



Punter's Call

Eyeing 4220

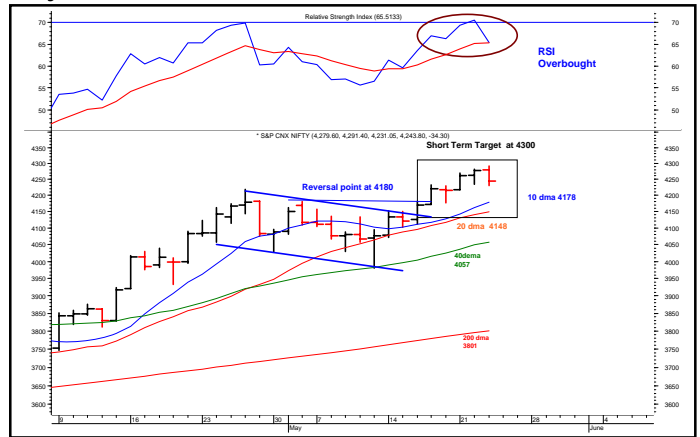
Market today: Support at 4220

The Nifty opened on a flat note and traded in a lacklustre manner till the last hour of the session. In the last hour the index faced selling pressure that took it below 4260 and the index closed near 4245 levels. Today, the Nifty missed our short-term target of 4300 by a whisker, as after making an all-time high of 4291 it faced selling pressure around this level and drifted into negative territory. In the short term, the Nifty should find strong support at 4225 and one should consider any intra-day dip as an opportunity to buy Nifty for the short term. On daily momentum indicator, the Relative Strength Index has given overbought sign by moving almost above 70 and this could result in an intra-day correction in the Nifty. On a break below 4220 the next support for the market would be at 4181, which was the last week's break-out point. In the short term, as long as the Nifty maintains above 4181 on a closing basis, our bias for the short term remains up. In the short term, as Nifty is at an all-time high one can expect high volatility in the market in the coming days.

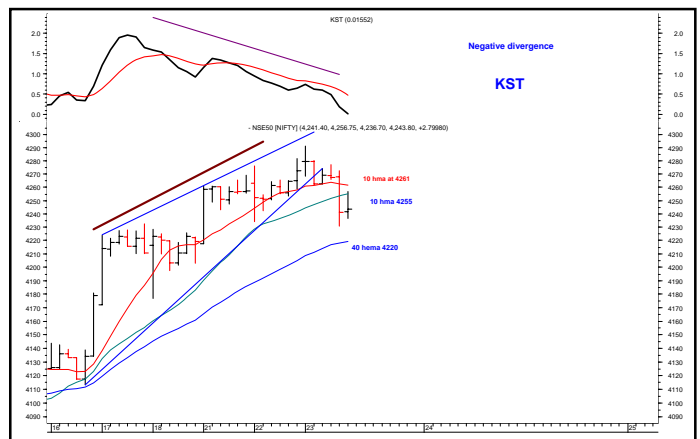
On intra-day basis or on the hourly chart the Nifty appeared to be lacking interest till the last hour of the session and faced huge selling pressure afterwards. The Nifty made a new high of 4291 before facing the selling pressure. It broke the rising wedge, which is the reversal point, and, as expected, it had a sharp fall when it had the downward break-out from the rising wedge. Since the pattern has been confirmed, in the next few days one can expect the Nifty to dip towards its 40-hour exponential moving average, which is at 4220. Even on the momentum indicator, KST is still in negative divergence, which can take the market down till 4220 levels, which should act as a strong support.

Tisco could test Rs675 and find support at Rs635. Tata Power may face resistance at Rs615 and support at Rs590. Apetch looks weak and can test Rs290 and resistance at Rs330.

Nifty chart: 4246



60 minute chart



Market Breadth

	BSE	NSE
Advances	928	352
Declines	1,638	699
Unchanged	76	39
Volume (Rs)	5,290cr	10,669cr

Short Term Trend

	Target	Trend	Reversal	Support/Resistance
Sensex	14700	↑	Down below 14100	14250 / 14400
Nifty	4300	↑	Down below 4180	4225 / 4280

Medium Term Trend

	Target	Trend	Reversal	Support/Resistance
Sensex	14700	↑	Down below 13900	14000 / 14600
Nifty	4320	↑	Down below 4100	4180 / 4300

Icon guide

 Up	 Down	 Downswing matures	 Upswing matures
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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	175.6	1%	193
18-05-07	Gujarat NRE coke	Buy	-	41.9	53.25	56.3	6%	100
17-05-07	Infosys	Buy	1,919.4	-	1,981	1,926.2	-3%	2,179
	Cash							
	Cash							
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Momentum Calls > I (Only Long calls)

For the short term—1 to 5 days

Stock	Action	Action date	Stop loss	Price	Closing price	Target
Deccan Chronicle	Go long	23-05-07	Stopped out	202	196.0	207-212
Reliance Comm	Go long	22-05-07	Exit	519	519.0	550
Ansal Infra	Go long	22-05-07	Stopped out	345	334.0	366
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
Dr Reddy		23-05-07	Buy	663	652	692
Bajaj Auto		22-05-07	Buy	2,200	2,183	2,307
Dabur		22-05-07	Buy	96	97	102
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
14344	14430	4232	4268
14242	14473	4218	4283
14200	14510	4202	4300
20DSMA	40DEMA	20DSMA	40DEMA
14061	13808	4149	4058
BSE Sensex: 14363		Nifty: 4246	

Day Trader's HIT List

For May 24, 2007

Scrip Name	Support Levels		Close (Rs)	Resistance Levels		Action
	S1	S2		R2	R1	
NIFTY Futures	4202	4229	4238	4251	4281	Go long above R2. Go short below S2.
Bharti Airtel	831	844	849	858	864	Sell on rise to R2.
Century Text	607	616	623	633	638	Sell on rise to R2.
Gujarat Ambuja	112	114	115	116	118	Go long above R2. Go short below S2.
Infosys	1908	1921	1926	1933	1956	Go long above R2. Go short below S2.
ICICI Bank	904	913	917	924	928	Sell on rise to R2.
Maruti	801	809	815	824	830	Sell on rise to R2.
ONGC	897	904	913	918	922	Go short with stop loss above R2.
Reliance	1736	1747	1756	1767	1774	Sell on rise to R2.
Reliance Capital	946	953	965	978	988	Sell on rise to R2.
SAIL	141	143	145	147	148	Buy on decline to S2.
Satyam	440	447	452	456	462	Sell on rise to R2.
Sterlite	523	535	538	544	552	Go long above R2. Go short below S2.
Zee Entertain	303	307	310	313	318	Buy on decline to S2.

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

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