



Sr. No	Stock	Current Market Price	Recommended Action	Entry Band	Target	Stop Loss	Time Horizon
1.	Educomp Solutions	654	Buy on dips	642 - 620	715	610	1-2 weeks
2.	Oriental Bank of Commerce	396.20	Buy	397-388	428	381	1-2 weeks
3.	Tilaknagar Industries	214	Buy on dips	208-200	232	196	1-2 weeks

1. Buy Educomp Solutions between ₹642 and ₹620 for a price target of ₹715 in 1-2 weeks. Stop Loss = ₹610 on closing basis.



Educomp Solutions is making higher tops and higher bottoms on the daily chart (as can be seen in the chart above). The upmove from ₹515 to ₹635 took 8 trading days and for the next 15 trading sessions, the stock has been moving in a narrow range, retracing this upmove by just 20%. On Monday, August 09, 2010, Educomp Solutions has broken out of this consolidation band of ₹601-635 and has made a new high of ₹645.

The 20-days simple moving average (shown in blue in the chart above) has acted as a support for the stock and Educomp has bounced from this level.



The upward sloping trendline joining the significant bottoms has been acting as a support for Educomp Solutions on the weekly chart from where the stock showed a reversal. On a lognormal scale, the stock took exact support at the 61.8% retracement of the upmove from ₹266.20 to ₹1017 i.e. around ₹444 (as shown above).

We expect Educomp Solutions to move higher from the current levels and thus recommend a "buy" on Educomp Solutions between ₹642 and ₹620 for a price target of ₹715 in 1-2 weeks. Stop Loss = ₹610 on closing basis.

2. Buy Oriental Bank of Commerce between ₹398 and ₹388 for a price target of ₹428 in 1-2 weeks. Stop Loss = ₹381 on closing basis.



Oriental Bank of Commerce is making higher tops and higher bottoms on the daily chart (as can be seen in the chart above). After the sharp rise seen in the stock, it has corrected for the last 4 consecutive sessions and has taken exact support at the previous high of ₹384.50 by making an intraday low of ₹386.75 on Monday, August 09, 2010. This level also coincides with the 50% retracement level of the upmove from ₹351 to ₹416.50. (as shown in the chart above).



Oriental bank of Commerce is trading in the oversold zone currently. The DKF 5 reading is currently at 4.38. Hence a reversal is expected from this level and we could see Oriental Bank of Commerce moving higher in the days to come.

We recommend a "buy" on Oriental bank of Commerce between ₹398 and ₹386 for a price target of ₹428 in 1-2 weeks. Stop Loss = ₹381 on closing basis.

3. Buy Tilaknagar Industries between ₹208 and ₹200 for a price target of ₹232 in 1-2 weeks. Stop Loss = ₹196 on closing basis.



Tilaknagar Industries took 38 trading sessions to move down from ₹176.90 to ₹127.50 and this entire move got completely retraced in just 28 trading days. This is called "Faster Retracement" and is a bullish sign. Post this faster retracement, the stock has moved sideways and consolidated well. It has given an upward breakout on Monday, August 09, 2010.

The 13-days simple moving average is acting as a good support for the stock (as shown in blue in the chart above). The stock is giving a bullish Dow signal by making a higher tops and higher bottoms formation on the daily chart.

The volumes have risen over the last few sessions indicating accumulation in the counter.

We expect Tilaknagar Industries to move higher and thus recommend a "buy" on the stock on dips between ₹208 and ₹200 for a price target of ₹232 in 1-2 weeks. Stop Loss = ₹196 on closing basis.

Analyst: Aditi Junnarkar (aditi.junnarkar@hdfcsec.com)

Note - Once the market opens for trade, the analyst will review it and decide to give the call through an internal mail/SMS at the same or different levels of entry, target and stoploss or not give the call at all. Clients could get in touch with the analyst through mail or with their designated dealers to check about this.

HDFC Securities Limited, I Think Techno Campus, Building 'B', "Alpha", Office Floor 8, Near Kanjurmarg Station, Opposite Crompton Greaves, Kanjurmarg (East), Mumbai – 400042, Fax: (022) 30753435

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