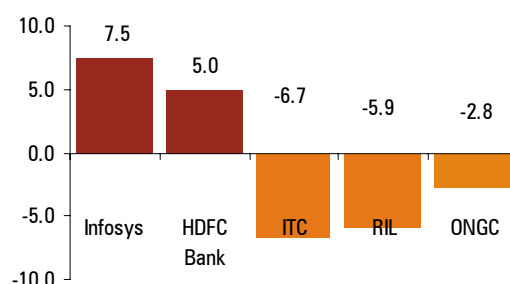


Index Snapshot

Indices	Close	Change	change%
BSE Sensex	19,046.5	68.2	0.4
CNX S&P Nifty	5,711.6	20.6	0.4
BSE 100	9,938.9	27.9	0.3
BSE 500	7,409.0	20.9	0.3
Dow Jones	11,822.8	-2.5	0.0
Nasdaq	2,704.3	-21.1	-0.8
Hang seng	23,913.2	-90.5	-0.4
Nikkei	10,350.1	-87.2	-0.8

What's moving the Nifty?



Institutional Activity

January 20, 2011	FII's (Cash)	DII's
Net flows (Rs cr)	-943.9	256.3

*Provisional figure from BSE

Market Breadth

	Adv.	%	Dec.	%	Unch.	Total
BSE	1368	46.6	1486	50.6	82	2936
NSE	671	46.6	710	49.3	59	1440
Total	2039	46.6	2196	50.2	141	4376

Market Turnover

(Rs. Cr)	20-Jan	19-Jan	18-Jan
BSE Cash	3,347	3,477	3,055
NSE Cash	13,347	13,133	11,403
NSE F&O	147,980	125,194	122,851
Total	164,674	141,804	137,310

Technical Picture

	Intraday	Short Term
Trend	Neutral	Down
Trend Reversal		5830
Support	5665-5624	5550
Resistance	5735-5755	5830
20 Days SMA		5910
200 days SMA		5613

Calls for the day

1. Buy Mphasis above 701.50
2. Buy Jindal Steel & Power above 707.50
3. Sell Ranbaxy below 563.50
4. Sell Sun TV below 503.00

Market Snapshot

- The benchmark indices had a jittery start on back of weak cues from global peers and traded with a negative bias in the first half. The index shrugged off the despondent mood in the afternoon session and saw a sharp recovery from the day's lows to close in the green. The Nifty settled at 5711.60 levels, up 20 points while the Sensex shut shop at 19046 levels, a gain of 68 points. The BSE Mid cap and Small cap indices closed with gains of about 0.28% each. The A/D ratio, however, was marginally in favour of declines
- Banking (1.66%) and IT (1.13%) led the recovery towards the fag end of the session whereas oil & gas, FMCG and realty sector stocks continued to reel under selling pressure

Market outlook

- On the Nifty daily chart, the action formed a piercing line bullish candlestick pattern near the 200 day EMA
- In the last few sessions, even though the index has managed to hold above the crucial 200 DEMA support on a closing basis, it has failed to show strength above 5730-5755 levels. If the Nifty manages to cross this level it could target 5800-5830 range in the next couple of sessions
- The Nifty has closed just below its 5 DEMA at 5715 levels. Structurally, the index continues to show signs of weakness as it has only retraced Friday's fall by 50% and still continues to languish below the same even after four trading sessions. Therefore, the sustainability of the current bounce remains questionable
- On an immediate basis, the Nifty could face an important hurdle at 5755 levels, which is the 61.8% retracement of Friday's fall. Supports are at 5665 (61.8% retracement of yesterday's late rally) and 5624 (Monday's low). However, a close below this level could trigger a panic and the index could go to the next support near 5550 levels
- The 14 period RSI on the daily chart is trudging sideways with signs of indecision and shows a reading of 39
- Nifty spot has supports at 5665, 5624 and resistances at 5735, 5755



