

# Market Watch

January 25, 2011



## Technical Snapshot



## Market Activity

24-Jan	Close	Points	%
BSE	19151	144	0.76
NSE	5743	47	0.82
BSE-OIL&GAS	9725	-20	-0.21
BSE-HC	6533	-2	-0.03
BSE-CD	6171	117	1.93
BSE-BANKEX	12646	297	2.40

Nifty Interm. Levels	Nifty Intraday Supports	Nifty Intraday Resistance
6000 (UP)	5710	5750
5350 (DOWN)	5660	5800

Sensex	Support	Resistance
19151	18920	19310

## Key Highlights

- Nifty Futures closed at 5740 which is 40 points higher than its previous close of 5700.
- Nifty Futures are approaching the crucial resistance level of 5800 as the closing is seen near the 5740 level.
- Only in the case of a strong upward breakout above 5800 the corrective trend maybe seen in an upward direction.
- Caution is recommended till Nifty Futures trade above the 5660 level as a steep fall may be seen if this level is breached in a downward direction.
- The existing long positions should be held with the same stop loss of 5660.
- The spot and futures rate of Nifty are almost equal indicating a directionless trend in the current scenario.
- The intermediate resistance for Nifty Futures is placed at 5875 and Nifty Futures need to surpass the 5900 level to enter the bull orbit.
- If Nifty Futures breach 5660 then the next support levels are placed at 5628 and 5540 respectively.
- The intraday resistances for Nifty Futures are placed at 5750 and 5800 whereas the support levels are placed at 5710 and 5660.
- The breadth of the market was positive as out of 1443 stocks traded in the NSE segment, 837 stocks advanced, 578 stocks declined whereas 28 stocks remained unchanged.
- Among the sectoral indices, Banking, Consumer Durables and PSU sector stocks closed in the positive territory while Oil&Gas, and Healthcare sector stocks closed marginally negative.

## Trading Calls for the day

Stocks	Type of call	CMP	Stop Loss	Buy/Sell	Target 1	Target 2
Renuka	Short Term	90	85	Buy	95	100

## Technical Calls

Sr. No	Date	Action	Company	Reco. Price	Stop loss	Target 1	Target 2	CMP	Remarks	
1	26-Nov-10	Buy (P)	Indowind	26.4	20.8	37	53	26		
2	24-Dec-10	Buy (P)	Ispat	23.35	17.5	28.5	34	25.2		
3	4-Jan-10	Buy (P)	Geometric	83.5	69	95.5	110	80		
4	12-Jan-11	Buy (P)	Orchid Chem	292	292*	324	356	314.9	Part Profit Booked at 320. Stop Loss Revised to 292.	
5	18-Jan-11	Buy (P)	L&T	1680	1575	1775	1875	1658.85		
6	18-Jan-11	Buy (P)	Opto Circuit	250	229	271	292	259.6		
7	18-Jan-11	Buy (ST)	JSW Steel	1005	1005*	1055	1105	1031.8	Part profit booked at 1042. Revised SL 1005.	
8	18-Jan-11	Buy (O)	HDFC Bank Fut	2100	2045	2155	-	2148.75	Full Profit Booked at 2155. Call Closed.	
9	19-Jan-11	Buy (ST)	STC India	295	278	312	329	288.1		
10	20-Jan-11	Buy (P)	FDC	107.25	99	118.5	128	108.9		
11	20-Jan-11	Sell (ST)	Aurobindo Ph Fut	1251	1282	1220	1190	1267		
12	20-Jan-11	Buy (O)	Hindalco Fut	239	232	246	-	232.35	Stop Loss Triggered. Call Closed.	
13	21-Jan-11	Buy (O)	Century Text Fut	361.5	354.5	368.5	-	360.45		
14	24-Jan-11	Buy (ST)	Dish TV	62.2	58	66.4	70.6	62.45		
				Open Positions: Buy 11 & Sell 1			* Denotes Revised Stop Loss			
				O: One Day		ST: Short Term		P: Positional		

# Market Watch

January 25, 2011



## Technical Model Portfolio

### Buy Calls

S.No.	Date	Scrip	Quantity	Buy Rate	Stop Loss	Investment	Last Price	Return(Rs.)	Return(%)
1	26-Nov-10	Indowind	12263	26.40	20.80	323743.2	26.00	-4905	-1.52%
2	24-Dec-10	Ispat	11000	23.35	17.50	256850	25.20	20350	7.92%
3	4-Jan-11	Geometric	4586	83.50	69.00	382931	80.00	-16051	-4.19%
4	12-Jan-11	Orchid Chem	2015	292.00	259.00	588380	314.90	46144	7.84%
5	18-Jan-11	JSW Steel	1330	1005.00	955.00	1336650	1031.80	35644	2.67%
6	18-Jan-11	L&T	633	1680.00	1575.00	1063440	1658.85	-13388	-1.26%
8	18-Jan-11	Opto Circuit	3167	250.00	229.00	791750	259.60	30403	3.84%
9	19-Jan-11	STC India	3912	295.00	278.00	1154040	288.10	-26993	-2.34%
10	20-Jan-11	FDC	8060	107.25	99.00	864435	108.90	13299	1.54%
12	21-Jan-11	Century Text Fut	9500	361.50	354.50	1030275	360.45	-9975	-0.97%
	24-Jan-11	Dish TV	15833	62.20	58.00	295443.78	62.45	3958	1.34%
		Total				8087938		78486	0.97%

