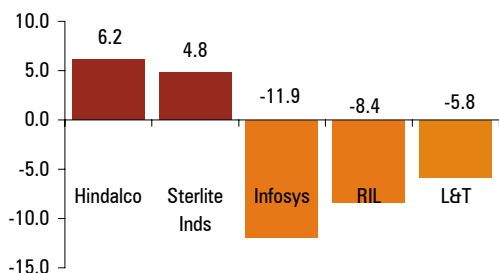


### Index Snapshot

BSE Sensex	18,978.3	-113.7	-0.6
CNX S&P Nifty	5,691.1	-33.0	-0.6
BSE 100	9,911.0	-33.2	-0.3
BSE 500	7,388.1	-16.4	-0.2
Dow Jones	11,825.3	-12.6	-0.1
Nasdaq	2,725.4	-40.5	-1.5
Hang seng	24,190.8	-228.9	-0.9
Nikkei	10,438.2	-118.9	-1.1

### What's moving the Nifty?



### Institutional Activity

January 19, 2011	FII's (Cash)	DII's
Net flows (Rs cr)	-270.4	488.5

\*Provisional figure from BSE

### Market Breadth

	Adv.	%	Dec.	%	Unch.	Total
BSE	1451	48.5	1439	48.1	101	2991
NSE	668	46.1	712	49.1	70	1450
<b>Total</b>	<b>2119</b>	<b>47.7</b>	<b>2151</b>	<b>48.4</b>	<b>171</b>	<b>4441</b>

### Market Turnover

(Rs. Cr)	19-Jan	18-Jan	17-Jan
BSE Cash	3,477	3,055	3,052
NSE Cash	13,133	11,403	11,361
NSE F&O	125,194	122,851	126,368
<b>Total</b>	<b>141,804</b>	<b>137,310</b>	<b>140,781</b>

### Technical Picture

	Intraday	Short Term
Trend	Neutral	Down
Trend Reversal		5830
Support	5665-5610	5550
Resistance	5710-5745	5830
20 Days SMA		5923
200 days SMA		5611

### Calls for the day

1. Buy Federal Bank above 378.30
2. Buy JSW Steel above 1053.00
3. Sell NTPC below 187.00
4. Sell Tata Motors below 1079.00

### Market Snapshot

- The benchmark indices gave up the previous sessions' gains and closed in the red by ~ 0.6%. The Nifty ended 33 points down at 5691.05 levels while the Sensex closed at 18978.32, down 173 points. The BSE midcap and small cap indices closed flat. The A/D ratio turned negative towards the end of the session
- Realty and metals were major gainers gaining 1.66% and 1.78%, respectively, while capital goods, oil & gas and IT indices lost over 1% each

### Market outlook

- The NSE benchmark witnessed a range bound session during the first half of trade and succumbed to selling pressure during afternoon trade before closing off the day's lows
- The action resulted in a bearish candle indicating selling pressure on rallies. The Nifty failed to sustain above 5730, which is a crucial hurdle for the coming session. If the Nifty manages to cross this level, it could target 5775 in the next couple of sessions
- The index has also failed to close above its 5 DEMA at 5717, which can be crucial. Structurally, the index continues to show signs of weakness and sustainability of the current up move, therefore, remains questionable
- On declines, the index has decent support at Monday's low at 5624 levels, which may hold for a while. However, a close below this level could set panic and it could go to next support near 5550
- The 14 day RSI appears ambivalent and, so far, does not reflect signs of strength
- Nifty spot has supports at 5660, 5610 and resistances at 5731, 5774



