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FOR PRIVATE CIRCULATION

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Index view

The markets on 9 May: Recover sharply from expected levels.

LOOKING AHEAD: The market has held the major level of 13650/4025 and ended well above previous closings of 13765/4077. As it recovered from lower levels it seems the market may hold the current rise if it trades above 13810/4090 or is able to close above it on a daily basis.

Expect momentum in telecom, construction and metal stocks as they have managed to survive in the current fall. Cement and banking stocks have revealed a trend of managing at lower levels. Due to quick reversal, they have shed open interest that may minimize the downside for the sectors.

We will review the technology sector during the day, as the rupee is quite volatile at current levels. This seems a sign of weaknesses (depreciating) from current levels. Our top pick in the tech pack is TCS.

Index range

NIFTY : 4079

Range : 4020-4090

Resistance : 4090-4105-4145-4190

Support : 4060-4050-4020-3980

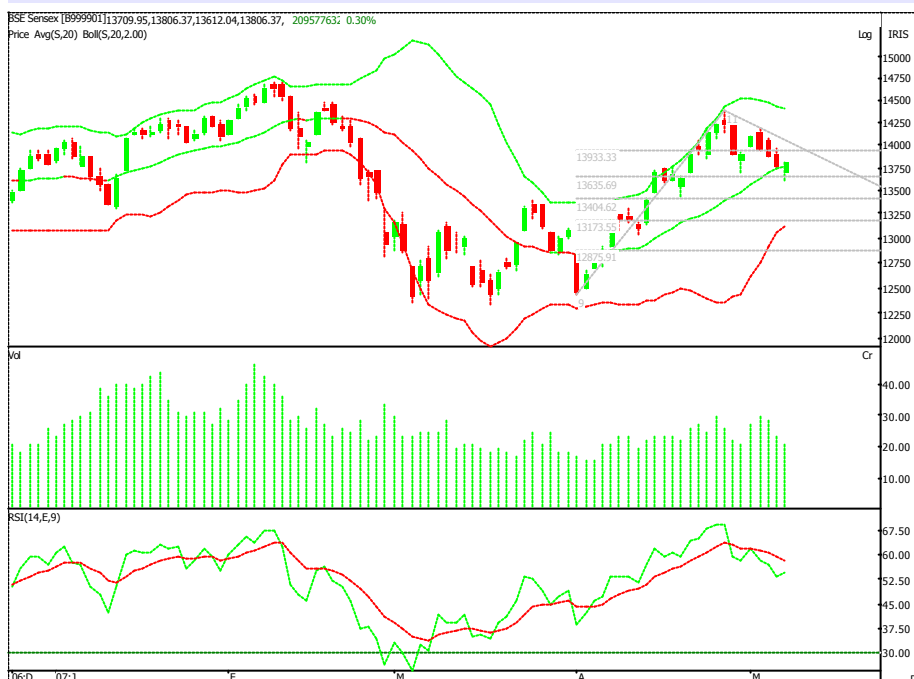
Sensex : 13782

Range : 13600-13865

Resistance : 13865-13955-13990-14190

Support : 13740-13600-13525-13425

BSE daily chart



Nifty Directional Trade (This particular strategy is for Nifty Futures only)

The put/call ratio is at 1.13 against the value of 1.17 for the previous day. It is a squaring up of open short positions in general terms. However, as call positions are rising we may term it a call writing out of money call options.

Again, the trend decider level is at 4098 for Nifty futures and sustenance above it may help to lift the overall sentiment of the market. Expect range bound trading between 4050 and 4150 levels. Buying is advisable near the lower band of the range.

Trading calls

Stock	Recommendation
SKF INDIA	Buy in the range of Rs.385 and 390. Target : Rs.450.00 Stop loss below Rs.365 is a must. CIs: Rs.385.00 (Delivery call)

These trading calls are based on cash but clients can trade in futures also with the support of the above mentioned prices.

Trading Tool

Stock	Extreme	Probable	Achievable	Closings	Achievable	Probable	Extreme	Final Stop Loss
NIFTY (MAY-F)	4046	4061	4073	4098	4123	4135	4155	4020
RELIANCE	1537	1556	1578	1598	1618	1640	1659	1575
SAIL	126.8	129.7	131.0	133.5	136.0	137.3	140.2	132
TISCO	541	547	555	562	569	577	583	550
HDFC	1531	1553	1572	1592	1612	1631	1653	1565
ONGC	874	885	898	909	920	933	944	890
HERO HONDA	673	682	691	700	709	718	727	670
BAJAJ AUTO	2466	2497	2532	2564	2596	2631	2662	2480
M&M	728	737	748	757	766	777	786	745
MARUTI	771	781	792	802	812	823	833	790
TELCO	695	704	714	723	732	742	751	713
REL CAPITAL	766	780	786	796	806	826	845	765
TECH MAHIND	1459	1485	1513	1544	1563	1603	1652	1535
TITAN	934	945	957	973	985	1010	1041	960
VSNL	434	439	445	451	457	463	483	452
PUNJ LLOYD	171	173	177	182	187	189	193	442
L&T	1608	1669	1693	1714	1735	1759	1820	1675
SBIN	1067	1094	1109	1123	1137	1152	1179	1065
PNB	463	484	494	509	524	534	555	178
HCL TECH	316	322	325	329	333	336	342	318
INFOSYS	1905	1941	1957	1981	2005	2021	2057	1975
SATYAM	436	444	447	453	459	462	470	448
TCS	1193	1215	1225	1240	1255	1265	1287	1225
WIPRO	529	539	543	550	557	561	571	540
ACC	842	858	864	875	886	893	908	870
GACL	113.5	115.0	118.0	121	124.0	125.6	128.5	117
GRASIM	2392	2437	2456	2487	2518	2537	2582	2450
BHEL	2355	2400	2419	2449	2479	2498	2543	2425
REL	500	510	514	520	526	530	540	500
NTPC	146.3	149.6	151.1	154	156.9	158.4	161.7	153
TATAPOWER	566	576	581	588	595	600	610	583

- Achievable** = which is achievable if the stock trades above or below the closing price. (Trade as per the trend of the market)
- Probable** = which is probably achievable if the stock trades above or below the closing price.
(If the prevailing trend of the market is in force)
- Extreme** = Here traders can go short (higher side) or long (lower side) with minimal stop loss.

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