

Sensex trend indecisive, at crucial resistance level

26 June 2007

Pick of the Day

Scrip	Call	Range	SL	Target
Tamil.News.P	Buy	97-95	92	105-107
-	-	-	-	-
-	-	-	-	-

Sensex - Daily

Resistance	14513	14590	14697
Support	14406	14315	14284

Nifty - Daily

Resistance	4265	4279	4292
Support	4236	4220	4205

Index - Trend

	Trend	SL	Target
Nifty Future	Ranged	-	-
CNX IT	Ranged	-	-
Bank Nifty	Ranged	-	-

Index

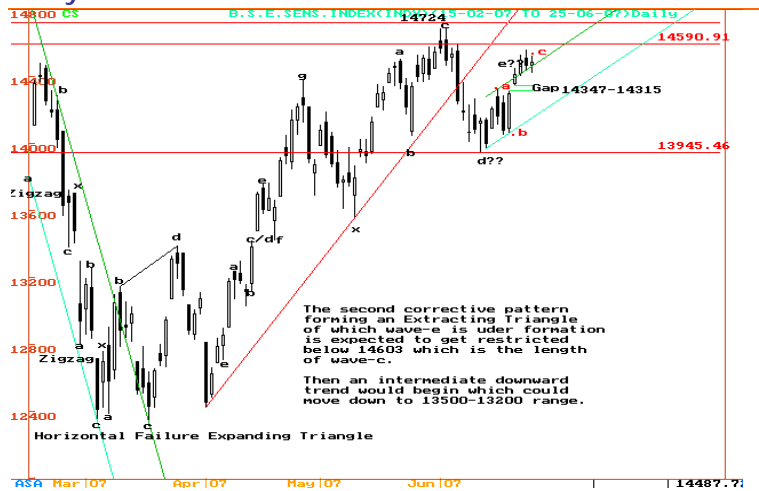
	Sensex	Nifty
Last Close	14487.72	4259.4
Net. Chg	20.36	7.35
%Chg	0.14%	0.17%
Vol. (Rs Cr)	4,316	8,308

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Daily Chart: BSE SENSEX



Source: ASA

Market remained lackluster

Market remained flat yesterday, volume was quite low, the individual scrip that witnessed momentum lacked depth these indicates lack of participation and wait and watch policy adopted by the participants which should be the appropriate strategy for now.

Sensex trend indecisive, at crucial resistance levels

The Sensex largely remained flat; it continues to trade in a range in between 14406 and 14560 for last three trading sessions the break out of this range would indicate the short term trend which remains indecisive at the present moment. As the Sensex is placed at the crucial resistance level that exists at 14590 to 14606 ranges due to the formation of a weekly "Bearish Engulfing" pattern. 14697 would be the crucial trend change level above it the intermediate trend would become positive, until then should avoid initiating long positions.

At the lower levels below 14406 the short term bias would be negative and it could move down to 14284 levels, in between there is a support at 14347 to 14315 ranges due to the Sensex gap up opening. Below 14284 its next downward target and crucial support exists at 14170 levels. In case of a further continuation of a down trend the Sensex move below 13946 would turn the intermediate trend bearish.

Wave count: 14697 crucial trend change level

The Sensex move from 13946 till date appears to be wave-e of an "Extracting Triangle" pattern formation for the second corrective move that began from 13554. In this case, the wave-e should get restricted below 14697 further the Sensex move below 13946 would confirm the end of a double corrective pattern that began from 12711. In this scenario the Sensex could move down to 13500 to 13200 ranges.

However, in case the Sensex remains positive and moves above 14697 the bearish extracting triangle scenario would fail the intermediate trend would then have a positive bias and a move past 14724 would turn the trend bullish.

Daily Levels of Underlying Cash Stocks Traded

SCRIP NAME	S2	S1	LTP	R1	R2
A.C.C.	840.5	848	856	863	870.5
H.L.L	184.01	186.73	188.8	192.18	194.91
H.P.C.L	254.31	259.83	263.85	270.88	276.41
ICICI BANK	931.33	941.33	952	961.33	971.33
INFOSYS	1896	1917	1936	1959	1980
LARSEN	2066.33	2112.33	2166	2204.33	2250.33
MARUTI	744.33	749.33	753	759.33	764.33
M.T.N.L	157.34	159.52	162.15	163.87	166.04
O.N.G.C	894.67	905.67	917	927.67	938.67
RCOM	505.57	513.17	522.5	528.37	535.97
RELIANCE	1688.5	1697	1706	1714	1722.5
SATYAM	440.04	448.02	454.75	463.97	471.94
S.B.I	1409.83	1430.33	1449	1471.33	1491.83
TATA MOTORS	666.83	672.33	677	683.33	688.83
T.C.S	1103.23	1115.13	1125.5	1138.93	1150.83
TATA STEEL	589.45	594.4	599.55	604.3	609.25
V.S.N.L	466.7	472.1	478.05	482.9	488.3
ZEE TELEFILMS	287.93	291.43	294.15	298.43	301.93

Source : BRICS

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In the interest of timeliness, this note was not edited.

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