

Trend Watch

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DAILY TECHNICAL ANALYSIS

DAILY DATA OF INDICES

INDICES	OPEN	HIGH	LOW	CLOSE	UP/DOWN
SENSEX	14432	14527	14372	14516	+112
NIFTY (SPOT)	4193	4219	4170	4216	+33

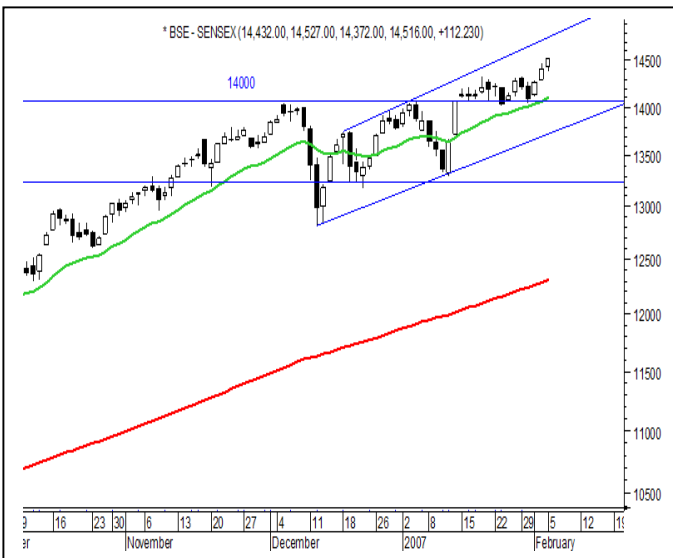
MARKET BREADTH

EXCHANGE	ADVANCES	DECLINES
BSE	1531	1128
NSE	553	444

SUPPORTS & RESISTANCES FOR INDICES

	S1	S2	R1	R2
SENSEX	14450	14390	14600	14670
NIFTY (SPOT)	4180	4150	4245	4270

SENSEX (DAILY CHART- LOG SCALE)

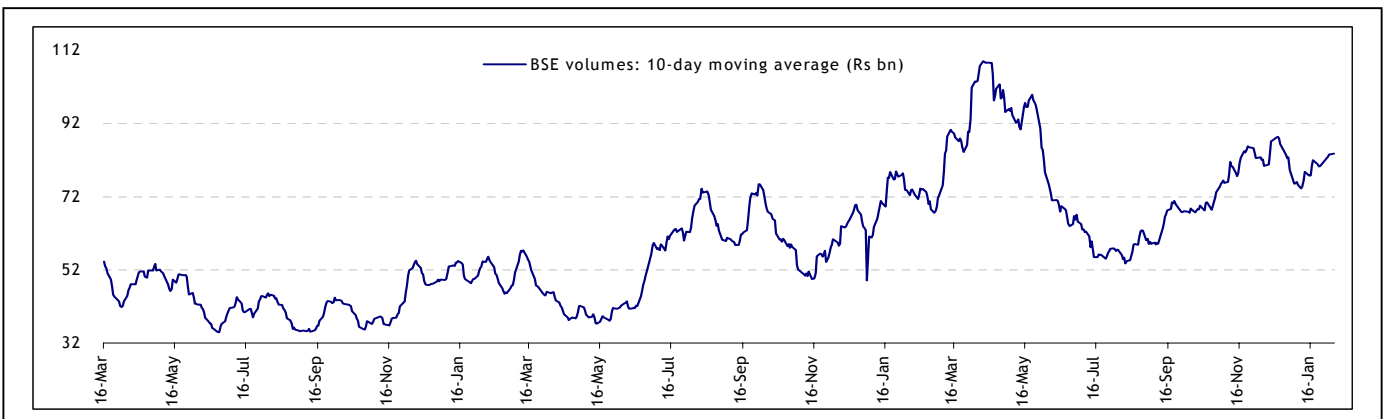


The Sensex that has come out of the broad trading zone continues to march forward. Today it succeeded in closing above the 14500-mark. Advance/decline ratio remained favorable thus helping the market breadth to close in the positive territory.

