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FOR PRIVATE CIRCULATION

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Index view

The markets on 17 Apr: Higher levels invite profit booking.

LOOKING AHEAD: The market opened higher on the back of positive closings of the US markets and mild weaknesses in Asian markets. However, they failed to regain the opening levels throughout the day, which triggered a feeble bull liquidation towards the end.

As discussed, we are in a comfort zone. Any decline from current levels would be an opportunity to accumulate value stocks in sectors like metals, PSU banks and oil PSUs.

The levels to watch out for are 13500/3920. This level may act as a major support for the markets and advance buying is advisable around these levels. On the higher side, the level of 13800/4050 may prove to be a major hurdle for the market and reducing weak positions or booking profits around these levels is highly advisable.

Index range

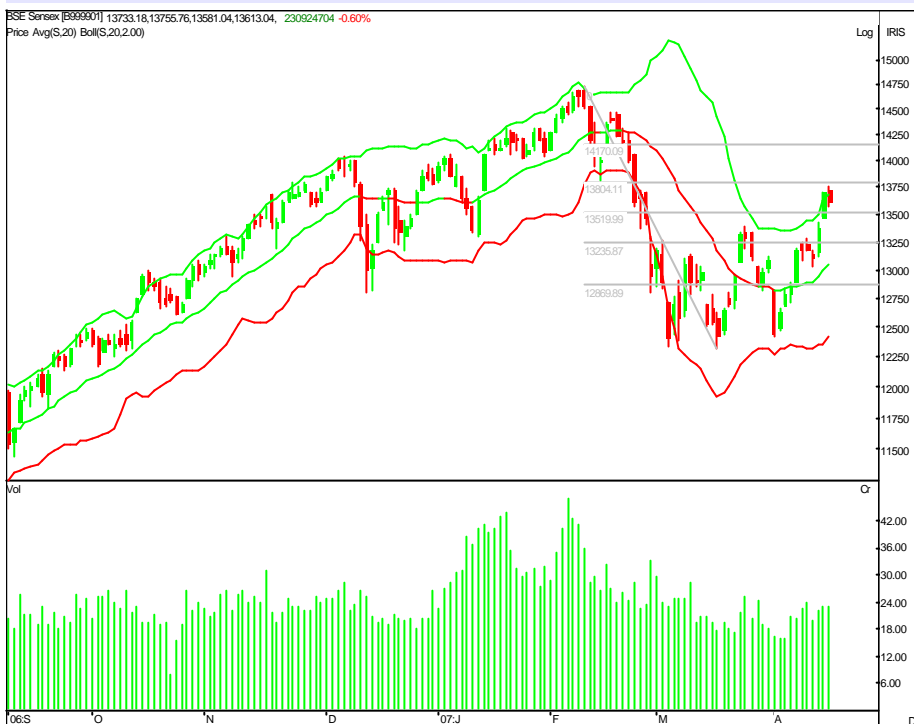
NIFTY : 3985

Range : 3975-4070
Resistance : 4025-4050-4070-4095
Support : 3975-3950-3900-3880

Sensex : 13608

Range : 13400-13900
Resistance : 13750-13800-13900-14150
Support : 13400-13150-12900-12700

BSE daily chart



Nifty Directional Trade (This particular strategy is for Nifty Futures only)

The market turned the intermediate trend upwards. We may look for the level of 4030/4040 on Nifty futures. The put call ratio was at 1.12 against the previous levels of 1.19. This indicates a winding up of bear view either by covering covered call or by squaring off put positions. This may not be good for the market, in terms of volatility. It may keep sentiments balanced or sideways. The advance decline ratio is at 0.5. This indicates that Tuesday's move was not broad-based and limited to leaders like Reliance and ONGC.

For the day, keep an eye on 4030 to sell Nifty futures short with strict stop loss at 4046 with an intra-day view. Trading below 3975 may keep sentiments weak.

Trading calls

Stock	Recommendation
ORCHID	Buy between Rs.260 and Rs.265. Target Rs.300.
CHEMICALS	Stop Loss below Rs.250 is a must. CIs: Rs.270.00 (Positional call between given range)

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 (APR-F)	3924	3939	3950	3975	4000	4011	4030	3900
RELIANCE	1420	1437	1458	1476	1494	1515	1532	1420
SAIL	117.6	120.2	121.4	123.8	126.2	127.4	130.0	114
TISCO	508	514	521	528	535	542	548	490
HDFC	1522	1543	1562	1582	1602	1621	1642	1550
ONGC	860	871	883	894	905	917	928	860
HERO HONDA	625	633	642	650	658	667	675	620
BAJAJ AUTO	2449	2480	2515	2546	2577	2612	2643	2350
M&M	721	730	741	750	759	770	779	690
MARUTI	829	840	851	862	873	884	895	835
TELCO	703	712	722	731	740	750	759	720
REL CAPITAL	673	686	691	700	709	727	743	660
TECH MAHIND	1374	1398	1425	1454	1472	1510	1556	1420
TITAN	962	973	986	1002	1014	1040	1072	975
VSNL	415	421	427	432	437	443	462	420
PUNJ LLOYD	175	177	181	186	191	193	197	160
L&T	1566	1625	1648	1669	1690	1713	1772	1620
SBIN	960	984	998	1010	1022	1036	1061	980
PNB	427	446	456	469	482	492	511	440
HCL TECH	290	295	297	301	305	307	312	285
INFOSYS	2003	2041	2057	2083	2109	2125	2163	1950
SATYAM	439	447	450	456	462	465	473	440
TCS	1202	1225	1235	1250	1265	1275	1298	1180
WIPRO	552	563	567	574	581	585	596	540
ACC	778	793	799	809	819	825	840	775
GACL	106.7	108.1	110.9	113.75	116.6	118.1	120.8	108
GRASIM	2282	2326	2344	2373	2402	2420	2464	2320
BHEL	2446	2492	2512	2543	2574	2594	2640	2470
REL	488	497	501	507	513	517	526	490
NTPC	149.2	152.6	154.1	157.1	160.1	161.6	165.0	152
TATAPOWER	535	545	549	556	563	567	577	540

- 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.

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