Strategy for the day

- We expect the market to open negative on the back of negative Asian and global cues
- Create short positions in the Nifty if it resists at 5750
- One can consider long positions if the Nifty sustains above 5660
- Maintain a strict stop-loss in intraday trades based on the above strategy

CMP : 700.95

Comment : Higher top and higher bottom in the daily chart and taking support at the 20 days SMA

Action : Buy above 701.50

Targets : 714/718/Higher

Stop-loss : 695.00

Mphasis (BFLSOF)



CMP : 706.85

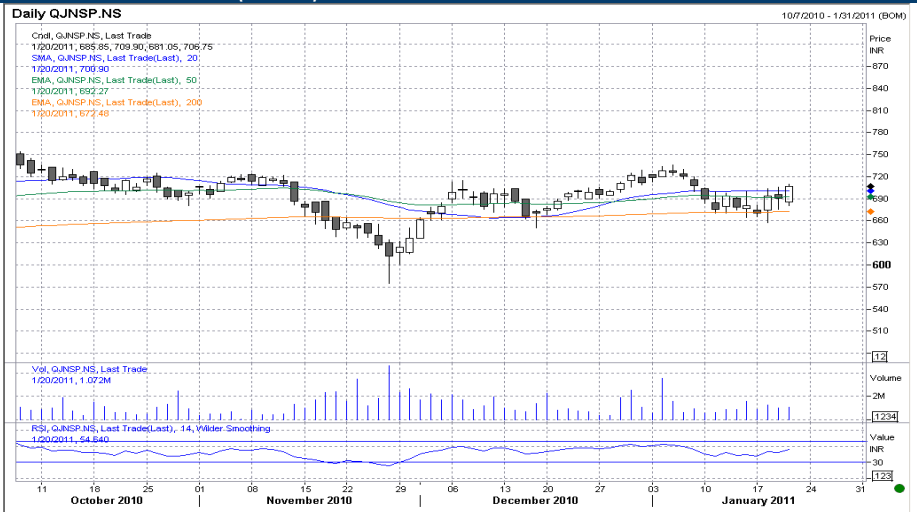
Comment : Price above short term moving averages and price rise with volume

Action : Buy above 707.50

Targets : 721/726/Higher

Stop-loss : 701

Jindal Steel & Power (JINSP)



CMP : 564.10

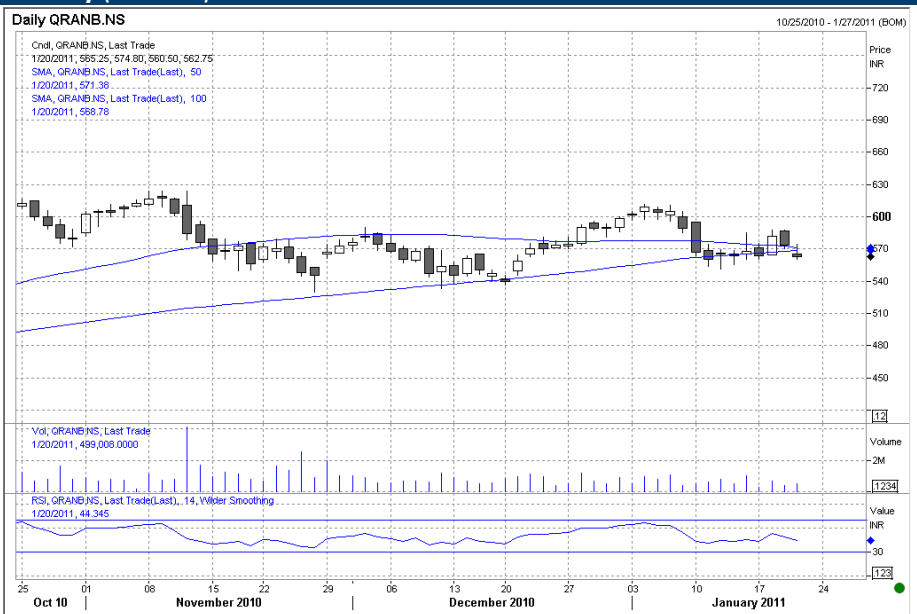
Comment : Taking resistance from 50 & 100 days SMA and RSI in sell mode

