



Punter's Call

Tug of war

Markets on July 03: Inside day

Nifty opened on a negative note and just gave a single bounce in the late afternoon session. But, as bulls could not overcome bears, Nifty ended with a loss of 167 points on a daily basis. The Sensex formed a Harami candle (pretty similar to an inside day on bar chart), which signals a tug of war between bulls and bears, as per the candlestick charting theory. The tug of war means, where the bulls are trying hard to breach the yesterday's swing high of 13,712 (4,107 on Nifty), bears are trying to break the yesterday's swing low of 12,823 (3,848 on Nifty). The daily momentum indicator KST is still in the sell mode, while the hourly KST is still continuing its yesterday's positive crossover. This shows that market is equipoised at the current levels and the decisive breakout on the either side of the yesterday's swing high or low is necessary for the further move. Market breadth was negative with 941 declines and 272 advances. Our short- and mid-term bias is up for the target of 4,300 and 4,800 respectively with the short- and mid-term reversal at 3,850 and 3,780 respectively.

Realty, the star sector of yesterday, was the main culprit in today's fall. Metal was the other sector, which joined the party of the bears by losing 8.5%. Among the index stocks, Tata Steel and Reliance Energy were the worst hit. However one stock, which was in limelight, was State Bank of India.

Nifty chart: 3,925



60 minute chart



Market Breadth

	BSE	NSE
Advances	750	272
Declines	1876	941
Unchanged	59	22
Volume (Rs)	5,666cr	12,817cr

Short Term Trend

	Target	Trend	Reversal	Support/Resistance
Sensex	14400	↑	Down below 12800	13000 / 14150
Nifty	4300	↑	Down below 3850	3900 / 4300

Medium Term Trend

	Target	Trend	Reversal	Support/Resistance
Sensex	16000	↑	Down below 12700	12800 / 16000
Nifty	4800	↑	Down below 3780	3800 / 4800

Icon guide

↑ Up	↓ Down	↘ Downswing matures	↗ Upswing matures
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Trendy Levels

Sensex		Nifty	
Support	Resistance	Support	Resistance
12935	13200	3875	3965
12800	13340	3850	3995
12620	13475	3800	4025
20DSMA	40DEMA	20DSMA	40DEMA
14566	15173	4346	4524
BSE Sensex: 13,094		Nifty: 3,925	

SENSe the index

Date	Recommendation	Action	Stop Loss/ Reversal (Intra-day)	Stop Loss/ Reversal (Closing)	Buy/Sell Price	Closing Price	Potential % P/L at CMP	Targets
03-07-08	Nifty 4000 CE*	Buy	-	-	144	121.1	-	-
03-07-08	Nifty Future (Mo)	Buy	-	3870	3912	3870	-1%	3960-4050
02-07-08	Nifty Future (Mo)	Buy	-	TPB	3939	3945	0%	4050-4150

NOTE: * will be done based on Nifty call

Smart Charts

Date	Recommendation	Action	Stop Loss/ Reversal (Intra-day)	Stop Loss/ Reversal DCL	Buy/Sell Price	Closing Price (CMP)	Potential % P/L at CMP	Targets
03-Jul-08	TISCO	Buy	654.0	-	669.0	657.4	-2%	714-764
03-Jul-08	Punj Lloyd	Buy	-	183.0	200.0	200.1	0%	225-250
02-Jul-08	HCC	Buy	-	67.8	74.0	76.6	4%	86-95
02-Jul-08	SBI	Buy	999.0	-	1,063.0	1,101.5	4%	1,140-1,220
02-Jul-08	Gail India	Buy	-	318.0	338.0	321.1	-5%	365-399
02-Jul-08	RPL	Buy	-	156.0	172.0	167.8	-2%	190-210
02-Jul-08	Reliance Comm	Buy	375.0	-	416.0	389.5	-6%	440-470
02-Jul-08	GMR Infra	Buy	-	76.0	85.2	81.3	-5%	95-106
02-Jul-08	Bharti Airtel	Buy	700.0	-	720.0	709.3	-1%	760-800
02-Jul-08	BHEL	Buy	-	1,340.0	1,405.0	1,396.6	-1%	1,520-1,610
30-Jun-08	TCS	Buy	-	839.0	877.0	854.9	-3%	930-1020
25-Jun-08	SAIL	Buy	TPB	-	147.5	135.0	-8%	163-177
25-Jun-08	Orchid Chemicals	Buy	-	215.0	230.0	243.2	6%	250-270

