call)
-------------------------	--

These trading calls are based on cash but clients can trade in futures also with the support of the above mentioned prices.

Trading Tool

Stock	Extreme	Probable	Achievable	Closings	Achievable	Probable	Extreme	Final Stop Loss
NIFTY (JAN-F)	3952	3971	3982	4007	4032	4043	4062	3963
RELIANCE	1232	1248	1265	1281	1297	1314	1330	1265
SAIL	86.5	88.4	89.3	91.05	92.8	93.7	95.6	85
TISCO	461	466	473	479	485	492	497	474
HDFC	1558	1580	1600	1620	1640	1660	1682	1600
ONGC	843	854	866	877	888	900	911	864
HERO HONDA	755	765	775	785	795	805	815	735
BAJAJ AUTO	2637	2670	2708	2742	2776	2814	2847	2602
M&M	918	929	942	954	966	979	990	876
MARUTI	932	944	957	969	981	994	1006	920
TELCO	894	906	919	930	941	954	966	890
REL CAPITAL	596	608	612	620	628	644	658	601
SRF	182	185	189	192.5	195	200	206	184.4
TITAN	843	853	864	878	889	912	939	790
VSNL	428	433	439	445	451	457	476	403
BAJAJ HIND	203	205	211	216	221	224	229	212
L&T	1370	1422	1442	1460	1478	1498	1550	1430
SBIN	1191	1221	1239	1254	1269	1287	1317	1233
PNB	466	486	497	512	527	538	558	503
HCL TECH	615	626	631	639	647	652	663	612
INFOSYS	2186	2228	2245	2273	2301	2318	2360	2220
SATYAM	489	498	502	508	514	518	527	480
TCS	1201	1224	1234	1249	1264	1274	1297	1180
WIPRO	589	600	604	612	620	624	635	602
ACC	1051	1071	1079	1093	1107	1115	1135	1068
GACL	135.7	137.4	141.0	144.6	148.2	150.1	153.5	140
GRASIM	2728	2779	2801	2836	2871	2893	2944	2770
BHEL	2215	2257	2275	2303	2331	2349	2391	2280
REL	504	514	518	524	530	534	544	520
NTPC	131.1	134.0	135.4	138	140.6	142.0	144.9	135
TATAPOWER	543	554	558	565	572	576	587	550

- Achievable** = which is achievable if the stock trades above or below the closing price. (Trade as per the trend of the market)
- Probable** = which is probably achievable if the stock trades above or below the closing price.
(If the prevailing trend of the market is in force)
- Extreme** = Here traders can go short (higher side) or long (lower side) with minimal stop loss.

Research Team

Name	Sector	Tel No	E-mail id
Dipen Shah	IT, Media, Telecom	+91 22 6634 1376	dipen.shah@kotak.com
Sanjeev Zarbade	Capital Goods, Engineering	+91 22 6634 1258	sanjeev.zarbade@kotak.com
Teena Virmani	Construction, Mid Cap, Power	+91 22 6634 1237	teena.virmani@kotak.com
Awadhesh Garg	Pharmaceuticals	+91 22 6634 1406	awadhesh.garg@kotak.com
Apurva Doshi	Logistics, Textiles, Mid Cap	+91 22 6634 1366	doshi.apurva@kotak.com
Saurabh Gurnurkar	IT, Media, Telecom	+91 22 6634 1273	saurabh.gurnurkar@kotak.com
Vinay Goenka	Auto, Auto Ancillary, Sugar	+91 22 6634 1291	vinay.goenka@kotak.com
Saday Sinha	Economy, Banking	+91 22 6634 1440	saday.sinha@kotak.com
Lokendra Kumar	Oil & Gas	+91 22 6634 1540	lokendra.kumar@kotak.com
Shrikant Chouhan	Technical analyst	+91 22 6634 1439	shrikant.chouhan@kotak.com
Kaustav Ray	Editor	+91 22 6634 1223	kaustav.ray@kotak.com
K. Kathirvelu	Production	+91 22 6634 1557	k.kathirvelu@kotak.com

Disclaimer

This document is not for public distribution and has been furnished to you solely for your information and must not be reproduced or redistributed to any other person. Persons into whose possession this document may come are required to observe these restrictions.

This material is for the personal information of the authorized recipient, and we are not soliciting any action based upon it. 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 Kotak Securities Ltd. It does not constitute a personal recommendation or take into account the particular investment objectives, financial situations, or needs of individual clients.

We have reviewed the report, and in so far as it includes current or historical information, it is believed to be reliable though its accuracy or completeness cannot be guaranteed. Neither Kotak Securities Limited, nor any person connected with it, accepts any liability arising from the use of this document. 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. Certain transactions -including those involving futures, options and other derivatives as well as non-investment grade securities - involve substantial risk and are not suitable for all investors. Reports based on technical analysis centers on studying charts of a stock's price movement and trading volume, as opposed to focusing on a company's fundamentals and as such, may not match with a report on a company's fundamentals.

Opinions expressed are our current opinions as of the date appearing on this material only. While we endeavor to update on a reasonable basis the information discussed in this material, there may be regulatory, compliance, or other reasons that prevent us 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. Our proprietary trading and investment businesses may make investment decisions that are inconsistent with the recommendations expressed herein.

Kotak Securities Limited has two independent equity research groups: Institutional Equities and Private Client Group. This report has been prepared by the Private Client Group. The views and opinions expressed in this document may or may not match or may be contrary with the views, estimates, rating, target price of the Institutional Equities Research Group of Kotak Securities Limited.

We and our affiliates, officers, directors, and employees world wide 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.

No part of this material may be duplicated in any form and/or redistributed without Kotak Securities' prior written consent.