Action : Sell below 563.50

Targets : 554/550/Lower

Stop-loss : 568

Ranbaxy (RANLAB)



CMP : 503.35

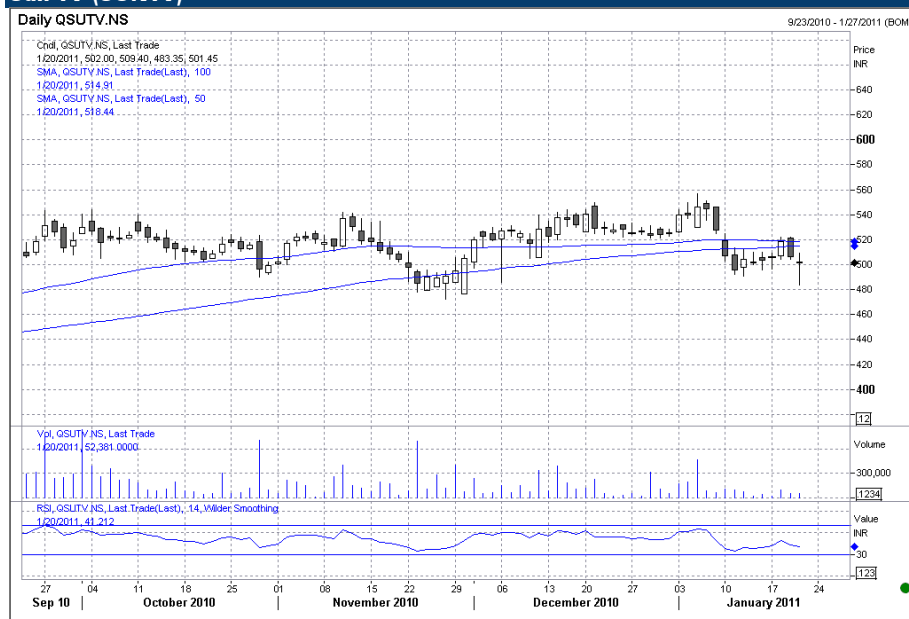
Comment : Taking resistance from 50 & 100 days SMA and RSI in sell mode

Action : Sell below 503

Targets : 494/491/Lower

Stop-loss : 507.5

Sun TV (SUNTV)



Previous Day's Performance

Federal Bank	Buy above 378.30	384/387/+	Target 1 Achieved	1.50%
JSW Steel	Buy above 1053	1070/1078/+	Stoploss Triggered	-0.75%
NTPC	Sell below 187	184/183/-	Stoploss Triggered	-0.90%
Tata Motors	Sell below 1179	1164/1152/-	Target 1 Achieved	1.27%

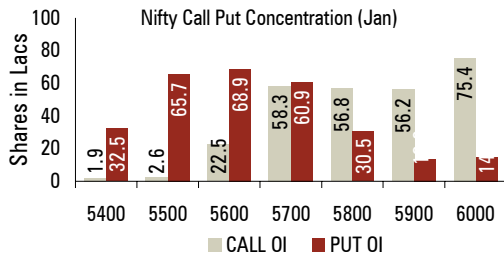
Stock profits: Avg 0.28 % per trade

(Cum. Profits over last 205 day : 587.44 %)

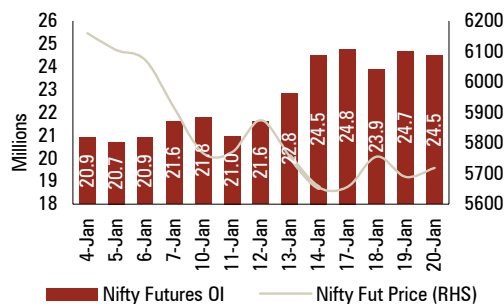
Strike Rate for the day: 2/4

(Cum. Strike Rate over 205 day: 420/630 (66 %))

