

A Technical Perspective

Three industry sectors have registered a NEW HIGH in the last week. **Religare traders** would appreciate that It was mentioned in this report dated 20th August 2007, when both the bench mark indices viz. NIFTY and SENSEX were trading at their panic low levels, that "The BEST in indices is yet to come, it is far from over." A NEW HIGH has been registered by BSE PSU and BSE SMALL CAP, the sectors with the highest and the lowest market capitalization simultaneously. It is suffice to prove that it is not just a speculative bubble but a true investment boom backed by millions of small long term Indian investors. The recent rise in indices, in trading perspective, is however one sided and needs to be corrected by a modest retreat so that long term trend will become much more healthier by eliminating weak and greedy last minute impulsive speculative buyers. Trade cautiously, book partial profits on further rise in indices. Panic, if any, should be utilized to consolidate your position.

Sectoral indices

Index	Close	Code	Stop Loss	Range	Comment
S&P CNX NIFTY	4509	B5	4347	240	Trade cautiously ,CS 4418
S&P CNX DEFTY	3839	B4	3588	165	CS 3746
CNX BANK NIFTY	6842	B4	6395	345	Trade cautiously ,CS 6636
CNX IT	4866	B4	4746	115	CS 4770
CNX JUNIOR	8814	B5	8546	460	CS 8587
CNX 100	4417	B4	4154	170	CS 4342
CNX MIDCAP	6208	B5	5970	275	CS 6031
CNX 500	3782	B5	3647	160	CS 3698
BSE SENSEX	15590	B5	14967	590	CS 15205
BSE SMALL CAP	8433	B5	7865	425	Registered NEW HIGH , CS 8013
BSE 200	1896	B5	1823	85	CS 1853
BSE AUTO	4889	B4	4688	195	CS 4819
BSE BANKEX	8095	B4	7580	360	CS 7860
BSE CDS	4479	B5	4170	245	Registered NEW HIGH , CS 4260
BSE CGS	13613	B5	13177	610	CS 13443
BSE FMCG	2046	B5	1904	80	Trade cautiously ,CS 1964
BSE HEALTHCARE	3705	B4	3552	165	CS 3562
BSE IT	4659	B4	4540	195	CS 4568
BSE METALS	11609	B5	11122	630	Trade cautiously , CS 11410
BSE OIL & GAS	8185	B5	7912	320	CS 8073
BSE PSU	7288	B5	6946	305	Registered NEW HIGH , CS 7062
BSE REALITY	7470	B	6855	370	CS 6940, New addition, data is inadequate to define exact code number
BSE TECK	3642	B4	3515	140	CS 3540

Glossary

B1- Bottoming out situation of BEAR PHASE

B2- Rally in BEAR PHASE

B3- Change in direction from BEAR to BULL PHASE

B4- End of reaction in BULL PHASE

B5- Continuation of BULL PHASE

S1- Top out situation in BULL PHASE

S2- Reaction in BULL PHASE

S3- Change in direction from BULL to BEAR PHASE

S4- End of recovery in BEAR PHASE

S5 Continuation of BEAR PHASE

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