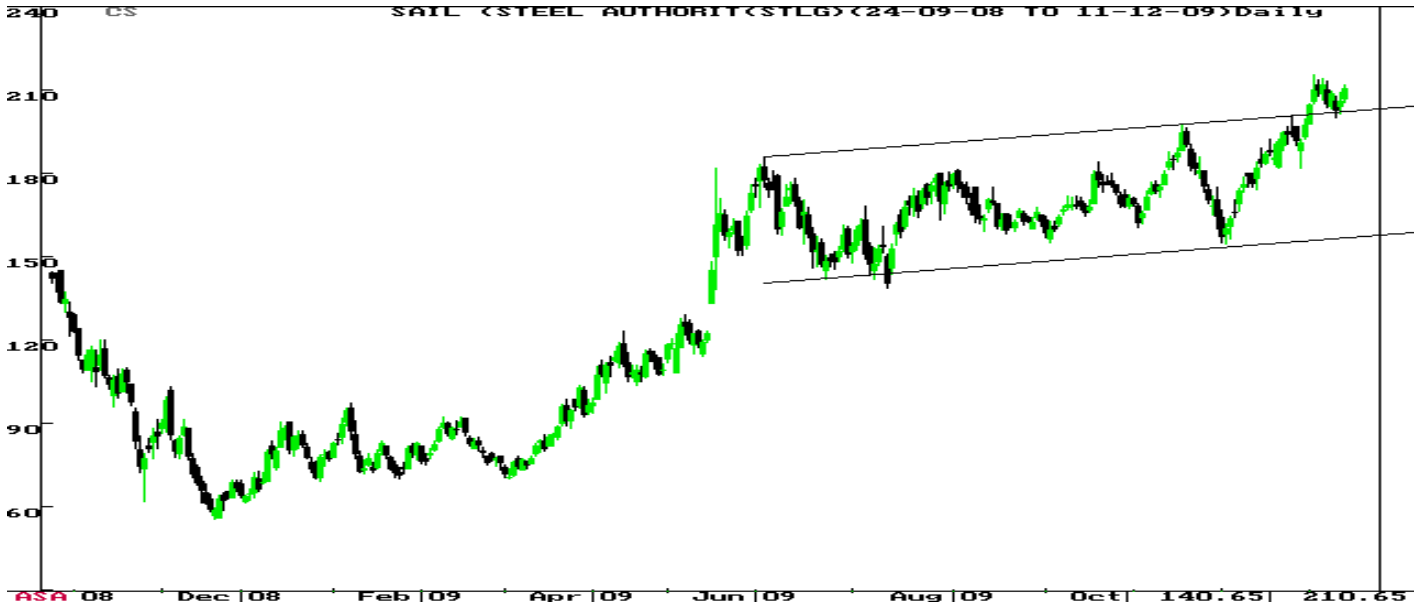


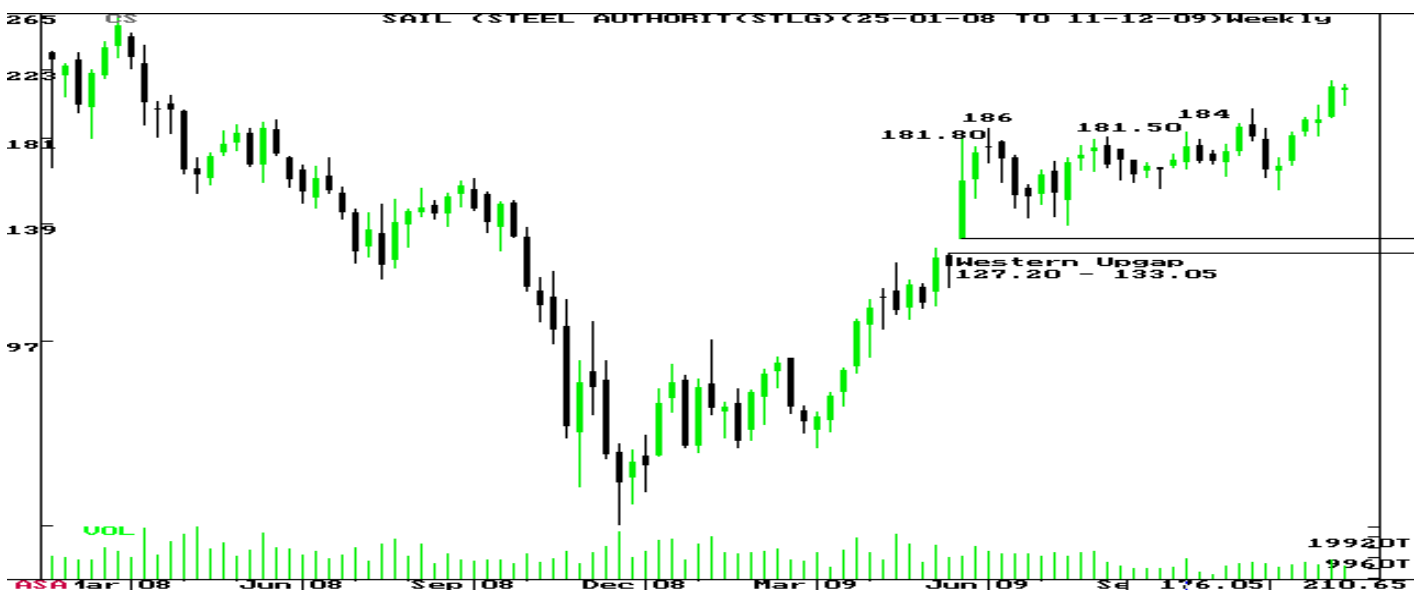
Sr. No	Stock	Current Market Price (CMP)	Recommended Action	Entry Band	Target	Stop Loss	Time Horizon
1.	SAIL	210.65	Buy	210-203	241	200	2-3 weeks
2.	Ucal Fuel	74.35	Buy on dips	67-70	82	64	1-2 weeks
3.	Electrosteel Castings	48.20	Buy	48.20 - 46	53	45	1-2 weeks

1. **SAIL** - Buy SAIL between Rs.210 – 203 for a Target of Rs.241 in 2-3 weeks. Stop Loss = Rs.200 on closing basis.



Steel Authority of India (SAIL) is constantly making higher highs and higher lows (as can be seen in the chart above) which is a bullish sign.

It was making a channeled move as shown above since June 2009. The stock broke out of the channel on the upper side on December 01 2009 and moved higher for the next few sessions. Thereafter it saw some correction and has taken support from the upper end of the same channel. The stock has now again started moving higher. This is a positive signal.



As can be seen on the weekly chart above, Rs.181 – 186 band was acting as a stiff resistance. SAIL has broken this resistance and moved higher (as can be seen in the chart above).



The 25-weeks exponential moving average is acting as a significant resistance/support for the stock (as shown in red in the chart above) and the stock is currently above this line.

