



Punter's Call

4970 held

Markets on Nov 10, 2009: Break in four-day winning streak

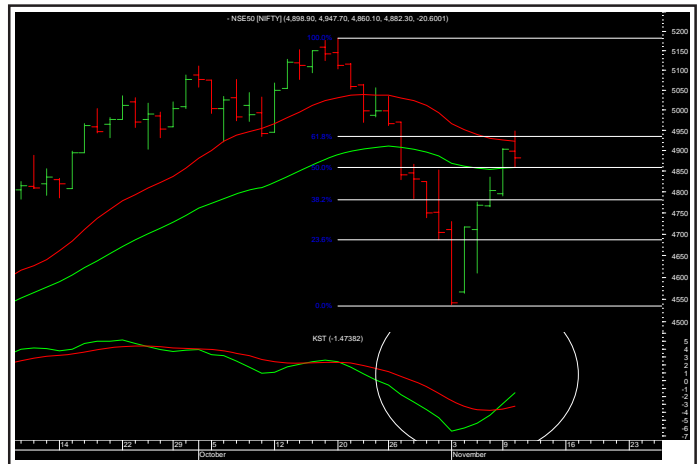
After opening in green on very strong global cues, Nifty gave up all its gains and finally ended in red snapping four-day long winning streak. Nifty has turned down right from 61.8% retracement of the fall from 5182-4538. So if this high is held, the next leg down will ensue and will drag Nifty down quite lower. The downtrend which started from 5182 gets more confirmed when we observe the broader indices such as BSE Metal, BSE Midcap etc, which had five wave declines signaling that this pullback is just a retracement of the fall and once it gets over the next leg down with five wave declines should start. Also, there is a gap and averages resistance at higher levels near 4940-4970. So till Nifty trades below these levels we maintain our bias down.

On daily chart, Nifty is trading below its 20 daily moving average (DMA) and 40DMA at 4922 and 4938 respectively, which are strong resistance in the near term. The momentum indicator (KST) has given positive crossover and is below the zero line. The market breadth was negative with 565 advances and 715 declines on the NSE and 1,329 advances and 1,551 declines on the BSE.

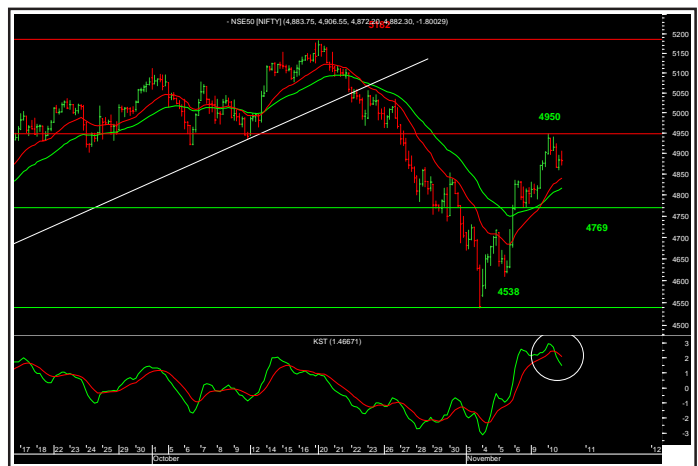
On hourly chart, Nifty is trading above its 20 hourly moving average (HMA) and 40 HMA at 4839 and 4758 respectively, which are now supports in the short term. The momentum indicator (KST) has given negative crossover and is trading above the zero line.

Nifty and the Sensex shed 17 and 58 points respectively. Of the 30 stocks of the Sensex, Tata Motors (up 2.26%) and State Bank of India (up 2.14%) were the top gainers while Hero Honda Motors (down 3.27%) and Bharti Airtel (down 4.47%) were the top losers.

Nifty chart: 4,881



60 minute chart



Market Breadth

| | BSE | NSE |
|-------------|---------|----------|
| Advances | 1,290 | 565 |
| Declines | 1,463 | 715 |
| Unchanged | 56 | 42 |
| Volume (Rs) | 5,971cr | 19,238cr |

Short Term Trend

| | Target | Trend | Reversal | Support/Resistance |
|--------|--------|-------|----------------|--------------------|
| Sensex | 15350 | ↓ | Up above 17000 | 15350 / 17000 |
| Nifty | 4550 | ↓ | Up above 4970 | 4550 / 4970 |

Medium Term Trend

| | Target | Trend | Reversal | Support/Resistance |
|--------|--------|-------|----------------|--------------------|
| Sensex | 13200 | ↓ | Up above 17000 | 13200 / 17000 |
| Nifty | 3900 | ↓ | Up above 5050 | 3900 / 5050 |

Icon guide

| | | | |
|--|--|---|---|
|  Up |  Down |  Downswing matures |  Upswing matures |
|--|--|---|---|

Trendy Levels

| Sensex | | Nifty | |
|--------------------|---------------|---------------|---------------|
| Support | Resistance | Support | Resistance |
| 16200 | 16700 | 4850 | 4950 |
| 15850 | 17000 | 4800 | 4970 |
| 15700 | 17200 | 4750 | 5000 |
| 20DSMA | 40DEMA | 20DSMA | 40DEMA |
| 16580 | 16367 | 4922 | 4938 |
| BSE Sensex: 16,440 | | Nifty: 4,881 | |