**CMP :** 377.70

**Comment :** Bullish 14 period RSI crossover and taking support at the 200 days SMA

**Action :** Buy above 378.30

**Targets :** 384/387/Higher

**Stop-loss :** 375.30

## Federal Bank (FEDBAN)



**CMP :** 1051.50

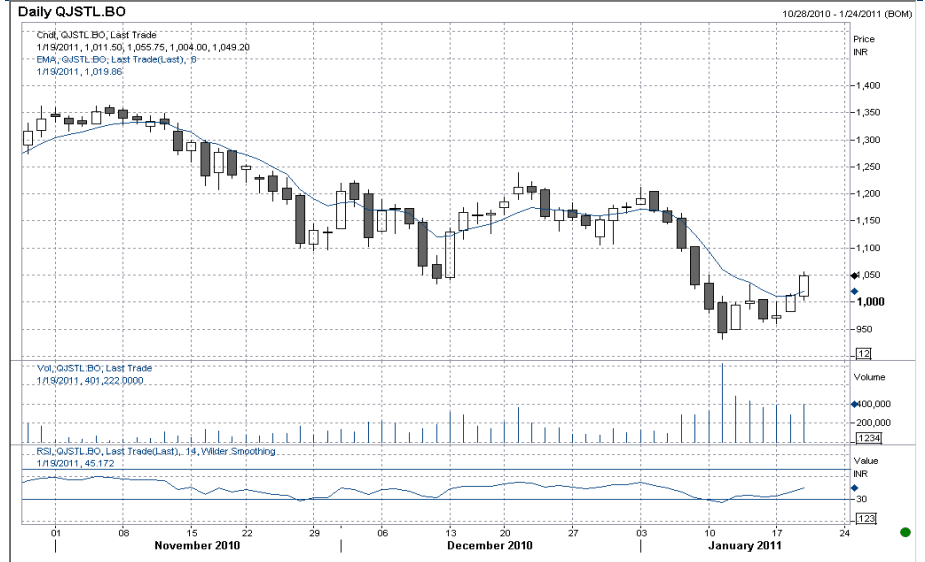
**Comment :** Higher top and higher bottom on the daily chart and bullish 14 period RSI crossover

**Action :** Buy above 1053

**Targets :** 1070/1078/Higher

**Stop-loss :** 1045

## JSW Steel (JINVIJ)



**CMP :** 187.35

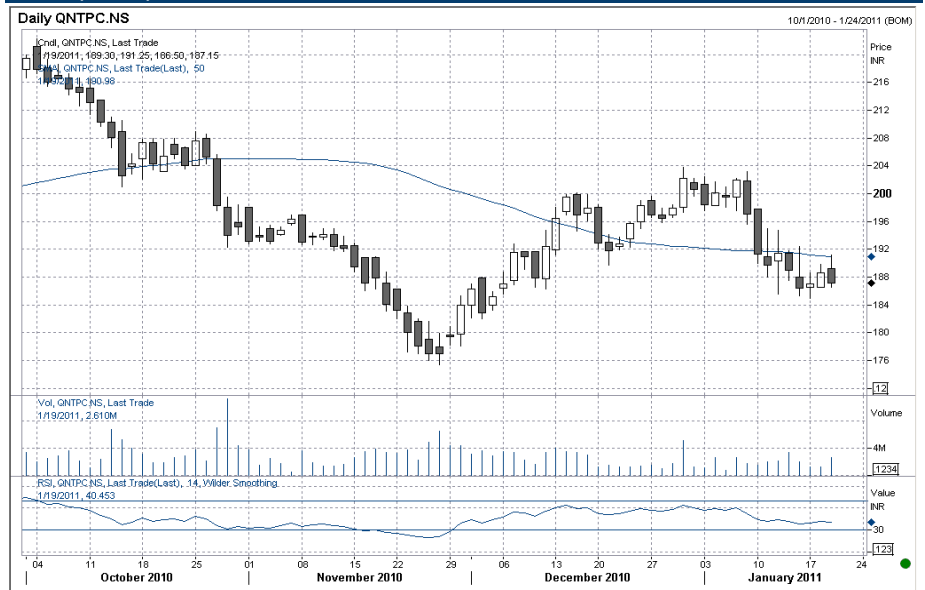
**Comment :** Bearish Engulfing in the daily chart and taking resistance from 50 days SMA

