



Punter's Call

Expiry volatility

Markets on Jan 28, 2010: Positive daily close

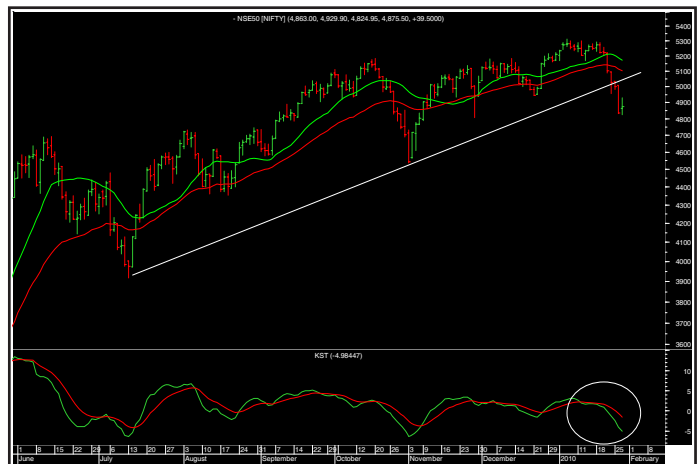
Nifty opened in green with support from positive global cues. However, it traded quite volatile in today's session, as it broke yesterday's low of 4833 but bounced back. The index has given a positive daily close after six days of consecutive lower lows, signaling that there is probability of a pullback in wave iv up which will be 23.6-38.2% retracement of the fall from 5293 to 4825. The volumes are increasing day on day with falling prices, clearly indicating that the trend has reversed. Though a pullback is expected, we maintain our bias down as it will be just a dead cat bounce after which wave v shall ensue, which will take Nifty below 4825-level.

On the daily chart, Nifty is trading below its 20 daily moving average (DMA) and 40 daily exponential moving average (DEMA) at 5172 and 5102 respectively, which are its near-term resistances. The momentum indicator (KST) has given negative crossover and is below the zero line. The market breadth was negative with 567 advances and 766 declines on the NSE and 1,126 advances and 1,725 declines on the BSE.

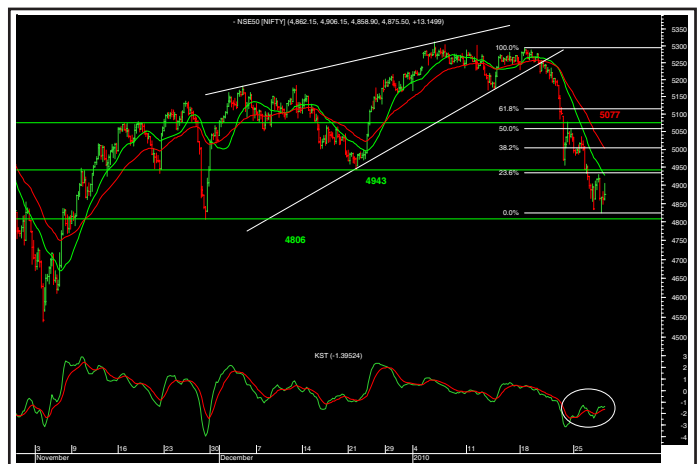
On the hourly chart, Nifty is trading below its 20 hourly moving average (HMA) and 40HMA at 4928 and 5024 respectively, which now are its short-term resistances. The momentum indicator (KST) has given positive crossover and is trading below the zero line

The F&O (January) contract expiry was exciting and exacting with Nifty and Sensex ending the session 14 and 17 points higher respectively. Of the Sensex stocks, Reliance Communications (down 2.03%) and Larsen & Toubro (down 1.97%) were at the bottom of the 30-stock chart while Dr Reddys Laboratories (up 4.54%) and TISCO (up 4.81%) were chart toppers.