### Sell Calls

S.No.	Date	Scrip	Quantity	Sell Rate	Stop Loss	Investment	Last Price	Return(Rs.)	Return(%)
1	20-Jan-11	Aurobindo Ph Fut	2000	1251.00	1282.00	750600	1267.00	-32000	-4.26%
		Total				750600		-32000	-4.26%

### Model Portfolio Performance

Initial Capital	10000000
P/L (Booked Profit)	4385124
Invested Capital	8838538
Balance Capital	5546586
Unrealised Profit	46486
<b>Total Profit(MTM)</b>	<b>4431610</b>

Comparison	Return	1-Apr-10	Current
Portfolio	44.32%	10000000	14431610
Nifty	8.56%	5290.50	5743.25
BSE Midcap	5.63%	6865.86	7252.35
Sensex	8.24%	17692.62	19151.28
BSE Small Cap	3.60%	8703.59	9016.54

#### Model Portfolio criteria:

1. Portfolio was started with Capital of Rs 1crore.
2. Stocks will be bought based on better risk reward ratio.
3. Each stock will have equal risk weightage in the portfolio.
4. Maximum value at risk will be limited to 10%
5. Portfolio starting from 1st April, 2010

## Technical Research Team:

- Sushil Mulye: +91 22 66182423
- Rajesh Manial: +91 22 66182433
- Imran Vohra: +91 22 66182430

- Prashant Talpade: +91 22 66182432
- Loveleen Mansinghka: +91 22 66182350
- Ram Chotwani: +91 22 66182470

January 25, 2011

## Pivot Points

Scrip	LTP	R3	R2	R1	Pivot	S1	S2	S3
Sensex	19,151.28	19506.87	19310.79	19231.03	19114.71	19034.95	18918.63	18722.55
Nifty	5743.25	5848.83	5790.58	5766.92	5732.33	5708.67	5674.08	5615.83
ACC	999.45	1039.87	1020.42	1009.93	1000.97	990.48	981.52	962.07
Bharti	333.1	345.30	339.90	336.50	334.50	331.10	329.10	323.70
BHEL	2268.55	2393.52	2324.72	2296.63	2255.92	2227.83	2187.12	2118.32
Century tex	359.9	380.68	370.63	365.27	360.58	355.22	350.53	340.48
GMR Infra	41.2	43.45	42.40	41.80	41.35	40.75	40.30	39.25
ICICI bnk	1083.9	1142.40	1110.50	1097.20	1078.60	1065.30	1046.70	1014.80
Infosys	3284.65	3392.72	3330.02	3307.33	3267.32	3244.63	3204.62	3141.92
LNT	1662.55	1703.85	1682.85	1672.70	1661.85	1651.70	1640.85	1619.85
MNM	791.6	837.90	812.20	801.90	786.50	776.20	760.80	735.10
Maruti	1292.5	1372.38	1327.43	1309.97	1282.48	1265.02	1237.53	1192.58
RELIANCE	971.6	1040.80	1009.00	990.30	977.20	958.50	945.40	913.60
RCOM	134.8	141.52	138.17	136.48	134.82	133.13	131.47	128.12
REL Energy	730.45	776.98	755.28	742.87	733.58	721.17	711.88	690.18
REL Cap	583.4	606.15	595.10	589.25	584.05	578.20	573.00	561.95
SBI	2695.05	2822.28	2750.88	2722.97	2679.48	2651.57	2608.08	2536.68
Suzlon	52.95	55.20	54.05	53.50	52.90	52.35	51.75	50.60
TCS	1209.2	1252.65	1230.90	1220.05	1209.15	1198.30	1187.40	1165.65
Tata Motors	1188.3	1232.47	1209.77	1199.03	1187.07	1176.33	1164.37	1141.67
Tata Steel	649.25	696.78	669.48	659.37	642.18	632.07	614.88	587.58
ZEE tele	120.15	136.03	127.18	123.67	118.33	114.82	109.48	100.63

### Pivot Point: Intra- Day trading tool applying stop loss based on NSE prices.

**Pivot Point:** This is trigger point for Intra Day buy/sell based on the price range of the previous day based on NSE prices.

**R1:** Resistance one: 1st resistance over PP. **R2:** Resistance two: 2nd Resistance over R1.

**S1:** Support one: 1st support after PP. **S2:** Support two: 2nd support after S1.

As per the tool, the trader should take BUY position just above Pivot Point and keep the stop loss of **S1** and the first target would be R1. If R1 is crossed then R2 becomes the next target with the stop loss at Pivot Point.

Similarly if price goes below Pivot Point the trader should SELL and keep the **R1** as Stop loss and the first target would be S1. If S1 is crossed then S2 becomes the next target with the stop loss at Pivot Point.

**Disclaimer:** This document has been prepared by the Research Desk of M/s Gupta Equities Pvt. Ltd. and is meant for use of the recipient only and is not for circulation. This document is not to be reported or copied or made available to others. It should not be considered to be taken as an offer to sell or a solicitation to support any security. The information contained herein is obtained and collated from sources believed reliable and we do not represent it as accurate or complete and it should not be relied upon as such. The opinion expressed or estimates made are as per the best judgment as applicable at that point of time and are subject to change without any notice. Gupta Equities Pvt. Ltd. along with its associated companies/ officers/employees may or may not, have positions in, or support and sell securities referred to herein.