



Punter's Call

More downside expected

Market today: Selling around 3700

After yesterday's meltdown in the equity markets, today the Nifty stabilised and opened firm but on selling pressure at higher levels it closed on a flat note. On intra-day basis, the Nifty did try to sustain at higher levels but faced resistance at its 10-day moving average (DMA), which is at 3685. It saw huge profit booking which caused it to surrender all its gains and move to negative territory intra-day. In the short term, on any pull-back one should exit all long positions and go short on the market with a short-term target of 200-DMA, which is at 3580. On further weakness and on break below 3580 one can expect the Nifty to go into a free-fall and retrace 61.8% of the rise from 2878 to an all-time high of 4245 levels. The 61.8% retracement level is at 3400. The short-term indicators and oscillators are far away from the oversold zone. So further weakness in the market can be absorbed easily. Also, any rise on intra-day basis or in the near term should be used as an opportunity to short the Nifty till it maintains below its 20-DMA, which is at 3840. Even our bias for the short term remains negative.

On the intra-day charts, the Nifty is trading in a broader range of 3775 (which is the upper end of the range) and 3580 (which is the lower end of the range). Even the Nifty is currently trading below its hourly 10-DMA, which is at 3690 and will offer a stiff resistance on any bounce in the market. On momentum indicators, the hourly KST has given a sell signal in today's market. So any rise should be used to short the market as more weakness is expected in the market in the short term.

Tisco is not able to sustain around the Rs445 level, which is a stiff resistance. It shall find support at Rs420 levels. SBI looks weak and can see further downside with support at Rs900 and resistance at Rs945. Telco has resistance at Rs705 and support at Rs765.

Nifty chart: 3644



60 minute chart



Market Breadth

	BSE	NSE
Advances	1,474	601
Declines	1,090	417
Unchanged	73	29
Volume (Rs)	3,638cr	7,687cr

Short Term Trend

	Target	Trend	Reversal	Support/Resistance
Sensex	12300	↓	Up above 13300	12400 / 12800
Nifty	3575	↓	Up above 3840	3600 / 3700

Medium Term Trend

	Target	Trend	Reversal	Support/Resistance
Sensex	11800	↓	Up above 14000	12300 / 13500
Nifty	3400	↓	Up above 3950	3580 / 3820

Icon guide



Up



Down



Downswing matures



Upswing matures

SENSE the indEX

Date	Recommendation	Stop Loss/ Reversal (Intra-day)	Stop Loss/ Reversal (Closing)	Sell Price	Closing Price	Potential % P/L at CMP	Targets
13-03-07	Sensex Spot	-	13,161.0	12,900.0	12,543.9	3%	12,400
13-03-07	Nifty Spot	-	3,812.0	3,737.0	3,643.6	3%	3,580

Smart Charts > Open Short Calls

Date	Recommendation	Stop Loss/ Reversal (Intra-day)	Stop Loss/ Reversal (Closing)	Sell Price	Closing Price	Potential % P/L at CMP	Targets
14-03-07	Infosys	-	2,171.0	2,026.0	2,078.2	-3%	1,750
14-03-07	Reliance Capital	-	652.6	610.0	597.8	2%	400
14-03-07	ICICI Bank	-	861.6	835.0	822.0	2%	783
12-03-07	Praj Industries	-	393.6	368.0	372.0	-1%	291
09-03-07	Wipro	-	610.0	569.0	561.2	1%	485
07-03-07	Reliance Industries	-	1,350.0	1,307.0	1,283.8	2%	1,180
28-02-07	ABB	-	3,902.0	3,638.0	3,486.4	4%	2,976
28-02-07	Aban Offshore	-	1,931.6	1,805.0	1,769.9	2%	1,532

Momentum Calls > Open Short Calls

For the short term—1 to 5 days

Stock	Product type	Action date	Stop loss	Sell Price	Closing Price	Target 1	Target 2
Satyam	Cash / Future	14-03-07	452.0	435.0	432.9	400	-
Tata Steel	Cash / Future	14-03-07	447.0	430.0	433.4	396	-
SBI	Cash / Future	12-03-07	Profit booked	973.0	973.0	920	-

NOTE: Kindly note that all stop losses in Momentum Calls are on an intra-day basis.