Nifty chart: 4,867



60 minute chart



Market Breadth

	BSE	NSE
Advances	1,126	567
Declines	1,725	766
Unchanged	51	20
Volume (Rs)	50,14cr	208,74cr

Short Term Trend

	Target	Trend	Reversal	Support/Resistance
Sensex	15700	↓	Up above 17000	15700 / 17000
Nifty	4700	↓	Up above 5100	4700 / 5100

Medium Term Trend

	Target	Trend	Reversal	Support/Resistance
Sensex	15300	↓	Up above 17160	15300 / 17160
Nifty	4500	↓	Up above 5130	4500 / 5130

Icon guide

 Up	 Down	 Downswing matures	 Upswing matures
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Trendy Levels

Sensex		Nifty	
Support	Resistance	Support	Resistance
16182	16543	4825	4938
16000	16767	4750	5008
15700	16947	4700	5062
20DSMA	40DEMA	20DSMA	40DEMA
17321	17106	5187	5114
BSE Sensex: 16,307		Nifty: 4,867	

Smart Charts

Date	Recommendation	Action	Stop Loss/ Reversal (Intra-day)	Stop Loss/ Reversal DCL	Buy/Sell Price	Closing Price (CMP)	Potential % P/L at CMP	Targets
28-01-10	Opto Circuits	Sell	-	233.6	222.5	225.8	-1.5%	209-196
28-01-10	Alstom Power	Sell	-	566.0	527.0	530.0	-0.6%	485-440
28-01-10	Indian Bank	Sell	-	187.0	178.4	178.1	0.2%	160-140
27-01-10	K.S. Oil	Sell	-	76.0	70.4	70.4	0.0%	63-57
27-01-10	RIL	Sell	-	1,081.0	1,027.0	1,037.4	-1.0%	920-820
27-01-10	TCS	Sell	-	784.0	746.0	740.4	0.8%	700-655
27-01-10	Hero Honda	Sell	-	1,635.0	1,555.0	1,537.5	1.1%	1450-1350
22-01-10	HDFC Bank	Sell	-	Book Profits	1,680.0	1,580.0	6.3%	1580-1475
22-01-10	Dr. Reddy	Sell	-	1,187.7	1,110.0	1,153.5	-3.8%	1000-975
22-01-10	Renuka Sugar	Sell	-	226.8	216.0	208.8	3.4%	203-190
22-01-10	BOI	Sell	-	Book Profits	390.6	359.0	8.8%	360-320
21-01-10	ICICI Bank	Sell	-	Book Profits	852.0	782.0	9.0%	780-710
21-01-10	Infosys	Sell	-	2,624.0	2,624.0	2,494.3	5.2%	2450-2350
21-01-10	Neyveli Lignite	Sell	-	Book Profits	163.5	152.1	7.5%	153-143
05-01-10	Bharat Forge	Buy	-	Exit	280.0	280.9	0.3%	297-314

NOTE: Kindly note that all stop losses in Smart Charts Calls are on closing basis unless specified.

TPB: Trailing profit booked

Momentum Calls

For the short term—1 to 5 days

Stock	Action	Action Date	Stop loss	Price	Closing price	Potential % P/L at CMP	Target1	Target2
LNT	Buy	28-01-10	1,399.0	1,426.0	1,431.2	0.4%	1,455.0	1,485.0
Alstom Power	Sell	28-01-10	Book Profits	548.0	531.0	3.2%	536.0	525.0
Bajaj Hind	Sell	28-01-10	Book Profits	218.0	213.7	2.0%	213.0	208.0

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

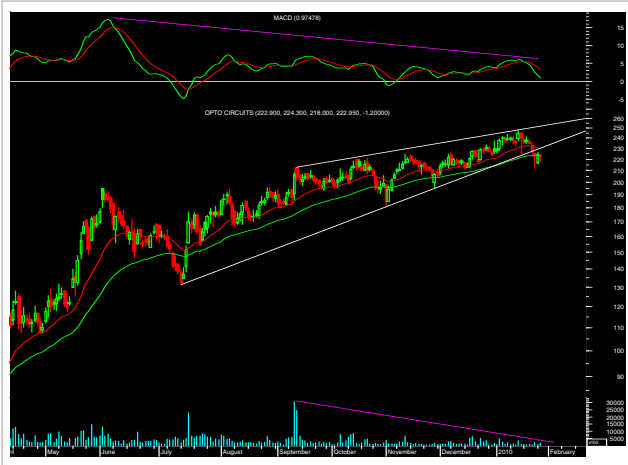
TPB: Trailing profit booked

NOTE : Action taken after market hours will be highlighted in blue colour.

