



Punter's Call

Support zone - 4540-4485

Markets on August 06, 2009: Bears pilot

After a lazy start, the stock market started to improve, but the rally did not last longer and in the final hour of trade amidst massive selling pressure the market suffered a sudden decline. Finally, the Sensex and Nifty ended with a red mark of 389 points and 108 points respectively. Today, with Nifty breaking the support of hourly averages and both the daily and hourly KST slipping into the sell mode, the market is at a very crucial level. The only ray of hope is the weekly close, which will act on after tomorrow's closing. If that is also tilted in the corner of the bears, it will be worrisome for the bulls. For tomorrow, the correction should not extend below the zone of 4540-4485, which is a crucial support zone. After a long time, the market breadth has gone in favour of bears with 860 declines and 395 advances.

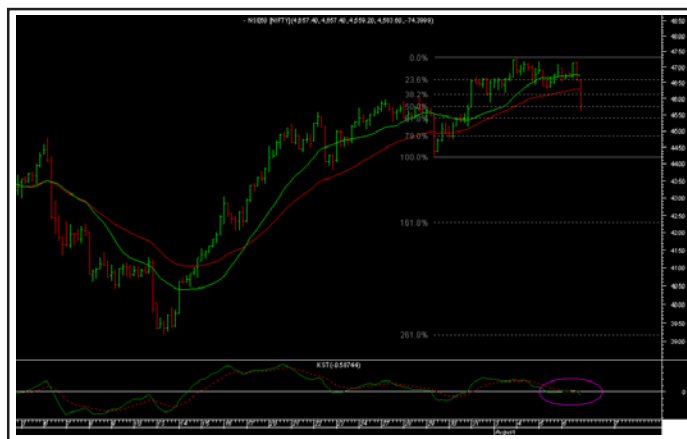
Our short-and mid-term biases are up for the targets of 4850 and 5000 with the short- and mid-term reversal packed at 4420 and 4200 respectively.

Broad based selling was witnessed across the board with auto, realty and fast moving consumer goods (FMCG) heading the pack of losers. From the 30 stocks of the Sensex only Sun Pharmaceutical Industries marked the pack of gainers while Tata Motors (down 7%), Hindalco Industries (down 6.5%) and Jaiprakash Associates (down 6%) led the pack of losers.

Nifty chart: 4,585



60 minute chart



Market Breadth

| | BSE | NSE |
|-------------|---------|----------|
| Advances | 1,080 | 395 |
| Declines | 1,614 | 860 |
| Unchanged | 73 | 36 |
| Volume (Rs) | 7,025cr | 21,043cr |

Short Term Trend

| | Target | Trend | Reversal | Support/Resistance |
|--------|--------|-------|------------------|--------------------|
| Sensex | 16300 | ↑ | Down below 14888 | 14888 / 16300 |
| Nifty | 4850 | ↑ | Down below 4420 | 4420 / 4850 |

Medium Term Trend

| | Target | Trend | Reversal | Support/Resistance |
|--------|--------|-------|------------------|--------------------|
| Sensex | 16555 | ↑ | Down below 14716 | 14716 / 16555 |
| Nifty | 5000 | ↑ | Down below 4350 | 4350 / 5000 |

Icon guide

| | | | |
|------|--------|---------------------|-------------------|
| ↑ Up | ↓ Down | ↘ Downswing matures | ↗ Upswing matures |
|------|--------|---------------------|-------------------|

Trendy Levels

| Sensex | | Nifty | |
|--------------------|------------|--------------|------------|
| Support | Resistance | Support | Resistance |
| 15413 | 15732 | 4555 | 4620 |
| 15261 | 16063 | 4490 | 4680 |
| 15065 | 16555 | 4420 | 4732 |
| 20DSMA | 40DEMA | 20DSMA | 40DEMA |
| 14991 | 14736 | 4446 | 4385 |
| BSE Sensex: 15,514 | | Nifty: 4,585 | |

