

21st April, 2007

NSE Weekly Chart



Indices	Previous week	This week	% chg
Sensex	13384	13,897	3.83
Nifty	3917	4083	4.24
S&P CNX 500	3233	3353	3.71
BSE 500	5098	5,271	3.39
BSE Mid-Cap	5576	5,699	2.21
BSE Small-Cap	6756	6,974	3.23
BSE Auto	4818	4,831	0.27
BSE Health	3686	3,792	2.88
BSE FMCG	1773	1,811	2.14
BSE IT	5071	5,055	-0.23
BSE PSU	6098	6,352	4.17
BSE Bankex	6639	6,914	4.14
BSE Oil & Gas	6565	7,052	7.42
BSE Metals	9303	9,702	4.25
BSE Cons Dur	3782	3,830	1.27
BSE Cap Good	9470	9,797	3.45
Levels to Watch			
	Sensex	Nifty	
Week High	13915	4090	
Week Low	13423	3920	
34 DMA	13274	3870	
55 DMA	13318	3872	
Swing High	13915	4090	
Swing Low	12425	3617	

It was a week of solid gains for the Nifty and the overall markets as it surged past important levels and scaled higher. It rallied on Monday and thereafter turned sideways for the next three days, then continued its upstreak on the last day of the week. It ended the week with a gain of 4.24% at 4083. The Advance Decline ratio remained in the favour of bulls for most of the days during the trading week. All the sectoral indices but for the BSE IT index closed positive. The BSE Oil & Gas and BSE Metal indices outperformed the broader markets. The BSE PSU and BSE Bankex indices too were market performers.

Sectoral Speak

The **BSE Oil & Gas** index stood out amongst other indices this week as it posted a gain of 7.42% after it cleared its previous high of 6083 on Tuesday and close at 7052, at a new lifetime high. This index still appears very bullish on the chart and we maintain our earlier mentioned target of 7258 for it. **Reliance, ONGC, GAIL** and **RPL** are a few stocks that continue to look strong on the charts in this index.

The **BSE CG** index surged by 3.45% this week to close at 9797 and achieved our mentioned target of 9750 and has closed above that level. It continues to appear bullish and may now test its peak level of 10148. The immediate term target for this index is 9962. **L&T, ABB, Praj industries, Reliance Ind. Infra** are looking strong in this index.

The **BSE Bankex** was a market performer this week as it gained 4.14% and closed at 6914, after giving a break out of the resistance level of 6904. It took support near the 200 EDMA thrice over the past few days and has sustained above it. This index may now come up to 7040, which is the 61.80% retracement level of the fall from 7653 to 6047. On sustaining above the 7040 level, it may come up to the 7301 mark in the short term. **SBI, Bank Of India** and **IOB** are a few banking stocks that look strong on the charts.

Outlook for next week

We witnessed an upsurge in Nifty this week after it cleared the level of 3965 on Monday and gave a break out of a month old “**Channel**” it was moving in. Thereafter, it turned sideways for the next three days and continued its upstreak on Friday and broke past the resistance range of 4050 to 4060. It ended the week with solid gains of 4.24% at the 4083 mark. After this strong close above the 61.80% retracement level of the fall from 4245 to 3554, the Nifty may now test its all time high of 4245 and in the immediate term it may come up to the 4186 level. On Monday, the Nifty has strong support in the range of 4045 to 4035.

Strategy :

- ❑ One should keep a close watch on Oil & Gas stocks.
- ❑ Very short term traders can keep a stop loss of 3933 for the Nifty

Action Points	Nifty	Action
Current Close	4083	
Immediate Resistance	-	
Immediate Supports	4045 - 4035	
Further Downsides	3933	
Further Upside	4186	

Recommendations

Date	Stock	Action	Recommendation Price	Stop-loss	Target	Current price	Comment
11-04-07	DCB	Buy	72.00 - 69.00	64.30	86.00	69.65	
11-04-07	SAIL	Buy	122.00 - 118.00	114.60	135.00	134.20	Profit booked at 131
11-04-07	Sterlite Ind	Buy	498.00 - 470.00	468.30	564.00	523.55	
11-04-07	Tata Power	Buy	535.00 - 525.00	514.30	575.00	545.80	
13-04-07	KPIT Infosys	Buy	141.00 - 138.00	131.30	160.00	138.95	
13-04-07	Bank Of India	Buy	182.00 - 175.00	164.30	210.00	188.00	
17-04-07	India Cement	Buy	175.00 - 170.00	160.60	205.50	170.65	
17-04-07	CANDC	Buy	188.00 - 180.00	172.60	240.00	187.90	
17-04-07	GE Shipping	Buy	240.00 - 230.00	223.30	275.00	241.30	
18-04-07	Sterling Bio	Buy	159.00 - 154.00	144.30	185.00	170.85	Profit booked at 174.00
18-04-07	Hind Oil Exp	Buy	77.00 - 72.00	67.30	94.50	100.60	Profit booked at 86.50
18-04-07	ZEEL	Buy	282.00 - 272.00	257.30	320.00	267.25	
19-04-07	SBI	Buy	1057.00 - 1035.00	1017.30	1124.00	1073.95	
19-04-07	BOC	Buy	142.00 - 135.00	128.60	160.00	137.35	
19-04-07	Parsvnath	Buy	302.00 - 198.00	289.30	325.00	303.65	
20-04-07	HDFC	Buy	1630.00 - 1600.00	1549.30	1825	1650.55	
20-04-07	Bharti Airtel	Buy	840.00 - 820.00	782.30	925.00	845.65	
20-04-07	Jet Airways	Buy	678.00 - 660.00	647.30	750.00	687.10	

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