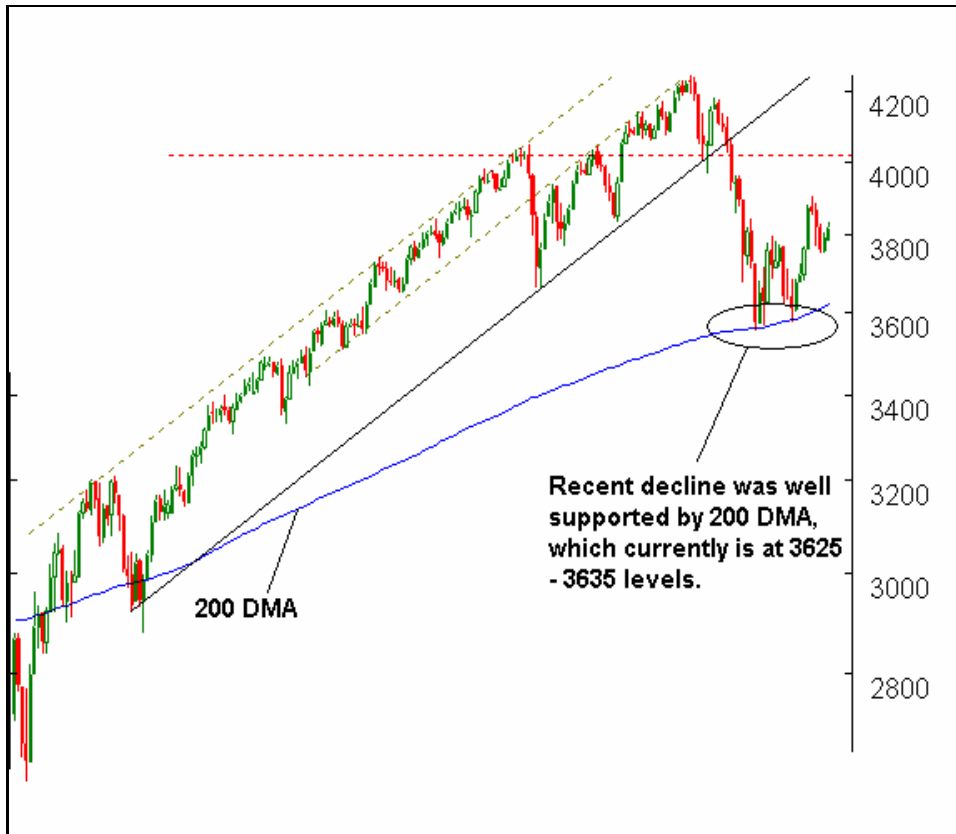


WEEKLY TECHNICAL UPDATE

NIFTY PRICE CHART



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In our previous update we had suggested that the nifty is likely to face supply at levels of 3900 and is likely to be volatile between levels of 3900 on the higher side and 3777 / 3738 on the lower side. We had also suggested a negative bias. The nifty opened the week at 3863, recorded a high of 3885, before declining to a low of 3750. The nifty finally closed at 3821.

