

**Market Indicators**

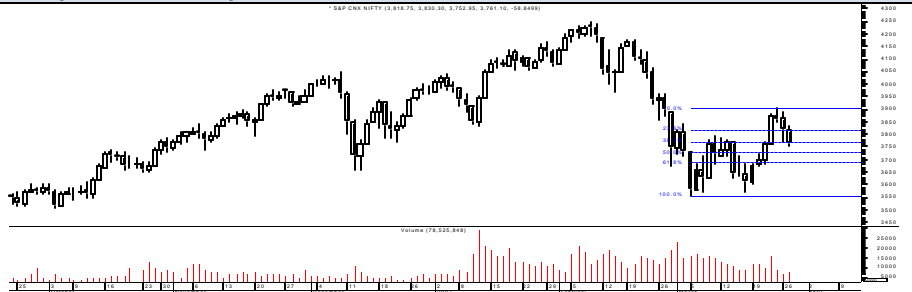
AD Ratio (NSE)	245:805	
FII's (Rs mn) – Cash	+ 805	
- F&O	- 6568	
Domestic (Rs mn)	- 2952	
* Over 10 days average		
Cash Vol. (Rs mn)*	71551	- 6%
F&O Vol. (Rs mn)*	326311	+ 6%
DJIA	12300.36	- 0.78%
NASDAQ	2417.10	- 0.83%
HangSeng**	19586.96	+ 0.17%
NIKKEI**	17096.25	- 0.92%
** Quote as at 9.00 am today		
Rupee – US\$	43.14	- 0.58%
Crude Nymex	\$ 64.08	+ 1.15%
CNX IT	5098	- 3.71%
Bank Nifty	5290	- 2.47%
CNX Mid-Cap	4774	- 1.40%
BSE Small cap	6312	- 1.76%
BSE Auto	4820	- 2.63%
BSE CG	8892	- 1.62%
BSE FMCG	1677	- 0.19%
BSE HC	3546	- 0.32%
BSE Oil & Gas	6364	- 0.76%
BSE Metal	8374	- 0.85%

Major Movers	? %	Outlook
Reliance	-1.43	Negative
ONGC	+1.38	Positive
Infosys	-3.35	Negative
HLL	-0.53	Positive
ACC	+0.33	Negative
BHEL	+1.20	Positive
Bharti Airtel	-1.39	Positive
ITC	+1.12	Negative
SBI	-4.31	Negative
ICICI Bank	-2.00	Positive
TCS	-4.86	Negative
Grasim	-0.28	Negative
Maruti	-2.64	Negative

**No respite in sight...**

- ✍ **Weak global markets will act as a cap on any major recovery from lower levels. With Rupee hitting an eight year high I.T stocks are expected to weaken further.**
- ✍ **Yesterday saw a lot of short rollovers and today we could see more of the same. We would be surprised if the market shows an upward bias before Infosys results. Recommend staying short for a short term Nifty target of 3700.**

**Nifty – In the day...**



**Technical Views...**

Nifty has pierced 38.2% Fibonacci retracement on the downside with good volumes. Moving averages have been pierced on downside indicating weak signal. We recommend sell on rise.

	Support 1	Support 2	Resist. 1	Resist. 2
<b>BSE Sensex</b>	12857	12732	12964	13145
<b>CNX Nifty</b>	3728	3688	3795	3818

**Funda Pick**

(Rs.mln)	Sales	PAT	EPS	P/E	Equity	Mkt Cap
<b>Wockhardt (Rs.396)</b>						
<b>CY07P</b>	22526	3477	29.1	13.6		
<b>CY08P</b>	26014	4159	34.8	11.4	119.4mln	47.28bln

Wockhardt has received US FDA approval for marketing Ketorolac anti-inflammatory injection in the US market. Ketorolac is a potent non-steroidal anti-inflammatory drug used in the management of acute pain following surgery and trauma having market size of about \$36mln. The company has also announced US FDA approval for marketing Furosemide injection in the US. Furosemide injection is one of the most widely used diuretics in hospitals and ICUs in several life-threatening conditions. Recently Wockhardt got approval to market painkiller tablets containing a combination of Dextropropoxyphene napsylate and Acetaminophen (DPN + APAP) in the US market having market size of around \$100mln. We maintain buy.

**Strengthening US foothold...**

**F & O Pick**

**SBI (Rs. 975)**

**Plain vanilla buy a put**

**Outlook – Positive**

Decrease in price coupled with increase in open interest indicates build up of short positions. The stock is likely to move up to Rs. 898 level.

**Strategy – Buy a Put**

Buy April 990 Put @ Rs.39

**Payoff**

Maximum profit Rs 53 at our target price  
Maximum loss Rs 39

**Logic**

Buying a Put allows one to gain from the down move while the loss is limited to the cost of the put option.

## F&amp;O – Long buildup/Short covering (April Series)

Positive...

Scrip Name	Price change		Open Interest change	
	(Rs.)	(%)	(Shares in Lac)	(%)
ACC	744	0.1	9.1	74.9
Dr Reddy's lab	699	1.3	5.2	98.2
Indian Hotels	144	1.0	7.73	38.2
IOB	106	2.0	6.25	400
Wockhardt	401	6.3	1.62	174.2

## F&amp;O – Short buildup/Long square up (April Series)

Negative...

Scrip Name	Price change		Open Interest change	
	(Rs.)	(%)	(Shares in Lac)	(%)
Tata Motors	726	-4.5	8.83	60.7
Patni Computers	378	-4.6	0.43	169.2
Infosys Tech	2014	-3.1	6.48	50.5
TCS	1208	-5.2	8.54	84.6
Wipro	561	-4.2	9.20	54.6

## Picks for the day

Stocks	CMP	Support	Next Target (Down)	Resistance	Next Target (Up)	Intra-Day View	Weekly View	Recommendation
<b>BOB</b>	216	213	207	219	226	Buy	Positive	Doji type of formation witnessed on the daily candle chart indicates positive signal. Buy.
<b>SBI</b>	974	944	930	995	1024	Sell on rise	Weak	The stock has pierced 7 & 14 DEMA on downside with good volumes. Sell on rise.
<b>Sobha Developer</b>	729	698	668	750	771	Sell on rise	Weak	Daily exponential moving averages indicates weak signal. Sell on rise.