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FOR PRIVATE CIRCULATION

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## Weekly Technical Update

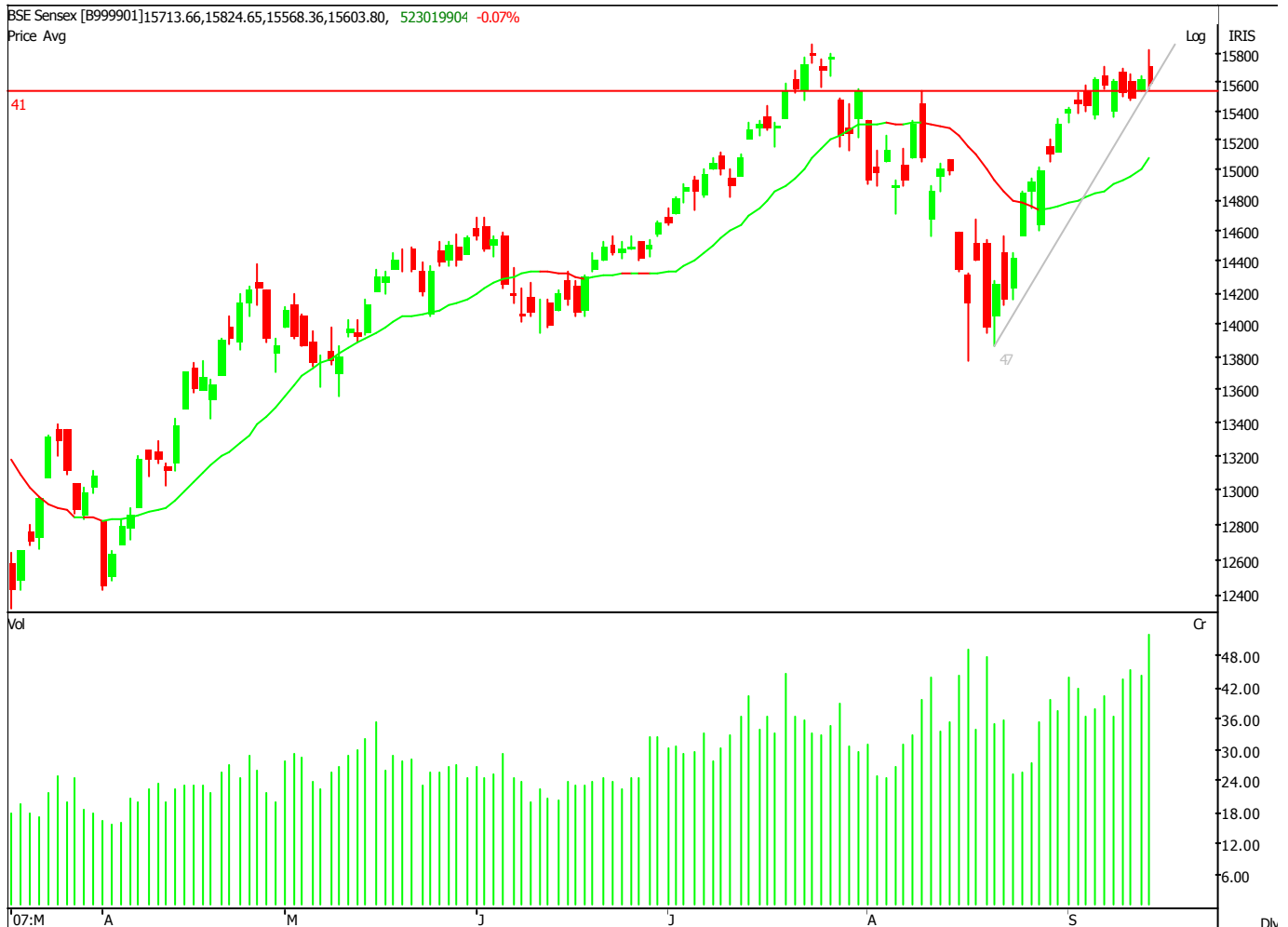
### Equities

#### The week past and expected

The previous week was another chaotic one with an upward bias. Market participants were less confident but eager to invest on declines. There was help from midcap stocks that indirectly improve returns on investments within a shorter period of investments. All this indicates the market will hold at current levels and move gradually to the higher side. The awareness of market participants, a selective investment approach and rally in midcap stocks will help the market to trade into new territory in the coming weeks.

On Friday, the market broke an important resistance at 4525. However, it failed to sustain at higher levels on a closing basis. This was mainly because of the overnight risk of global markets. The market has neutralized the importance of levels. It is now focusing more on the outcome of the Fed meet. Till September 19, the market may remain cautious with an upward bias. However, any decline from current levels will definitely turn into a buying opportunity for those who believe in the long-term growth story of emerging markets.

#### BSE - DAILY CHART



Even though the market has neutralized the importance of technical levels we will look for major levels, as ahead of events it will guide us about the likely outcome of the event. Look for the levels of 4500 and 15550 as major supports in the short-term. Trading below it will lead to profit booking. The level of 4440 and 15350 may prove to be medium-term supports for the market. However, trading below it is likely to unnerve traders and induce them to reduce trading long positions. Thus, we may see adverse effects of major events.

On the higher side, the levels of 15870 and 4620 may act as short-term resistance for the market. However, trading above it will generate fresh buying on a technical break out. In the process, we may see the levels of 16300/4750 in the near term.

We will look for buying opportunities in L&T, ICICI Bank, Financial Technology, EKC, NTPC, Punj Lloyd, Ranbaxy, Sterlite and Unitech on declines.

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