



Punter's Call

Nifty below 4220

Market today: Support is at 4180

The Nifty opened in negative territory after coming under pressure in the last hour of yesterday's session. The pressured continue today and resulted in a freefall in the market, taking the Nifty below 4245 intra-day. The index finally closed near 4200 levels. In the short term, the Nifty shall trade in a broader channel and has been holding in the channel from the low of 3617. In the short term, the Nifty can again test the lower end of the channel, which is at 4150, and one can expect a minor bounce from these levels, as the Nifty has found strong support at this level in the past. So the lower end of the channel at 4150 should mark as a strong support for the Nifty in the short term. In today's session the Nifty tested the 10-day moving average at 4190 and on break below 4190 the next support is at 20-day moving average, which is again at 4150. So in the short term, the Nifty can target the lower levels around 4150, which would be our short-term target as we have changed our bias from up to down since the Nifty could not sustain above the crucial support of 4225. Also, on breaking that support we saw the Nifty suffering a sharp fall. Even on momentum indicators, the RSI and KST are showing some negative signs on the daily charts. The RSI is trading in an overbought zone and KST has given a sell signal in today's session. As long as the Nifty maintains below 4245 on a closing basis, the Nifty should target 4150. In the short term, as the Nifty is near its all-time high, therefore one can expect high volatility in the market in the coming days.

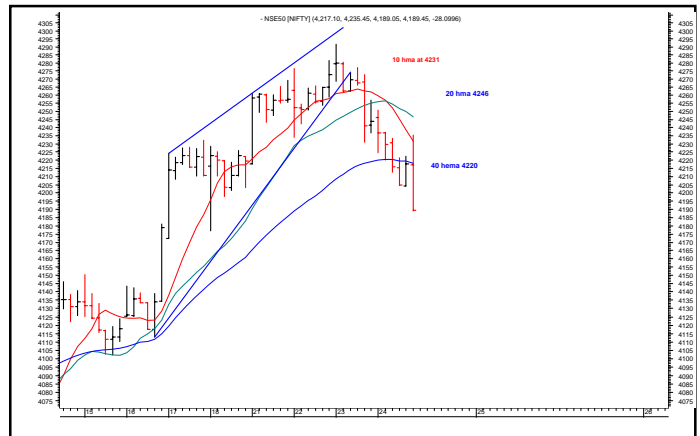
On intra-day basis or in the hourly charts, the Nifty has confirmed the downside break-out of the rising wedge and this has led to the sharp fall that we saw in today's session. In the coming days, the Nifty will trade with high volatility and on breaking below 4180 nifty can fall to its 100 hma which is at 4151. On intra-day basis, 4180 would be a strong support and once it fails to hold the Nifty can fall to 4100, which will be the rising wedge target. This then can be the target for the short term.

TISCO could test Rs600 and face resistance at Rs660. ACC may face resistance at Rs875 and find support at Rs840. Rcom looks weak and can test Rs465. It may face resistance at Rs510.

Nifty chart: 4205



60 minute chart



Market Breadth

	BSE	NSE
Advances	1,027	361
Declines	1,527	682
Unchanged	92	42
Volume (Rs)	4,343cr	9,486cr

Short Term Trend

	Target	Trend	Reversal	Support/Resistance
Sensex	14080	↓	Up above 14400	14080 / 14400
Nifty	4150	↓	Up above 4250	4180 / 4225

Medium Term Trend

	Target	Trend	Reversal	Support/Resistance
Sensex	14700	↑	Down below 13900	14000 / 14600
Nifty	4320	↑	Down below 4100	4180 / 4300

Icon guide

 Up	 Down	 Downswing matures	 Upswing matures
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Smart Charts Portfolio

Date	Recommendation	Action	Stop Loss/ Reversal (Intra-day)	Stop Loss/ Reversal DCL	Buy/Sell Price	Closing Price (CMP)	Potential % P/L at CMP	Targets
18-05-07	Bajaj Hindustan	Buy	-	167.8	173.75	175.1	1%	193
18-05-07	Gujarat NRE coke	Buy	-	41.9	53.25	57.0	7%	100
17-05-07	Infosys	Buy	1,919.4	-	1,981	1,936.6	-2%	2,179
	Cash							
	Cash							
	Cash							
	Cash							
	Cash							
	Cash							
	Cash							

Momentum Calls > I (Only Long calls)

For the short term—1 to 5 days

Stock	Action	Action date	Stop loss	Price	Closing price	Target
Cash						
Cash						
Cash						
Cash						
Cash						

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

Momentum Calls > II (F&O stocks Long / Short calls)

For the short term—1 to 5 days

Stock	Action	Action date	Stop loss	Price	Closing price	Target
Bajaj Auto	22-05-07	Buy	Stopped out	2,200	2,160	2,307
Dabur	22-05-07	Buy	%	96	98	102
Cash						
Cash						
Cash						

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

Trendy Levels

Sensex		Nifty	
Support	Resistance	Support	Resistance
14173	14286	4189	4221
14066	14381	4172	4240
14000	14400	4150	4255
20DSMA	40DEMA	20DSMA	40DEMA
14064	13827	4151	4065
BSE Sensex: 14218		Nifty: 4205	

Day Trader's HIT List

For May 25, 2007

Scrip Name	Support Levels		Close (Rs)	Resistance Levels		Action
	S1	S2		R2	R1	
NIFTY Futures	4151	4178	4191	4208	4222	Sell on rise to R2.
Bharti Airtel	821	828	836	841	846	Sell on rise to R2.
Century Text	612	621	623	626	638	Go long above R2. Go short below S2.
Gujarat Ambuja	111	114	115	116	119	Go long above R2. Go short below S2.
Infosys	1916	1929	1937	1959	1972	Buy on decline to S2.
ICICI Bank	897	902	910	914	919	Sell on rise to R2.
Maruti	804	806	811	815	820	Sell on rise to R2.
ONGC	892	900	903	907	916	Go long above R2. Go short below S2.
Reliance	1710	1721	1725	1735	1742	Sell on rise to R2.
Reliance Capital	954	966	969	973	986	Go long above R2. Go short below S2.
SAIL	142	144	146	148	149	Buy on decline to S2.
Satyam	443	448	456	462	467	Buy on decline to S2.
Sterlite	523	531	534	537	545	Go long above R2. Go short below S2.
Zee Entertain	292	297	300	304	308	Sell on rise to R2.

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

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