NOTE: Kindly note that all stop losses in Smart Charts Calls are on closing basis unless specified.

TPB: Trailing profit booked

Momentum Calls

For the short term—1 to 5 days

Stock	Action	Action date	Stop loss	Price	Closing price	Target1	Target2
Praj Industries	Buy	03-07-08	167.0	172.0	168.6	177.0	184.0
BOB	Buy	03-07-08	Book Profit	207.0	216.0	213.0	218.0
Renuka Sugar	Buy	03-07-08	Book Profit	107.7	112.5	110.0	112.5
Cipla	Buy	03-07-08	Stopped out	217.6	213.0	222.0	227.0
Gateway Distriparks	Buy	03-07-08	Stopped out	71.0	69.0	74.0	76.0
GAIL	Buy	03-07-08	Stopped out	332.0	328.4	338.0	345.0
Neyvelli	Buy	02-07-08	Stopped out	100.0	97.6	102.5	105.0
BHEL	Buy	02-07-08	TPB	1,409.0	1,418.0	1,440.0	1,475.0
Sterlite Industries	Buy	02-07-08	TPB	695.0	697.0	715.0	730.0
Tata Steel	Buy	02-07-08	Stopped out	711.0	719.0	725.0	740.0
Bongaigaon Refinery	Sell	02-07-08	48.6	46.8	47.4	44.0	42.0

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

TPB: Trailing profit booked

NOTE : Action taken after market hours will be highlighted in blue colour.



Punj Lloyd—Buy

CMP: Rs200

Buy Punj Lloyd at the current market price of Rs200 with the stop loss of Rs183 for the targets of Rs225 and Rs250. Punj Lloyd has completed its 5 wave decline and it is expected to retrace 38%.



TISCO—Buy

CMP: Rs669

Buy TISCO at the current market price of Rs669 with the stop loss of Rs654 for the targets of Rs714 and Rs764. The stock has completed corrective.

For July 04, 2008

Scrip Name	Support Levels		Close (Rs)	Resistance Levels		Action
	S1	S2		R2	R1	
NIFTY Futures	3780	3840	3870.0	3940	4000	Buy above R2/Sell below S2.
Adlabs Film	330	342	356.0	370	390	Buy above R2/Sell below S2.
Century Text	455	480	490.0	495	510	Buy above R2/Sell below S2.
DLF	359	375	382.0	390	400	Buy above R2/Sell below S2.
HUL	191	194	196.4	198	203	Buy above R2/Sell below S2.
ICICI Bank	551	568	574.0	584	600	Buy above R2/Sell below S2.
Infosys	1709	1733	1745.0	1754	1780	Sell below S2.
J P Associates	130	134	138.5	142	145	Sell on rise at R2.
Maruti	530	545	549.0	558	565	Sell on rise at R2/Sell below S2.
Reliance	2024	2050	2071.0	2100	2140	Buy above R2/Sell below S2.
Reliance Capital	850	875	883.0	900	940	Sell below S2.
Reliance Comm	374	381	389.5	391	397	Sell below S2.
SAIL	122	126	128.0	131	135	Sell on rise at R2.
Satyam	440	447	451.0	455	466	Buy above R2.
SBI	1050	1080	1101.0	1130	1160	Buy above R2.
Tata Motors	370	382	390.0	396	412	Sell below S2.
Tata Steel	630	645	657.0	663	678	Sell on rise at R2.

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

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