**Action :** Sell below 187

**Targets :** 184/183/Lower

**Stop-loss :** 188.7

## NTPC (NTPC)



**CMP :** 1080.30

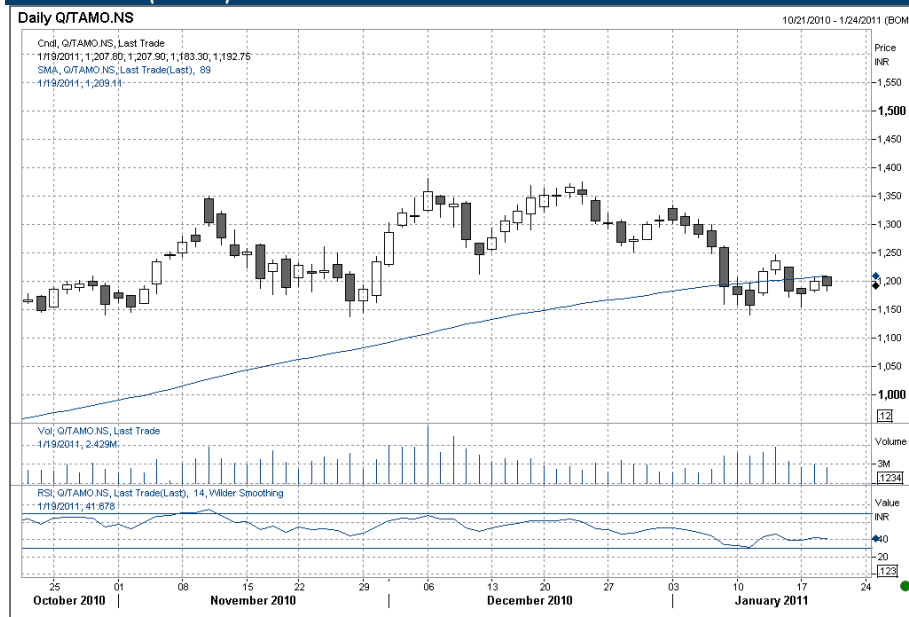
**Comment :** Bearish engulfing pattern in the daily chart and taking resistance from 89 days SMA

**Action :** Sell below 1079

**Targets :** 1064/1052/Lower

**Stop-loss :** 1087

## Tata Motors (TELCO)



Source: Reuters

### Previous Day's Performance

Jindal Saw	Buy above 224	229.25/232/+	No trade	0.00%
YES Bank	Buy above 259.80	265.8/268/+	Closed at 271.80	4.61%
KS Oil	Sell below 41.80	40.7/39.90/-	Stoploss Triggered	-1.31%
OnMobile	Sell below 250	244.8/242/-	Stoploss Triggered	-1.04%

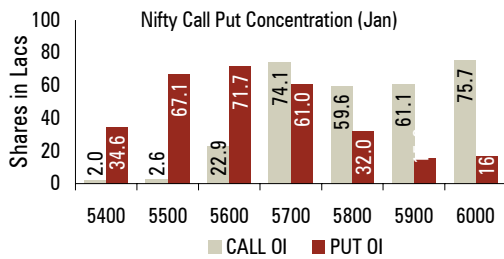
Stock profits: Avg 0.75 % per trade

(Cum. Profits over last 204 day : 586.32 %)

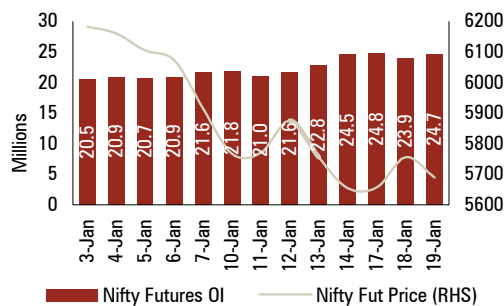
Strike Rate for the day: 1/3

(Cum. Strike Rate over 204 day: 418/626 (67 %))

## Nifty Options OI Distribution



## Nifty OI vs. Future Price



## Nifty Active Strikes

Strike	Call (%)		Put (%)	
	OI chg	IV	OI chg	IV
5500	-16.5	18.2	15.6	21.2
5600	-2.4	17.1	-0.6	19.6
5700	8.3	17.3	-7.6	18.8
5800	-1.2	17.4	-17.8	18.1
5900	2.6	17.8	-16.5	17.4

## Top OI Gainers

Symbol	OI (lots)	%Chg	Price	%Chg
EXIDEIND	2,630,000	25.84	138.9	0.76
ITC	16,578,000	22.46	175.5	-0.40
AXISBANK	2,885,750	20.59	1,280.1	0.14
SINTEX	4,200,000	11.88	153.5	-3.94
JETAIR	1,407,000	11.49	606.1	-3.35