Trendy Levels

Sensex		Nifty	
Support	Resistance	Support	Resistance
12450	12650	3600	3660
12300	12800	3560	3680
12150	13050	3520	3700
20DSMA	40DEMA	20DSMA	40DEMA
13277	13453	3837	3887
BSE Sensex: 12544		Nifty: 3644	

Day Trader's HIT List

For March 16, 2007

Scrip Name	Support Levels		Close (Rs)	Resistance Levels		Action
	S1	S2		R2	R1	
NIFTY Futures	3565	3600	3619	3630	3660	Go long above R2. Go short below S2.
ACC	695	713	732	743	760	Go long above R2. Go short below S2.
Century	511	520	533	537	545	Sell on rise to R2.
Hindalco	125	128	131	133	136	Go long above R2. Go short below S2.
Infosys	2050	2073	2080	2110	2142	Sell below S2.
ICICI Bank	795	807	824	829	844	Sell on rise to R2.
India Cements	154	158	161	164	168	Go long above R2. Go short below S2.
IVRCL Infra	265	271	277	280	284	Sell on rise to R2.
M & M	724	734	747	751	760	Go long above R2. Go short below S2.
Maruti	778	789	796	802	813	Sell on rise to R2.
ONGC	756	765	777	789	803	Sell on rise to R2.
Rcom	372	380	390	394	402	Sell on rise to R2.
Reliance	1258	1268	1283	1290	1300	Sell on rise to R2.
Reliance Capital	572	583	599	604	615	Sell on rise to R2.
Ranbaxy	303	306	311	313	318	Sell on rise to R2.
Satyam	415	425	435	442	452	Sell on rise to R2.
SBI	886	902	922	933	950	Sell on rise to R2.
Sterlite	407	425	443	460	478	Sell below S2.
Tata Steel	422	427	433	440	450	Sell on rise to R2.
Tata Motors	700	713	726	737	752	Sell on rise to R2.
VSNL	351	356	366	373	384	Sell on rise to R2.
Wipro	535	545	562	572	585	Sell with stop above R2.

*Note: Closing price of Nifty futures is last traded price of Nifty futures on NSE

For Private Circulation only

[Home](#)

Disclaimer

"This document has been prepared by Sharekhan Ltd.(SHAREKHAN) This Document is subject to changes without prior notice and is intended only for the person or entity to which it is addressed to and may contain confidential and/or privileged material and is not for any type of circulation. Any review, retransmission, or any other use is prohibited. Kindly note that this document does not constitute an offer or solicitation for the purchase or sale of any financial instrument or as an official confirmation of any transaction.

Though disseminated to all the customers simultaneously, not all customers may receive this report at the same time. SHAREKHAN will not treat recipients as customers by virtue of their receiving this report.

The information contained herein is from publicly available data or other sources believed to be reliable. While we would endeavour to update the information herein on reasonable basis, SHAREKHAN, its subsidiaries and associated companies, their directors and employees ("SHAREKHAN and affiliates") are under no obligation to update or keep the information current. Also, there may be regulatory, compliance, or other reasons that may prevent SHAREKHAN and affiliates from doing so. We do not represent that information contained herein is accurate or complete and it should not be relied upon as such. This document is prepared for assistance only and is not intended to be and must not alone be taken as the basis for an investment decision. The user assumes the entire risk of any use made of this information. Each recipient of this document should make such investigations as it deems necessary to arrive at an independent evaluation of an investment in the securities of companies referred to in this document (including the merits and risks involved), and should consult its own advisors to determine the merits and risks of such an investment. The investment discussed or views expressed may not be suitable for all investors. We do not undertake to advise you as to any change of our views. Affiliates of Sharekhan may have issued other reports that are inconsistent with and reach different conclusion from the information presented in this report.

This report is not directed or intended for distribution to, or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction, where such distribution, publication, availability or use would be contrary to law, regulation or which would subject SHAREKHAN and affiliates to any registration or licensing requirement within such jurisdiction. The securities described herein may or may not be eligible for sale in all jurisdictions or to certain category of investors. Persons in whose possession this document may come are required to inform themselves of and to observe such restriction.

SHAREKHAN & affiliates may have used the information set forth herein before publication and may have positions in, may from time to time purchase or sell or may be materially interested in any of the securities mentioned or related securities. SHAREKHAN may from time to time solicit from, or perform investment banking, or other services for, any company mentioned herein. Without limiting any of the foregoing, in no event shall SHAREKHAN, any of its affiliates or any third party involved in, or related to, computing or compiling the information have any liability for any damages of any kind. Any comments or statements made herein are those of the analyst and do not necessarily reflect those of SHAREKHAN."