Nifty Options OI Distribution



Nifty OI vs. Future Price



Nifty Active Strikes

Strike	Call (%)		Put (%)	
	OI chg	IV	OI chg	IV
5500	-1.4	15.7	-2.1	21.8
5600	-1.7	17.9	-4.0	20.0
5700	-21.3	18.2	-0.2	18.5
5800	-4.8	17.8	-4.4	16.7
5900	-8.1	18.1	-13.4	13.6

Top OI Gainers

Symbol	OI (lots)	%Chg	Price	%Chg
SESAGOA	14,469,000	23.84	329.0	1.64
JETAIR	1,732,000	23.10	597.5	-1.41
BIOCON	3,645,000	20.26	369.9	-2.03
GAIL	2,298,500	14.15	453.3	-2.95
SUZLON	102,580,000	13.29	51.9	0.10

Top OI Losers

Symbol	OI (lots)	%Chg	Price	%Chg
ORCHIDCHEM	5,722,000	-15.88	318.2	5.45
PFC	753,000	-13.05	292.2	2.38
AXISBANK	2,595,500	-10.06	1,285.1	0.39
RECLTD	5042000	-9.71	281.9	2.44
CANBK	1,468,500	-6.58	596.6	2.77

Derivative Comments

- The Nifty traded with a negative bias in the first half and saw a sharp recovery due to short covering in heavyweights specially in banking segment
- Fills were net sellers in the cash segment to the tune of ₹ 944 crore and in index futures (₹ 814 crore) while they remained net buyers in stock futures (₹ 334 crore)
- India VIX continued to decline and settled at 21.01 levels (down by 0.38%)
- Closure was seen across the board for Call and Put options. Maximum closure was observed in 5700 Call strike (31630 lots) and 5600 Put strike (5708 lots). Open interest is evenly distributed at ATM strikes of both Call and Put options with maximum open interest at Put 5600 strike (7.2 million) and Call 5700 strike (5.8 million) among ATM strikes
- The Nifty is likely to trade in the range of 5660-5750. The trading strategy would be to create short positions if the Nifty resists at around 5750 levels for targets of 5725 and 5685. On the other hand, one can also create long positions if the Nifty takes support at around 5660 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 of the settlement
- OI shedding:** Short closure of positions was seen in stocks like Orchid Chemical, REC Ltd and Power Finance