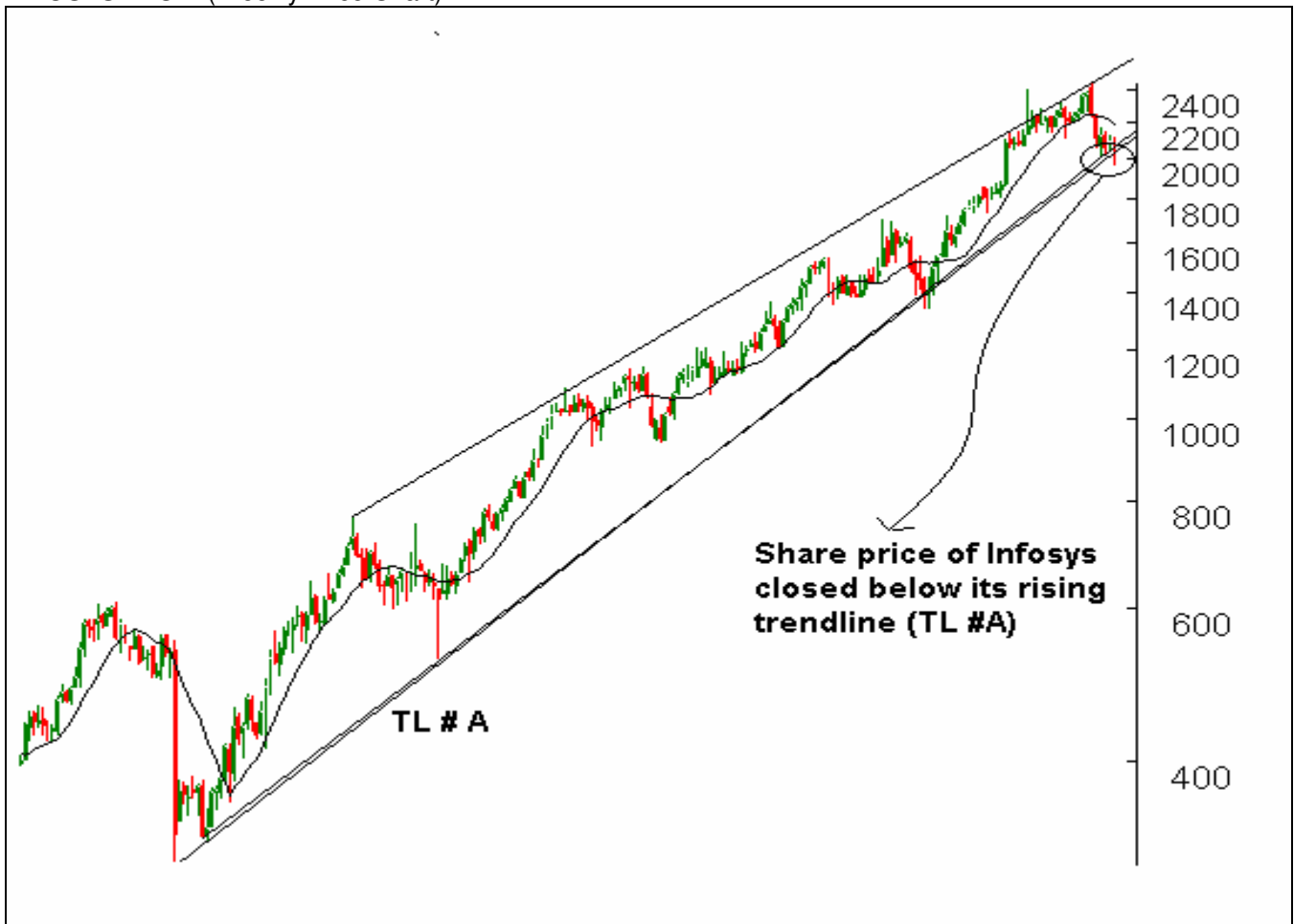
Going forward it should be noted that the nifty closed right between short term trend decider levels. On the downside the levels of 3789 – 3793 are the critical level and a closing below this level is likely to trigger further decline to following levels: A. 3750 B. 3680 C. 3635 – 3625. On the upside, the nifty should close above 3832 to signal any strength following which it could move up to levels of 3874 / 3900. Overall we maintain a negative bias and believe that the nifty is likely to drift lower in forthcoming trading weeks. However even if the nifty were to close above 3832 in near future and move up to 3874 or 3900 the medium term out look would continue to remain bearish and we would keep advising using rallies to sell or create short positions.