For Jan 29, 2010

Scrip Name	Support Levels		Close (Rs)	Resistance Levels		Action
	S1	S2		R2	R1	
NIFTY Futures	4770	4850	4885	4920	4980	Go long above R2.
Axis Bank	980	1000	1014	1030	1050	Go long above R2.
TCS	712	728	740	752	767	Go long above R2.
DLF	310	318	324	330	338	Go long above R2.
L&T	1380	1410	1431	1455	1485	Go long above R2.
ICICI Bank	760	777	789	803	820	Go long above R2.
Infosys	2410	2460	2494	2530	2580	Go long above R2.
J P Associates	127	132	135	138	142	Go long above R2.
Maruti	1335	1365	1386	1410	1440	Go long above R2.
Reliance	1000	1020	1037	1052	1075	Go long above R2.
Reliance Capital	755	773	787	800	817	Go long above R2.
Reliance Comm	163	168	171	174	178	Go long above R2.
SAIL	211	216	220	224	230	Go long above R2.
SBI	1930	1975	2003	2030	2070	Go long above R2.
Tata Motors	685	702	715	727	742	Go long above R2.
Tata Steel	562	575	585	595	607	Go long above R2.
Rel Infra	1000	1020	1039	1055	1075	Go long above R2.

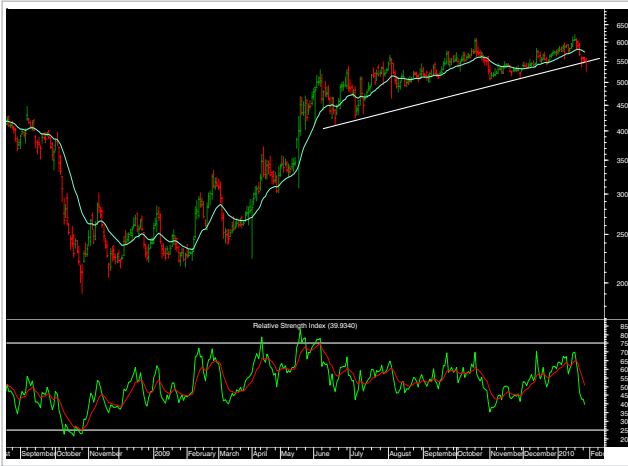
*Note: Closing price of Nifty futures is last traded price of Nifty futures on NSE



Opto Circuits–Sell

CMP: Rs222.50

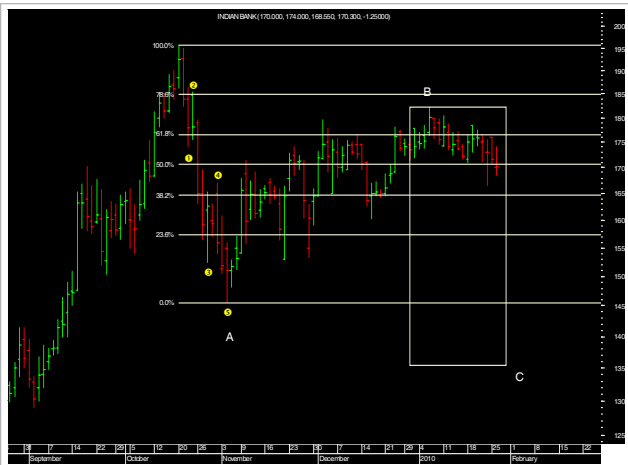
Sell Opto Circuits at the current market price of Rs222.50 with the stoploss of Rs233.60 for the targets of Rs209 and Rs196. The stock has broken below a rising wedge pattern with negative divergence in momentum indicators along with a sell signal. It is also trading below key moving averages and an accelerated move on the downside is expected.



Alstom Power–Sell

CMP: Rs527

Sell Alstom Power at the current market price of Rs527 with the stoploss of Rs566 for the targets of Rs485 and Rs440. The stock has broken down from a distribution pattern.



Indian Bank–Sell

CMP: Rs187

Sell Indian Bank at the current market price of Rs178.40 with the stoploss of Rs187 for the targets of Rs160 and Rs140. The stock had fallen in a five waves and has retraced more than 61.8% of the fall, so maximum it can retracement is 78.6% which is at 184. Hence, in this pullback it will complete its wave B and then wave C down is expected again in 5 waves.

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