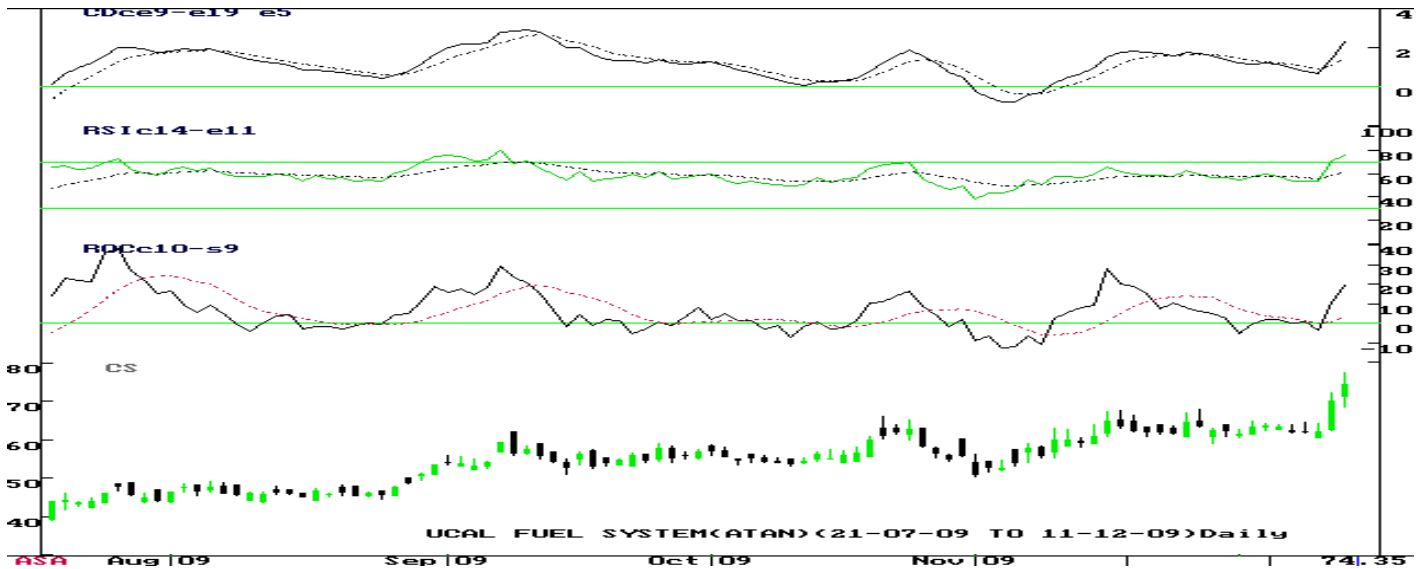
Having regard to the above findings we expect SAIL to move higher in the days to come. We recommend a “buy” on SAIL between Rs.210 – 203 for a Target of Rs.241 in 2-3 weeks. Stop Loss = Rs.200 on closing basis.

2. Ucal Fuel – Buy on dips between Rs.67 – 70 for a price target of Rs.82 in 1-2 weeks. Stop Loss = Rs.64 on closing basis.



Ucal Fuel has been consistently making higher highs and higher lows (as can be seen in the daily chart above).

As shown above, the upmove from Rs.50.50 to Rs.67.70 took 11 trading sessions. In the next 15 trading sessions, Ucal Fuel could retrace this upmove by only about 50% to Rs.60.60 indicating that the upmove was more dominant. Thereafter, this move from Rs.67.70 to Rs.60.60 got retraced in just 1 day. This is called “faster retracement” which is a positive sign and we could see the stock moving higher after correcting initially.



The stochastics are trading significantly higher than the respective averages as evident from the table below;

Stochastics	Current	Average
9,19 MACD	2.28	1.47
14,11 RSI	75.43	61.29
10,9 RoC	19.34	2.75

Ucal Fuel witnessed the formation of an “Engulfing Line Bull” pattern on the weekly chart, which is a bullish candlestick pattern. In the last 2 days, the stock has moved up with higher than normal volumes.

We expect Ucal Fuel to move higher from the current levels and thus recommend a “buy” on Ucal Fuels on dips between Rs.67 – 70 for a price target of Rs.82 in 1-2 weeks. Stop Loss = Rs.64 on closing basis.

3. Electrosteel Castings – Buy Electrosteel Castings between Rs.48.20 – 46 for a Target of Rs.53 in 1-2 weeks. Stop Loss = Rs.45 on closing basis.





Electrosteel Castings has faced resistance at Rs.46 on a number of occasions in the past (as marked on the chart above). This stiff resistance has been breached by the stock and the stock has moved and closed above this resistance value. This is a bullish sign.



The upward sloping trendline joining the significant bottoms has been acting as a crucial support for Electrosteel Castings. The 89-days exponential moving average is currently acting as a support for the stock. In the last 2 days, the stock has moved up with higher than normal volumes.

We expect Electrosteel Castings to move higher in the days to come and thus recommend a “buy” on the stock between Rs.48.20 – 46 for a Target of Rs.53 in 1-2 weeks. Stop Loss = Rs.45 on closing basis.

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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.

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