STOCK	CLOSE	S1	S2	S3	R1	R2	R3	TREND
SENSEX	19046.54	19013.5	18937.15	18860.75	19166.3	19233.4	19300.55	+ve
NIFTY	5711.60	5701.75	5678.00	5654.25	5749.20	5770.50	5791.75	+ve
ACC	1016.80	1016.55	1010.55	1004.55	1028.55	1035.05	1041.60	+ve
ANDHRA BANK	132.80	132.10	130.55	129.05	135.15	136.60	138.10	+ve
ARVIND	59.55	55.20	54.60	54.00	58.55	60.25	61.95	-ve
BAJAJ AUTO	1300.20	1278.55	1266.05	1253.55	1304.75	1317.85	1330.95	-ve
BALAJI TELE	35.25	34.85	34.45	34.10	35.35	35.60	35.85	-ve
BOB	824.40	819.45	815.35	811.50	827.65	831.75	835.55	Neutral
BOI	432.55	431.50	428.80	426.05	436.95	441.65	446.35	+ve
BEL	1701.70	1689.35	1669.15	1648.95	1729.75	1735.70	1741.70	+ve
BPCL	575.50	571.20	566.35	561.50	576.10	578.55	581.00	-ve
BHEL	2175.55	2163.50	2152.85	2139.50	2184.80	2195.45	2208.75	Neutral
CANARA BANK	596.60	591.55	582.75	573.95	609.10	621.25	633.40	+ve
CENTURY TEXT	355.90	353.55	351.15	348.35	358.35	360.75	363.55	Neutral
CIPLA	351.35	345.85	343.45	341.10	350.45	352.75	355.05	-ve
DR.REDDY'S LA	1666.25	1663.10	1652.45	1641.85	1684.35	1694.30	1704.30	+ve
GAIL	453.25	446.55	441.05	435.50	454.20	458.00	461.80	-ve
GEOMETRIC	78.75	77.80	75.90	74.05	81.60	82.50	83.40	+ve
GRASIM	2436.85	2431.55	2417.05	2402.55	2460.60	2471.55	2482.55	+ve
AMBUJA CEMENT	128.10	127.80	126.95	126.15	129.45	130.90	132.35	+ve
HCL TECH	510.85	504.05	499.35	492.25	513.45	518.15	525.25	Neutral
HDFC BANK	2117.55	2108.40	2086.30	2064.15	2152.65	2165.45	2178.20	+ve
HDFC	660.60	659.10	654.40	649.65	668.55	671.30	674.00	+ve
HERO HONDA	1776.20	1779.00	1766.90	1754.80	1803.15	1817.75	1832.30	+ve
HEXAWARE TECHNOLOGIES	122.10	121.25	120.45	119.60	122.90	123.75	124.60	Neutral
HINDALCO	236.50	236.30	234.35	232.40	240.15	242.35	244.50	+ve
HINDUSTAN UNILIN	299.90	297.15	295.85	294.50	299.50	300.65	301.80	-ve
HPCL	352.10	347.15	344.55	341.95	352.45	355.10	357.75	-ve
HINDUJA TMT	325.40	325.75	320.10	314.50	337.00	340.25	343.50	+ve
ICICI BANK	1050.55	1045.85	1030.85	1015.85	1075.90	1081.75	1087.65	+ve
IDBI	150.05	149.05	146.95	144.90	153.20	154.10	155.05	+ve
I-FLEX SOLUTIONS	2277.10	2253.20	2243.05	2232.90	2275.50	2286.70	2297.85	-ve
IOC	312.95	310.65	308.65	306.80	314.60	316.55	318.40	Neutral
INFOTECH ENTERPRISES	166.90	163.95	162.20	160.45	167.60	169.45	171.30	-ve
INFOSYS	3295.90	3284.85	3262.55	3240.20	3329.50	3351.30	3373.10	+ve
ITC	171.65	169.55	168.40	167.20	172.20	173.50	174.80	-ve
JINDAL SAW	218.65	216.65	214.55	212.50	218.70	219.75	220.80	-ve
KPIT CUMMINS	153.15	150.05	147.65	145.25	153.70	155.55	157.40	-ve
LARSEN & TOUBRO	1656.15	1648.80	1641.70	1628.35	1662.90	1669.95	1683.30	Neutral
LIC HOUSING	174.25	173.40	171.05	168.70	178.15	182.55	186.95	+ve
M & M	760.30	759.30	755.65	751.95	766.70	771.75	776.85	+ve
MARUTI SUZUKI	1259.25	1246.90	1241.35	1235.80	1258.35	1264.05	1269.80	-ve
MASTEK	166.70	165.25	164.10	160.20	167.50	168.60	172.55	Neutral
MTNL	51.00	50.25	49.85	49.50	50.90	51.25	51.60	-ve
NALCO	380.35	379.90	379.00	377.20	381.70	382.60	384.40	Neutral
NTPC	188.60	188.20	187.00	185.85	190.55	191.70	192.90	+ve
ONGC	1134.30	1118.50	1110.85	1103.20	1136.15	1145.00	1153.80	-ve
OBC	364.65	363.90	360.30	356.65	371.15	375.50	379.85	+ve
POLARIS	183.85	183.15	181.50	179.85	186.45	188.50	190.60	+ve
PNB	1141.40	1120.45	1116.15	1111.90	1137.05	1145.35	1153.70	-ve
RANBAXY	562.75	557.25	553.00	548.80	564.40	567.95	571.55	-ve
RELIANCE INFRASTRUCTURE	716.80	714.40	710.95	702.95	721.35	724.85	732.80	Neutral
RELIANCE INDUSTRIES	969.85	957.05	948.95	940.80	968.60	974.35	980.10	-ve
ROLTA INDIA	150.50	150.10	148.55	147.05	153.20	154.50	155.85	+ve
SAIL	168.35	167.10	166.05	163.70	169.15	170.20	172.60	Neutral
SATYAM	67.20	66.95	66.35	65.70	68.20	68.80	69.35	+ve
SCI	120.05	119.90	118.80	117.75	122.05	122.60	123.15	+ve

