



Punter's Call

Weekly close above 4000

Market today: Smart recovery

Yesterday the Nifty took support at 3940 and bounced but closed in negative territory. Today the market witnessed a smart recovery with a firm open above 4030 and maintained above this level all through the day. The Nifty ended the trading session and closed near the day's high. During the day the index traded in a narrow 4040-4070 range for a major portion of the day, but a spike towards the close saw it close at 4084. The Nifty maintained above the strong support at 3940, which is the 23.6% retracement level of the rise from 3617 to 4040, thus confirming the uptrend in the market. There is a short-term support at 3985, which is the 61.8% retracement level of the rise from 3617 to 4040. The 4040 level is a strong support and the short-term reversal point for the market. Our short-term bias has now turned up from the upswing matures and on the upside the Nifty should target 4130. Some profit booking could be expected around 4130. On a weekly basis the index maintained its upmove and closed firm with gains of over 100 points above the 4000 mark. As long as the Nifty closes above the 3985 level, our bias remains up with a target of 4130.

The intra-day or hourly charts indicate that the Nifty should target the upper end of its trading channel at 4130. After testing the lower end of the channel yesterday, the index witnessed a smart recovery. For any further upside the Nifty should sustain above the intra-day 4030-4040 support range, which is the 10 hourly moving average (HMA). On a break below this range, the next support is at 3985. On the upside the index should face resistance at the upper end of the trading channel.

SBI should test Rs1,100 and it has a strong support at Rs1,060. Tata Steel could face a resistance at Rs540 and it has a support at Rs515. VSNL could witness a bounce. The stock has a support at Rs432 and it faces a resistance at Rs445.

Nifty chart: 4084



60 minute chart



Market Breadth

	BSE	NSE
Advances	1,508	938
Declines	1,072	474
Unchanged	85	40
Volume (Rs)	4,109cr	8,815cr

Short Term Trend

	Target	Trend	Reversal	Support/Resistance
Sensex	14050	↑	Down below 13600	13800 / 14000
Nifty	4130	↑	Down below 3985	4040 / 4100

Medium Term Trend

	Target	Trend	Reversal	Support/Resistance
Sensex	14100	↑	Down below 13500	13500 / 14050
Nifty	4150	↑	Down below 3940	4040 / 4130

Icon guide

 Up	 Down	 Downswing matures	 Upswing matures
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Date	Recommendation	Stop Loss/ Reversal (Intra-day)	Stop Loss/ Reversal (Closing)	Sell Price	Closing Price	Potential % P/L at CMP	Targets
17-04-07	Sensex Spot	-	Stopped out	13621.0	13891.5	-2%	13480-13330
17-04-07	Nifty Spot	-	Stopped out	3987.0	4083.6	-2%	3945-3905

Smart Charts Portfolio

Date	Recommendation	Action	Stop Loss/ Reversal (Intra-day)	Stop Loss/ Reversal DCL	Buy/Sell Price	Closing Price (CMP)	Potential % P/L at CMP	Targets
17-04-07	Dabur	Buy		92.8	95.8	97.1	1%	105
16-04-07	Reliance Industries	Sell		Stopped out	1,446.0	1,541.3	-6%	1,270
16-04-07	Crompton Greaves	Sell		220.6	209.0	214.7	-3%	175
14-03-07	Dr Reddy	Sell		742.4	700.0	715.0	-2%	610
	Cash							
	Cash							
	Cash							
	Cash							
	Cash							
	Cash							

Momentum Calls > I (Only Long calls)

For the short term—1 to 5 days

Stock	Action	Action date	Stop loss	Price	Closing price	Target
Nalco	Long	20-04-07	236.0	243.0	243.1	257
Satyam	Long	20-04-07	458.0	472.0	476.2	500
Tata Steel	Long	19-04-07	Book profit	505.0	529.0	535
Cash						
Cash						

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

Momentum Calls > II (F&O stocks Long / Short calls)

For the short term—1 to 5 days

Stock	Action	Action date	Stop loss	Price	Closing price	Target 1	Target 2
Cummins	Sell	19-04-07	286	280	278.9	264	-
IVRCL	Buy	19-04-07	Book profit	282	289.0	305	-
M&M	Buy	20-04-07	Stopped out	748	738.0	772	-
Cash							
Cash							

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

Trendy Levels

Sensex		Nifty	
Support	Resistance	Support	Resistance
13800	14000	4070	4100
13780	14150	4045	4130
13700	14200	4020	4150
20DSMA	40DEMA	20DSMA	40DEMA
13195	13287	3857	3870
BSE Sensex: 13897		Nifty: 4084	

Day Trader's HIT List

For April 23, 2007

Scrip Name	Support Levels		Close (Rs)	Resistance Levels		Action
	S1	S2		R2	R1	
NIFTY Futures	4039	4056	4083	4111	4131	Buy on decline to S2.
Bharti Airtel	829	839	846	852	857	Buy on decline to S2.
Century Text	556	564	567	571	583	Go long above R2. Go short below S2.
Gujarat Ambuja	113	114	115	117	118	Buy on decline to S2.
Infosys	2028	2043	2055	2070	2096	Go long above R2. Go short below S2.
ICICI Bank	901	908	914	922	929	Buy on decline to S2.
Maruti	759	769	776	784	791	Buy on decline to S2.
ONGC	892	916	921	926	934	Go long above R2. Go short below S2.
Reliance	1514	1526	1541	1549	1562	Buy on decline to S2.
Reliance Capital	703	715	720	724	739	Go long above R2. Go short below S2.
SAIL	130	132	134	136	139	Buy on decline to S2.
Satyam	460	472	476	479	487	Go long above R2. Go short below S2.
Sterlite	511	517	523	532	539	Buy on decline to S2.
Zee Limited	258	264	267	270	277	Go long above R2. Go short below S2.

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

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