STOCKS	TECHNICAL COMMENTARY	SUPPORTS / RESISTANCES
IT & TECHNOLOGY		
Infosys (CMP 2012.60)	The share price of Infosys appears to have violated its 4 year old uptrend and we are covering the stock separately.	SUPPORTS RESISTANCES
Satyam Comp. (CMP 470.10)	The stock is likely to trade in the range of support and resistance levels listed here.	SUPPORTS 451 - 455 RESISTANCES 478 / 487 – 491.
TCS (CMP 1231.20)	TCS has broken its critical support levels of 1247 – 1255 and has triggered a short term downtrend. We believe that the stock is likely to decline further and can test its recent closing low of 1162 or even 1120. Short positions can be initiated with a stop placed above 1247 – 1255.	SUPPORTS 1162 / 1120 RESISTANCES 1247 - 1255
Wipro (CMP 558.35)	The stock looks very weak on medium term charts; however it has closed right above its critical support (weekly trendline and 200 DMA) of 548. We believe that a break below this level would trigger further declines to levels of 526 / 507 / 477. We suggest initiating aggressive short positions once the stock breaks below 548.	SUPPORTS 548 / 526 / 507 / 477 RESISTANCES 563 / 571 – 577.
TELECOM		
Bharti (CMP 763.20)	The stock has been outperforming the market and other stocks and still remains above its daily and weekly support levels of 745 and 732 respectively. A break below 732 on a closing basis would trigger a down trend with price targets of 707 / 690 or even 647. The stock would show strength only when it manages to move above 770, following which it can move to its critical resistance level of 786- 791.	SUPPORTS 745 / 732 / 707 / 690 RESISTANCES 770 / 786 – 791
Rel COM (CMP 420)	The stock faces a lot of resistance in the price range of 433 – 441 and is unlikely to move above these levels in near future. On the down side the stock has managed to close right above its short term support levels of 418 – 416 and a break below which would signal further downside to levels of 403 / 376.	SUPPORTS 417 / 404 – 399 / 377 RESISTANCES 433 – 441
MTNL (CMP 146.70)	The stock needs to close above 151 – 152 to indicate further upside to levels of 164. A failure to break above these levels would suggest a range bound movement between levels of 151 – 152 on the upside and 140 – 137 on the downside.	SUPPORTS 140 - 137 RESISTANCES 152 / 164
FINANCIAL INSTITUTIONS / BANKS		
ICICI BANK (CMP 853.10)	The remains in a declining mode and is likely to decline to support levels of 809 – 806 over the next few days. A break below these levels would suggest further downside to levels of 786 and below.	SUPPORTS 809 – 806 / 786 RESISTANCES 860 – 866
SBI (CMP 992.90)	The stock was moving between its support and resistance levels. However a break below its critical support levels of 973 – 962 would signal a short term downtrend with a minimum target of 914.	SUPPORTS 973 – 962 / 914 RESISTANCES 1004 / 1019
HDFC BANK (CMP 949.40)	The stock has closed above its 200 DMA (936) and a break below that would trigger a medium term downtrend. The first support for the stock comes in at 890, but it would be expected to decline further to test levels of 836 and even below.	SUPPORTS 936 / 890 / 838 RESISTANCES 958 – 965

STOCKS	TECHNICAL COMMENTARY	SUPPORTS / RESISTANCES
CEMENT AND INFRASTRUCTURE		
ACC (CMP 734.65)	In our previous update, we had suggested that the stock gets good support in the range of 727 – 734 and a break below that would trigger further decline to levels of 697. We maintain the view and also suggest that a failure to break below these levels would indicate a range bound movement between the levels of 762- 765 on the higher side and 734 – 727 on the lower side.	SUPPORTS 734 – 727 / 697 RESISTANCES 726 - 765 / 784
INDIA CEM. (CMP 162)	The stock is likely to trade in the range of support and resistance levels listed here. Levels marked in Bold are intra day / short term trend decider levels.	SUPPORTS 157 / 152 - 151 RESISTANCES 169 - 172 / 181
GACL (CMP 105.45)	The stock has been trading in the range of 102 and 109. A break below 102 (closing basis) would suggest further downside to levels of 91 / 85. While a move above 109 is likely to suggest marginal upsides to levels of 115 – 117.	SUPPORTS 102 / 91 / 85 RESISTANCES 109 / 115.5 - 117
CENTURY TEX (CMP 545.30)	The share price of Century textiles appears to be making a pennant sort of formation and would need to close above 559 to suggest a breakout, following which one could expect an up move to levels of 585 / 620. On the downside the level of 529 (200 DMA) remains a critical support and a break below that would suggest further declines to levels of 507.	SUPPORTS 529 / 507 RESISTANCES 559 / 585 / 620
PARSVANATH (CMP 259)	The stock is likely to trade in the range of support and resistance levels listed here.	SUPPORTS 254/ 247 RESISTANCES 270 – 272
IVRCL INFRA (CMP 292.10)	The stock has closed above its support level of 287 – 284, below which it can decline to levels of 270. On the upside the range of 302 – 308 is the first resistance zone above which the stock can move up to levels of 320.	SUPPORTS 287 – 284 / 270 RESISTANCES 302 – 308 / 320
AUTOMOBILE		
TATA MOTOR (CMP 727.75)	The remains in a downtrend on a medium term outlook and is unlikely to move above the immediate resistance levels of 744 – 751. On the downside the stock may decline further to levels of 692 – 687 / 674 / 657.	SUPPORTS 692 – 687 / 674 / 657 RESISTANCES 744 – 751
MARUTI (CMP 819.70)	The stock faces a lot of resistance on upsides at levels of 830 – 834, while declines below 808 – 798 would suggest further downsides to levels of 778.	SUPPORTS 808 - 798 / 778 RESISTANCES 830 – 834 / 844
M&M (CMP 780)	No clear view on the stock.	SUPPORTS 759 / 732 RESISTANCES 796 – 800
BAJAJ AUTO (CMP 2425)	The level of 2400 – 2375 remains the last critical support for the stock, below which it is likely to trigger a significant decline to levels of 2172 and below.	SUPPORTS 2400 – 2375 RESISTANCES 2455 / 2483

