



Punter's Call

Opened up with a gap

The market opened up with a gap and kicked off the week on a positive note. Currently, the index is trading at 14424, around 120 points up from Friday's closing. Thus it has crossed above 14383 levels which was the major resistance. The market breadth is positively biased with 1,416 advances and 704 declines. We expect the market to maintain above 14383 levels throughout the day. The index is likely to have strong support around 14383 level, which was the previous rally's high and on breaching this level it is likely to take support around 13223 level, which is the 20-hourly simple moving average. The index is facing resistance around 14600 level, which is our medium-term resistance and on breaching this it is likely to move towards the all-time high of 14723. Our short-term bias remains Positive with a target of around 14400 and our medium-term bias remains Positive with a target of 14600.

We have a Positive bias on Vijaya Bank as it has resistance at around Rs52 levels and support around Rs49.50 levels. We have a Positive bias on Ranbaxy, which is having resistance around Rs405-409 levels and support around Rs396 level. We have a Negative bias on Ashok Leyland with support around Rs39.80 level and resistance around Rs38.5 levels.

Updated at 12:00 noon

	Advance	Decline
BSE	1416	704
NSE	716	273
Moving Average (hourly)		
20(S)	14223	100 (S) 13975
40(S)	14054	200 (S) 13773

S: Simple Moving Average



Short Term Trend

	Target	Trend	Reversal	Support/Resistance
Sensex	14400	↑	Down below 13880	14100 / 14400
Nifty	4230	↑	Down below 4100	4180 / 4230

Medium Term Trend

	Target	Trend	Reversal	Support/Resistance
Sensex	14600	↑	Down below 13800	14000 / 14600
Nifty	4260	↑	Down below 4000	4120 / 4245

Icon guide

 Up	 Down	 Downswing matures	 Upswing matures
--	--	---	---

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
18-05-07	Bajaj Hindustan	Buy	-	167.8	173.75	174.4	0%	193
18-05-07	Gujarat NRE coke	Buy	-	41.9	53.25	55.8	5%	100
17-05-07	Infosys	Buy	-	1,934	1,981	1,982.2	0%	2,179
	Cash							
	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
Infotech	Buy	18-05-07	361	372	369.1	394.0
Polaris	Buy	18-05-07	171	173	174.3	184.5
Cash						
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
ITC	Buy	18-05-07	165.9	167.8	167.0	173
Reliance Energy	Buy	17-05-07	Profit booked	510.5	529.5	530
Cash						
Cash						
Cash						

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

[Home](#)

Disclaimer

*This document has been prepared by Sharekhan Ltd. This Document is subject to changes without prior notice and is intended only for the person or entity to which it is addressed to and may contain confidential and/or privileged material and is not for any type of circulation. Any review, retransmission, or any other use is prohibited. Kindly note that this document does not constitute an offer or solicitation for the purchase or sale of any financial instrument or as an official confirmation of any transaction.

Though disseminated to all the customers simultaneously, not all customers may receive this report at the same time. SHAREKHAN will not treat recipients as customers by virtue of their receiving this report.

The information contained herein is from publicly available data or other sources believed to be reliable. While we would endeavour to update the information herein on reasonable basis, SHAREKHAN, its subsidiaries and associated companies, their directors and employees ("SHAREKHAN and affiliates") are under no obligation to update or keep the information current. Also, there may be regulatory, compliance, or other reasons that may prevent SHAREKHAN and affiliates from doing so. We do not represent that information contained herein is accurate or complete and it should not be relied upon as such. This document is prepared for assistance only and is not intended to be and must not alone be taken as the basis for an investment decision. The user assumes the entire risk of any use made of this information. Each recipient of this document should make such investigations as it deems necessary to arrive at an independent evaluation of an investment in the securities of companies referred to in this document (including the merits and risks involved), and should consult its own advisors to determine the merits and risks of such an investment. The investment discussed or views expressed may not be suitable for all investors. We do not undertake to advise you as to any change of our views. Affiliates of Sharekhan may have issued other reports that are inconsistent with and reach different conclusion from the information presented in this report.

This report is not directed or intended for distribution to, or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction, where such distribution, publication, availability or use would be contrary to law, regulation or which would subject SHAREKHAN and affiliates to any registration or licensing requirement within such jurisdiction. The securities described herein may or may not be eligible for sale in all jurisdictions or to certain category of investors. Persons in whose possession this document may come are required to inform themselves of and to observe such restriction.

SHAREKHAN & affiliates may have used the information set forth herein before publication and may have positions in, may from time to time purchase or sell or may be materially interested in any of the securities mentioned or related securities. SHAREKHAN may from time to time solicit from, or perform investment banking, or other services for, any company mentioned herein. Without limiting any of the foregoing, in no event shall SHAREKHAN, any of its affiliates or any third party involved in, or related to, computing or compiling the information have any liability for any damages of any kind. Any comments or statements made herein are those of the analyst and do not necessarily reflect those of SHAREKHAN. *