## Top OI Losers

Symbol	OI (lots)	%Chg	Price	%Chg
CANBK	1,572,000	-19.73	580.5	8.25
ORCHIDCHEM	6,802,000	-19.64	301.7	-0.25
RECLTD	5,584,000	-14.93	275.2	4.50
JSWSTEEL	2537750	-13.09	1,053.0	3.69
LICHSGFIN	20,762,500	-12.46	170.4	9.83

## Derivative Comments

- The Nifty traded with a positive bias in the first half and saw a sharp decline in the second half indicating volatility will stay in the near term. Significant fresh open interest was added in the FMCG and capital goods space during the session
- Fills were net sellers in the cash segment to the tune of ₹ 270 crore while they were net buyers in index futures (₹ 196 crore) and stock futures (₹ 409 crore)
- India VIX declined further to 21.09 levels, despite higher intraday volatility
- Closure was seen in Call strikes across the board apart from ATM 5700-strike where 11312 lots were added. Among Put strikes, ATM and ITM strikes shed open interest while OTM 5500 strike accumulated 18062 lots. The 5600 level still holds the highest OI in Put options suggesting immediate support for the Nifty
- The Nifty is likely to trade in the range of 5610-5710. The trading strategy would be to create short positions if the Nifty resists at around 5706 levels for targets of 5675 and 5630. On the other hand, one can also create long positions if the Nifty takes support at around 5610 levels

## Stock Observation

- OI addition:** We saw significant addition of fresh positions in banking heavyweights like SBI and Axis Bank. ITC, Bhel and HDFC also observed noteworthy additions of positions ahead the settlement
- OI shedding:** Short closure of positions was seen in stocks like LIC Housing Finance, JSW Steel and REC Ltd