STOCKS	TECHNICAL COMMENTARY	SUPPORTS / RESISTANCES
OIL & GAS / ENERGY		
ONGC (CMP 878.15)	The stock moved up sharply last week and now faces its critical supply levels of 890 / 940 – 911. We believe that the stock might not be able to move above these levels though it is unlikely to decline much.	SUPPORTS 860 / 843 RESISTANCES 890 / 904 – 911
RELIANCE (CMP 1368.35)	No clear technical view on the stock. We recommend managing / initiating trading positions in line with the support and resistance levels listed herein.	SUPPORTS 1349 – 1343 / 1319 RESISTANCES 1384 / 1405 / 1418
RPL (CMP 71.50)	The stock registered an important breakout last week and appears to be giving a pullback. Aggressive traders can initiate long positions in the range of 70. 50 – 69 with a stop placed at 67.	SUPPORTS 70.50 – 69 / 67 RESISTANCES 78 / 84
METALS		
TATA STEEL (CMP 449.60)	The stock has close right below its critical resistance zone of 455 – 459. A break above that would signal further upside to levels of 484. On the downside, the level of 428 – 425 is a very very critical support level and a weekly closing below that would signal a medium term downtrend with targets of 399 and below.	SUPPORTS 428 - 425 / 399 RESISTANCES 455 – 459 / 484
STERLITE (CMP 468.20)	The stock has closed below its immediate supply levels of 474 – 478 and would need to record a daily closing above it to show strength following the stock is likely to move up to resistance levels of 495 – 501. On the downside, the levels of 459 / 447 remain good support levels.	SUPPORTS 459 / 447 RESISTANCES 474 – 478 / 499 – 501
SAIL (CMP 114.10)	In our previous update, we had suggested a positive outlook on the stock and suggested that the stock is likely to move up to levels of 116 – 119, which the stock did achieve. On the upside, the level of 119 remains a critical resistance and further upside to levels of 126 would be achieved once the stock manages to close above 119, failing which the stock ay remain in a range of 119 and 107	SUPPORTS 106 - 108 RESISTANCES 119 / 126
HINDALCO (CMP 130.30)	The stock is likely to trade in the range of 124 – 126 on the lower side and 141 – 144 on the higher side and not register any directional move over the next few weeks.	SUPPORTS 124 – 124 RESISTANCES 141 – 144
JSW STEEL (CMP 493.45)	The stock recorded its 52 week highest daily close (BSE) and looks firm to move up to levels of 520 / 544. We would suggest using any market declines as an opportunity to initiate / add to long positions. We would abandon our positive outlook on the stock only if it closes below 466. The level of 503 is a minor resistance level.	SUPPORTS 478 / 466 - 470 RESISTANCES 503 / 520 / 544

Kindly continue to next page for Price chart / technical commentary on Infosys.



The share price of Infosys appears to be breaking below its 4 year old rising trendline – TL # A (kindly refer the chart above). The stock price recorded a low of 1959 and the 200 Day Moving Average of the stock is currently at 1966. A break below 1966 on daily closing basis would confirm the break and signal a short to medium term downtrend with one or all of the following targets: A. 1879 / B. 1792 / 1655. However in case the stock manages to move up, such a move is likely to occur as a pullback move and is unlikely to move beyond resistance levels of 2045 – 2060 and should be used to exit long positions (delivery based) and create aggressive short positions.

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