STOCK	CLOSE	S1	S2	S3	R1	R2	R3	TREND
SBI	2535.05	2524.70	2504.25	2483.75	2565.65	2585.30	2604.95	+ve
SYNDICATE BA	104.70	104.00	102.55	101.15	106.90	107.60	108.35	+ve
TATA CHEMICA	376.35	373.70	371.20	368.70	377.05	378.70	380.40	-ve
TATA MOTORS	1194.70	1190.50	1180.55	1170.55	1210.40	1216.55	1222.70	+ve
TATA POWER	1331.70	1326.60	1314.95	1303.35	1349.90	1361.10	1372.35	+ve
TATA TEA	106.50	106.55	105.30	104.10	109.00	109.70	110.40	+ve
TCS	1212.20	1207.95	1198.25	1188.55	1227.30	1233.30	1239.30	+ve
TATA STEEL	634.20	631.95	628.80	625.80	638.25	641.45	644.40	Neutral
UBI	319.90	318.80	316.65	314.45	323.15	325.35	327.55	+ve
TATA COMM.	259.40	259.20	256.45	253.70	264.75	267.15	269.55	+ve
WIPRO	477.50	472.10	467.95	465.50	480.45	484.60	487.05	Neutral
ZEE	111.20	110.30	109.15	107.65	112.60	113.75	115.30	Neutral

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.

Pankaj Pandey

Head – Research

pankaj.pandey@icicisecurities.com

**ICICIdirect.com Technical & Derivative Desk,
ICICI Securities Limited,
7th Floor, Akruiti Centre Point,
MIDC Main Road, Marol Naka
Andheri (East)
Mumbai – 400 093**

research@icicidirect.com

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Research Product	Perspective	Frequency	Time frame	Avg. Returns objective	Location on ICICIdirect.com
Pre-market open view					
Daily Technical	Features three stocks with a trading outlook for the day based on short-term technical trends considering key technical indicators & statistical information.	Daily	1 Day	2 – 3 %	Home page-Trading recommendation, Research page-Technical recommendations
Daily Derivative	Trading strategy for a day in the futures & options segment based on news events, market trends, technical & other factors governing movements in stocks.	Daily	1 Day	2 - 3%	Home page-Trading recommendation, Research page-Technical recommendations, Trading Page - Scroller
Momentum Pick	Provide trading strategy for a day based on technical and derivative outlook.	Daily	1 Day	2- 3%	Internal Mailer
Advanced Derivative Strategies	Provides simplified Derivative strategies such as Spreads and Covered calls	Daily			iClick-2-Gain
Intra-day Technical recommendations					
BTST Calls	Based on short term technical trends and stock specific news/news expectations.	Daily	1 – 2 Days	1 - 2%	Trading Page - iCLICK-2-GAIN
Margin Calls					
Derivative Calls					
Weekly recommendations					
Weekly Calls	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
Weekly Technicals	Features market outlook for the coming week with focus on one of the sector which may outperform broader markets.	Weekly	1-7 days	4 – 5%	Internal Mailer
Weekly Derivatives	Trading opportunities in futures & options segment based on derivatives data like, overall market trend, volatility & open interest positions of securities.	Weekly	1-7 days	4 – 5%	Home Page, Research Page & Trading page -Scroller
Short -Medium term recommendations					
Stocks on move	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
Monthly Technicals	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
Value Pick	Short term trading recommendation based on technical set-up and favourable risk/reward.				iClick-2-Gain
Rollover Analysis	Features High Dividend Yielding Stocks for assured returns on investment				Internal Mailer