STOCK	CLOSE	S1	S2	S3	R1	R2	R3	TREND
SENSEX	18978.32	18862.25	18802.65	18743.05	18996.5	19063.6	19130.75	-ve
NIFTY	5691.05	5653.20	5634.25	5615.30	5695.75	5717.00	5738.30	-ve
ACC	1013.85	1002.20	995.45	988.70	1014.25	1020.25	1026.30	-ve
ANDHRA BANK	130.35	129.75	128.25	126.75	132.70	133.80	134.85	+ve
ARVIND	59.50	58.65	58.05	57.40	59.85	60.40	61.00	-ve
BAJAJ AUTO	1321.80	1314.55	1302.05	1289.55	1339.55	1347.50	1355.45	+ve
BALAJI TELE	35.85	35.20	35.05	34.85	35.95	36.30	36.65	-ve
BOB	825.85	824.50	821.25	818.00	831.00	842.25	853.55	+ve
BOI	429.55	422.45	419.45	416.50	431.85	436.55	441.25	-ve
BEL	1695.60	1690.40	1684.45	1677.95	1702.40	1708.40	1714.90	Neutral
BPCL	584.30	577.45	574.60	571.75	586.10	590.45	594.75	-ve
BHEL	2181.65	2154.15	2150.05	2145.95	2180.80	2194.15	2207.50	-ve
CANARA BANK	580.50	574.05	562.20	550.40	597.75	602.30	606.85	+ve
CENTURY TEXT.	356.30	354.70	351.90	348.95	360.30	363.05	366.05	Neutral
CIPLA	351.55	347.85	345.30	342.75	352.60	355.00	357.35	-ve
DR.REDDY'S LAB.	1657.85	1641.60	1627.40	1613.20	1661.60	1671.55	1681.55	-ve
GAIL	467.05	459.55	454.55	449.55	468.90	473.60	478.30	-ve
GEOMETRIC	75.00	73.55	72.80	72.10	75.35	76.25	77.15	-ve
GRASIM	2410.15	2392.15	2377.90	2363.65	2414.10	2425.05	2436.05	-ve
AMBUJA CEMENT	127.35	125.05	123.20	121.35	127.95	129.40	130.85	-ve
HCL TECH	508.05	508.70	505.15	501.60	515.85	524.00	532.20	+ve
HDFC BANK	2075.45	2054.30	2036.95	2019.60	2079.80	2092.55	2105.35	-ve
HDFC	653.10	648.75	644.05	639.30	654.20	656.95	659.65	-ve
HERO HONDA	1764.35	1739.90	1730.40	1720.90	1769.05	1783.60	1798.20	-ve
HEXAWARE TECHN	121.75	122.05	121.20	120.35	123.75	124.65	125.55	+ve
HINDALCO	235.60	234.85	232.70	230.50	239.20	240.65	242.10	+ve
HINDUSTAN UNILE'	299.65	297.50	296.40	295.35	300.15	301.45	302.80	-ve
HPCL	359.55	359.95	357.65	355.35	364.55	367.20	369.90	+ve
HINDUJA TMT	322.85	320.15	316.90	303.85	326.65	329.90	342.95	Neutral
ICICI BANK	1023.25	1024.00	1019.20	1014.45	1033.55	1040.60	1047.70	+ve
IDBI	145.00	145.05	144.10	143.20	146.90	147.75	148.65	+ve
I-FLEX SOLUTION	2291.85	2288.85	2278.70	2268.50	2309.15	2327.80	2346.45	+ve
IOC	313.65	311.80	309.95	307.80	315.50	317.35	319.55	Neutral
INFOTECH ENT.	172.20	171.95	170.20	168.45	175.45	177.15	178.85	+ve
INFOSYS	3249.60	3218.95	3195.25	3171.60	3258.05	3277.60	3297.15	-ve
ITC	175.45	173.25	172.05	170.85	175.60	176.80	177.95	-ve
JINDAL SAW	219.55	215.80	213.70	211.60	219.95	222.05	224.10	-ve
KPIT CUMMINS	154.15	150.35	145.75	141.15	155.10	157.50	159.90	-ve
LARSEN & TOUBRO	1651.50	1630.30	1622.25	1614.20	1657.00	1670.35	1683.70	-ve
LIC HOUSING	170.35	168.45	164.45	160.40	176.50	178.25	180.00	+ve
M & M	750.85	752.45	747.40	742.30	762.60	766.25	769.85	+ve
MARUTI SUZUKI	1272.70	1264.80	1260.55	1256.30	1273.55	1277.95	1282.30	-ve
MASTEK	167.70	163.20	159.30	154.30	171.05	175.00	180.00	Neutral
MTNL	51.15	50.55	50.40	50.20	51.30	51.65	52.00	-ve
NALCO	380.60	379.00	377.20	375.55	382.55	384.35	386.05	Neutral
NTPC	187.15	185.35	184.50	183.70	187.75	188.90	190.10	-ve
ONGC	1158.85	1147.80	1143.00	1138.15	1162.45	1169.75	1177.05	-ve
OBC	362.85	360.65	356.30	351.95	369.35	372.00	374.60	+ve
POLARIS	180.65	180.90	178.80	176.75	185.05	187.85	190.60	+ve
PNB	1141.40	1133.60	1126.65	1119.70	1142.15	1146.40	1150.70	-ve
RANBAXY	573.40	566.80	560.75	554.70	575.25	579.50	583.70	-ve
RELIANCE INFRA.	721.25	720.90	714.30	707.75	734.10	748.95	763.80	+ve
RELIANCE	980.15	968.45	963.95	959.45	983.45	990.95	998.45	-ve
ROLTA INDIA	147.10	146.85	145.50	144.15	149.50	150.40	151.30	+ve
SAIL	169.75	168.75	166.40	164.00	173.50	174.90	176.30	+ve
SATYAM	66.40	66.55	66.05	65.60	67.45	67.90	68.40	+ve
SCI	118.05	118.00	117.45	116.90	119.10	119.80	120.55	+ve

STOCK	CLOSE	S1	S2	S3	R1	R2	R3	TREND
SBI	2501.75	2470.70	2459.25	2447.80	2510.00	2529.65	2549.30	-ve
SYNDICATE BANK	101.30	101.35	100.60	99.90	102.85	103.50	104.15	+ve
TATA CHEMICALS	379.35	377.75	375.30	373.25	382.75	385.25	387.25	Neutral
TATA MOTORS	1192.75	1181.40	1173.95	1166.50	1193.70	1199.85	1206.00	-ve
TATA POWER	1317.35	1299.95	1284.45	1268.95	1322.40	1333.60	1344.85	-ve
TATA TEA	104.95	103.75	103.05	102.40	105.15	105.85	106.55	-ve
TCS	1193.00	1182.35	1164.45	1146.60	1194.35	1200.35	1206.35	-ve
TATA STEEL	639.60	639.30	636.45	633.60	645.05	648.45	651.85	+ve
UBI	317.20	317.15	314.95	312.75	321.55	323.20	324.85	+ve
TATA COMM.	256.60	256.10	253.70	251.30	260.95	263.65	266.40	+ve
WIPRO	476.10	471.50	467.15	462.85	476.40	478.85	481.35	-ve
ZEE	112.10	111.75	110.25	108.70	114.85	117.70	120.55	+ve