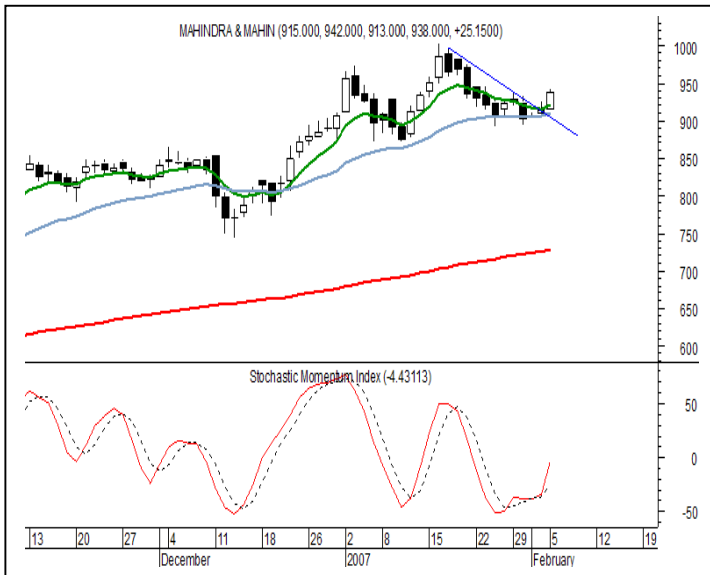
As seen from the chart on the left, the Sensex is maintaining the lead after breaking out. It moves in the ascending channel and currently heads towards the upper end of the same, which stands somewhere around 14750-800. The structure is displaying required strength and shows existence of a strong support around the level of 14000. As long as the index trades above the said level, its short and medium term trend will continue to remain bullish.

NSE VOLUMES: 10-day moving average (Rs bn)

TODAY'S NSE CASH VOLUMES: 90.88bn



TRADING IDEA

M&M: Rs.938**Action: Buy****Stop Loss: Rs.921****Target price: Rs.974****Bloomberg code: NMM IN**

Analysis: This scrip is starting a fresh up move after creating good support for itself at around 894. The prices have broken the descending trend line and closed above its short term moving averages.

Momentum: The major momentum oscillator 'Stochastic Momentum Index' has retained its bullish trigger whereas the 'MACD' is about to cross its trigger line. This indicates that the scrip possesses strong momentum.

We feel that the stock prices are set to rise in coming days and attain the targeted price in the near future. However, considering the volatile nature of the scrip, we suggest to maintain a stop loss of Rs.921.

Stock	Today's close (Rs)	Overall Trend	Immediate Support / Resistance	Comments
NIFTY	4216	Up	4150/ 4245	Bullish
ACC	1042	Up	1030/1060	Range bound
Arvind Mills	61	Weak	55 / 65	Can rise again
Bank of Baroda	247	Weak	240/ 255	Crossed its 200 days EMA.
Bharti Tele	780	Up	770 /795	Rising
BHEL	2518	Up	2505/ 2535	Support at 2480
BPCL	359	Weak	350 / 365	Range bound
Canara Bank	240	Up	235 /245	Range bound
Century Textiles	699	Up	690 /705	Double bottom around 680.
GAIL	295	Up	290 / 300	Rising
GRASIM	2790	Up	2775 / 2805	Retracing
Guj Ambuja	143	Up	135/ 150	Taking support at 135
HCL Tech	651	Up	645 / 660	Retracing
Hindalco	178	Weak	170 / 185	Improving further
Hind Lever	208	Weak	200 / 215	Deteriorating
HPCL	303	Up	295 / 310	Resistance at 340.
ICICI Bank	947	Up	940 / 960	support at 931
Infosys Tech	2269	Up	2250 / 2280	Can rise further
ITC	178	Up	170 /185	Range bound
Mahindra & Mahindra	938	Up	930/ 945	Improving
Maruti Udyog	963	Up	955 / 970	Rising
NALCO	234	Up	230 / 240	Rising
NTPC	141	Up	135 / 145	Rising
ONGC	910	Up	905 / 915	Improving
Oriental Bank	220	Weak	215 / 225	Below its 200 days EMA
Punjab National Bank	522	Up	515 / 530	Can Improve
Ranbaxy	415	Up	410/ 420	Improving further
Reliance Capital	697	Up	690 /705	Rising
Reliance Energy	549	Up	540 / 555	Can rise.
Reliance Industries	1387	Up	1375 / 1400	Expected to gain momentum
Satyam Computers	490	Up	480 /500	Can rise
State Bank of India	1197	Up	1185 / 1210	Improving
Tata Motors	919	Up	905 /930	Can rise
Tata Power	613	Up	605/620	Rising
TCS	1306	Up	1290/ 1320	Can rise
TISCO	470	Weak	460 / 480	Below its 200 days EMA
Union Bank	112	Weak	105/ 120	Oversold
Wipro	634	Up	625 / 640	Range bound

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