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 |
|----------|--------------------|--------|---------------------------------------|-------------------------------|-------------------|---------------------------|------------------------------|-----------|
| 10-11-09 | Hindalco | Sell | - | 133.5 | 126.6 | 126.9 | 0% | 117-109 |
| 05-11-09 | Divis Laboratories | Sell | - | 591.0 | 539.0 | 570.6 | -6% | 490-430 |
| 03-11-09 | Infosys | Sell | - | 2,300.0 | 2,160.0 | 2,218.2 | -3% | 2000-1936 |

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 |
|------------------|--------|-------------|--------------|-------|---------------|---------|---------|
| Punj Lloyd | Sell | 10-11-09 | 217.6 | 213.0 | 212.5 | 206.0 | 200.0 |
| TISCO | Sell | 10-11-09 | 516.0 | 504.0 | 504.7 | 492.0 | 480.0 |
| HDIL | Sell | 10-11-09 | 366.6 | 360.0 | 358.7 | 353.0 | 347.0 |
| Bharat Petroleum | Sell | 10-11-09 | Stopped Out | 515.0 | 523.0 | 505.0 | 498.0 |
| Hindalco | Sell | 10-11-09 | 132.0 | 128.6 | 126.9 | 125.0 | 122.0 |
| Rolta India | Sell | 10-11-09 | Book Profits | 176.0 | 170.2 | 171.0 | 165.0 |
| IDFC | Sell | 09-11-09 | Exit | 159.9 | 161.5 | 156.0 | 152.0 |

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

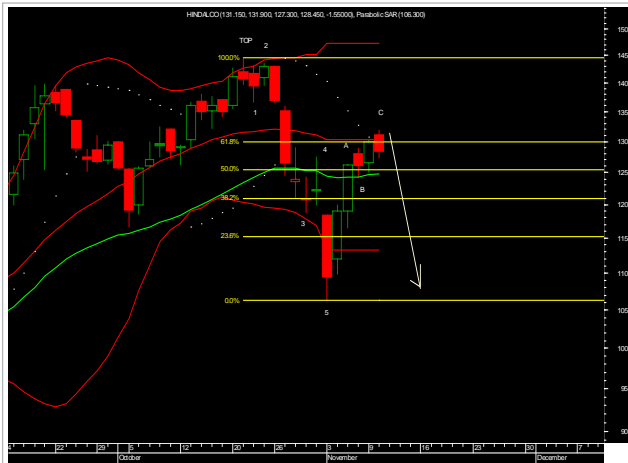
TPB: Trailing profit booked

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

For Nov 11, 2009

| Scrip Name | Support Levels | | Close (Rs) | Resistance Levels | | Action |
|------------------|----------------|------|------------|-------------------|------|--------------------|
| | S1 | S2 | | R2 | R1 | |
| NIFTY Futures | 4780 | 4840 | 4872 | 4920 | 4980 | Go short below S2. |
| Axis Bank | 960 | 980 | 996 | 1010 | 1030 | Go short below S2. |
| TCS | 600 | 615 | 625 | 635 | 650 | Go short below S2. |
| DLF | 362 | 370 | 378 | 385 | 393 | Go short below S2. |
| L&T | 1535 | 1570 | 1594 | 1620 | 1655 | Go short below S2. |
| ICICI Bank | 860 | 880 | 895 | 910 | 930 | Go short below S2. |
| Infosys | 2140 | 2185 | 2218 | 2250 | 2290 | Go short below S2. |
| J P Associates | 218 | 223 | 227 | 231 | 237 | Go short below S2. |
| Maruti | 1390 | 1420 | 1445 | 1470 | 1500 | Go short below S2. |
| Reliance | 1980 | 2020 | 2053 | 2085 | 2125 | Go short below S2. |
| Reliance Capital | 780 | 795 | 807 | 820 | 835 | Go short below S2. |
| Reliance Comm | 160 | 165 | 169 | 172 | 176 | Go short below S2. |
| SAIL | 167 | 172 | 176 | 180 | 185 | Go short below S2. |
| SBI | 2290 | 2335 | 2368 | 2405 | 2450 | Go short below S2. |
| Tata Motors | 575 | 585 | 594 | 605 | 620 | Go short below S2. |
| Tata Steel | 485 | 497 | 505 | 513 | 525 | Go short below S2. |
| Rel Infra | 1065 | 1085 | 1102 | 1120 | 1145 | Go short below S2. |

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



Hindalco–Sell

CMP: Rs126.6

Sell Hindalco at the current market price of Rs126.6 with the stoploss of Rs133.5 for the targets of Rs117 and Rs109. Hindalco fell in a 5 wave decline pattern and has retraced in 3 waves up completing its 61.8% retracement of the fall, so with a negative close today it seems that the next leg down has started. THE BSE METAL INDEX, too, has made the same pattern.

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