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 |
|----------|------------------|--------|---------------------------------------|-------------------------------|-------------------|---------------------------|------------------------------|-----------|
| 04-08-09 | L&T | Buy | - | 1,434.0 | 1,536.0 | 1,486.2 | -3% | 1675-1800 |
| 04-08-09 | BOI | Buy | - | 311.0 | 335.0 | 329.3 | -2% | 360-385 |
| 04-08-09 | HDIL | Buy | - | 257.0 | 278.7 | 263.3 | -6% | 302-325 |
| 04-08-09 | Idea Cellular | Buy | - | 74.0 | 80.4 | 76.0 | -5% | 89-95 |
| 03-08-09 | Reliance Capital | Buy | - | Exit | 909.0 | 894.0 | -2% | 970-1050 |
| 03-08-09 | SBI | Buy | - | Exit | 1,846.0 | 1,802.0 | -2% | 2066-2200 |
| 03-08-09 | DLF | Buy | - | 367.0 | 403.0 | 380.0 | -6% | 457-511 |
| 03-08-09 | Rcom | Buy | - | Exit | 285.0 | 268.0 | -6% | 310-335 |
| 03-08-09 | RIL | Buy | - | Exit | 1,995.0 | 2,050.0 | 3% | 2175-2350 |
| 03-08-09 | ICICI Bank | Buy | - | Exit | 758.0 | 771.0 | 2% | 690-740 |

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 |
|------------------|--------|-------------|-------------|-------|---------------|---------|---------|
| DLF | Buy | 06-08-09 | Stopped out | 395.3 | 388.4 | 403.0 | 410.0 |
| JP Associate | Buy | 05-08-09 | TPB | 242.6 | 242.9 | 247.0 | 252.0 |
| Punj Lloyd | Buy | 05-08-09 | Stopped out | 240.3 | 236.4 | 245.0 | 249.0 |
| Reliance Capital | Buy | 05-08-09 | TPB | 905.3 | 905.3 | 925.0 | 950.0 |
| Welspun Gujarat | Buy | 05-08-09 | 224.4 | 229.0 | 222.3 | 234.0 | 240.0 |

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.

Day Trader's HIT List

For Aug 07, 2009

| Scrip Name | Support Levels | | Close (Rs) | Resistance Levels | | Action |
|------------------|----------------|-------|------------|-------------------|-------|-----------------------------------|
| | S1 | S2 | | R2 | R1 | |
| NIFTY Futures | 4590 | 4641 | 4696.0 | 4732 | 4800 | Go long above R2. |
| Axis Bank | 806 | 829 | 845.0 | 860 | 870 | Go long above R2. |
| TCS | 496 | 510 | 518.0 | 528 | 541 | Go Short with stop loss above R2. |
| DLF | 362 | 370 | 380 | 389 | 397 | Go long with stop loss below S2. |
| L&T | 1421 | 1455 | 1486 | 1521 | 1534 | Go long above R2. |
| ICICI Bank | 747 | 758 | 776 | 793 | 807 | Go Short with stop loss above R2. |
| Infosys | 1980 | 2021 | 2055 | 2105 | 2148 | Go short below S2. |
| J P Associates | 219.0 | 226.0 | 231.0 | 236.0 | 240.0 | Sell on rise to R1. |
| Maruti | 1295 | 1339 | 1364 | 1406 | 1442 | Go long above R2. |
| Reliance | 1958 | 2003 | 2047 | 2082 | 2124 | Go long above R2. |
| Reliance Capital | 845 | 868 | 890.0 | 908 | 929 | Sell on rise to R1. |
| Reliance Comm | 259 | 265 | 270.0 | 275 | 282 | Buy on decline to S1. |
| SAIL | 164.0 | 168.0 | 171.0 | 175.0 | 178.0 | Go long above R2. |
| SBI | 1723 | 1754 | 1797.0 | 1828 | 1857 | Go long above R2. |
| Tata Motors | 400 | 410 | 418.0 | 428 | 437 | Buy on decline to S1. |
| Tata Steel | 435 | 448 | 455.0 | 464 | 477 | Go Short with stop loss above R2. |
| Rel Infra | 1128 | 1140 | 1176.0 | 1195 | 1234 | Go Short with stop loss above R2. |
| USD-INR | 47.2 | 47.5 | 47.7 | 47.8 | 48.2 | Buy above R2 / Sell below S2. |

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

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