#### NOTES:

- The Sell below / above price is a key technical level which decides the trend for the day
- Once the Call is initiated, an appropriate Stop Loss trigger should be Put for the trade
- Once into position, Put trailing stops to preserve your profits
- Be careful if the counter achieves the target immediately after opening
- The strategies are valid only for the date mentioned at the top
- Positions should be squared off by the end of the day
- Only stocks in derivatives segment have been considered for daily trading
- Chart shows 50 days on NSE cash market, with 5/8/13/21 day EMAs, volumes & 5-day Slow Stochastics
- The vertical grids show weeks, horizontal grids are price-aligned
- The writer may have position in the stocks discussed
- The strategies are based on intra-day volatility, suggesting a two-way approach intra-day
- Medium to long-term prospects of a stock does not have any bearing on the daily view

**MOST IMP:** The follow-up and performance review table of the strategies indicates the profit opportunity that was available in the strategies. Individual profits may vary, depending upon the entry and exit price and stop losses.

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<a href="#"><u>Daily Technical</u></a>	Features three stocks with a trading outlook for the day based on short-term technical trends considering key technical indicators & statistical information.				Home page-Trading recommendation, Research page- Technical recommendations
<a href="#"><u>Daily Derivative</u></a>	Trading strategy for a day in the futures & options segment based on news events, market trends, technical & other factors governing movements in stocks.				Home page-Trading recommendation, Research page- Technical recommendations, Trading Page - Scroller
<a href="#"><u>Advanced Derivative Strategies</u></a>	Provides simplified Derivative strategies such as Spreads and Covered calls	Daily			iClick-2-Gain
<b>Intra-day Technical recommendations</b>					
<a href="#"><u>BTST Calls</u></a>	Based on short term technical trends and stock specific news/news expectations.	Daily	1 – 2 Days	1 - 2%	Trading Page - iCLICK-2-GAIN
<a href="#"><u>Margin Calls</u></a>					
<a href="#"><u>Derivative Calls</u></a>					
<b>Weekly recommendations</b>					
<a href="#"><u>Weekly Technicals</u></a>	Features stocks with a trading outlook for a week based on short-term technical trends considering key technical indicators & statistical information.	Weekly	1-7 days	4 – 5%	Home Page & Research Page
<a href="#"><u>Weekly Derivatives</u></a>	Trading opportunities in futures & options segment based on fundamental & technical analysis also incorporates factors such as overall market trend, volatility & open interest positions of securities.	Weekly			Home Page, Research Page & Trading page -Scroller
<a href="#"><u>Pick of the week</u></a>	Every week one stock on fundamental and/or technical parameters which have a potential to appreciate by 10% in a 3 month timeframe.	Weekly – every Friday	3 mths	10%	Home Page, Research page, Scroller & Trading page - iClick to Gain
<b>Short -Medium term recommendations</b>					
<a href="#"><u>Stock Picks : Detailed Company Report</u></a>	Fundamental report understanding the business model and future prospects of the company & valuations.	When published	> 1 yr	> 20% & above	Home page, Research page & Trading page - Scroller, iCLICK-2-GAIN & iClick-2-Invest
<a href="#"><u>Stocks on move</u></a>	Covers stocks which are likely to show significant upward movement in the next 15 days due to change in trader sentiment.	Fortnightly – every alternate Wednesday	> 7-15 days	5-7%	Home page, Research page & Trading page - Scroller iCLICK-2-GAIN
<a href="#"><u>Monthly Technicals</u></a>	Trading outlook for a month based on medium-term technical trends considering key technical indicators & statistical information.	Monthly	30 days	10%	Home Page & Research Page
<a href="#"><u>Equity Model Portfolio</u></a>	A portfolio based on your Risk appetite: Conservative, Moderate and Aggressive				iClick-2-Gain
<a href="#"><u>High Dividend Yield Stocks</u></a>	Features High Dividend Yielding Stocks for assured returns on investment				iClick-2-Gain