

Cash Trading Portfolio

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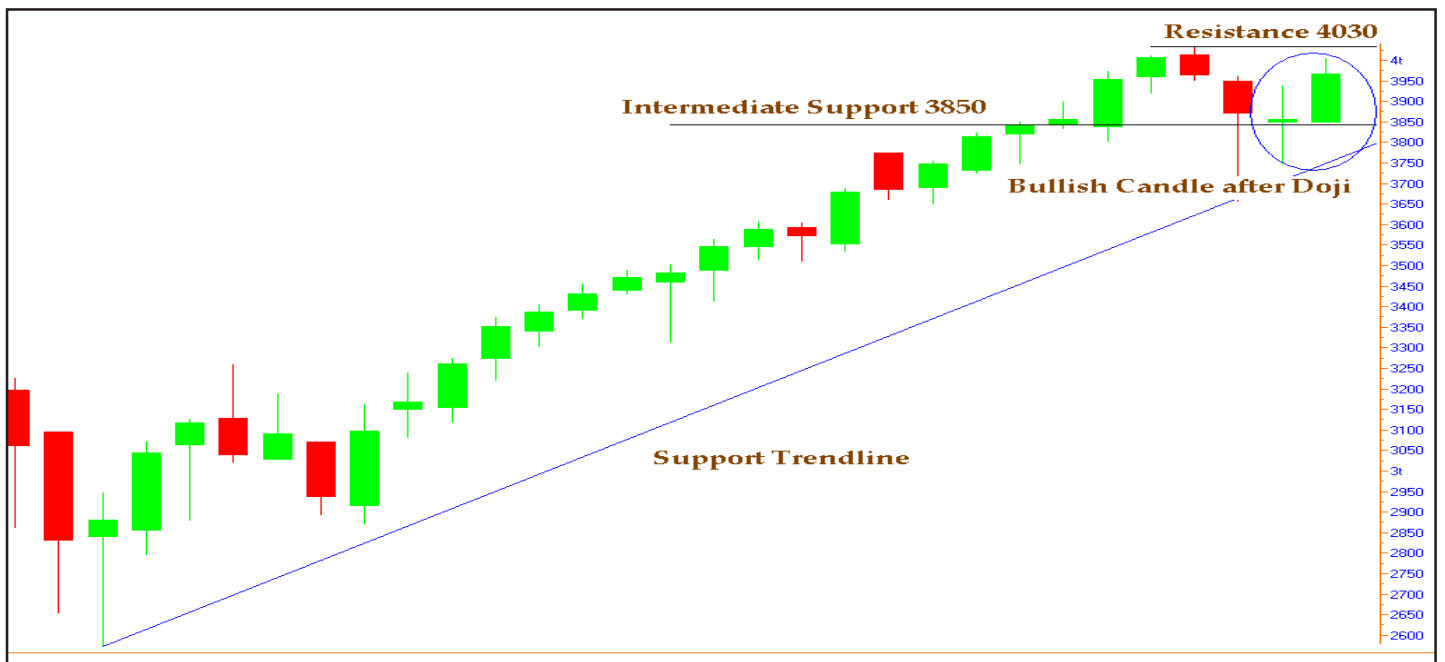
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F & O Trading Portfolio

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NIFTY FUTURES WEEKLY CHART



Nifty Futures Reading : Another lackluster trading session was seen in Nifty Futures with lower trading volumes ahead of long weekend. Nifty Futures tested previous day's bottom of 3965 near the closing session. On last 3 session's intraday chart, a large consolidation band of 30 points is visible in the range of 3990 – 3960. Such types of consolidation patterns are generally observed after the strong uptrend, such as current up-move of more than 250 points in Nifty Futures. The downward breakout of this consolidation band has retracement support levels at 3930 and 3908 and upward resistance is same as earlier mentioned level of 4030. The weekly chart is showing strong bullish candle after a 'Doji' formation suggesting and confirming the upward trend reversal. In the new year, as quarterly results start flowing, indices may show a positive follow-up of the expected numbers and fresh investment funds are expected to charge the market in a new zone above earlier high. Auto and Engineering stocks moved upwards in a narrow movement of Nifty Futures. Stocks from Cement Industry (ACC, Grasim, India Cement) and Financial Institutions (IDBI, IDFC, IFCI) are at the verge of upward breakout as uptrend in these stocks is supported by good trading volumes. The advance declines ratio in Nifty50 was 1:1 confirming the sideways movement and lack of trading interest. **If the uptrend is seen in Nifty Futures from 2nd Jan up to 4th / 5th Jan 2007 (Timing Cycle Day) with target of 4030 – 4070, a short-term corrective downtrend may be seen and if the present consolidation is continued then upward breakout may be seen on 4th / 5th Jan where buying zone in consolidation phase is between 3940 & 3900.**

Nifty Futures Trade	Levels	Stop Loss
Sell Nifty Futures	4010 - 4020	4030
Buy Nifty Futures	3950 - 3940	3930

Market Diary

2 January, 2007

RECOMMENDATIONS

Date	Stock	Reco	Reco. Price	Target	Closing Price	Stop Loss	MTM Profit / Loss	Remarks
28-Dec	ERA Cons	Buy	486.0	535.0	471.0	467.0	(3,086)	Hold
28-Dec	JP Associate	Buy	720.0	780.0	727.0	690.0	972	Hold
27-Dec	Kesoram Ind	Buy	538.0	580.0	547.0	510.0	1,673	Hold

FOLLOW-UP (DERIVATIVES OPEN POSITIONS)

DATE	DERIVATIVE	RECO	RECO PRICE	Lot Size	Closing / SQF. Price	TARGET	STOP LOSS	MTM Profit/Loss	REMARKS
29-Dec	ABB	Buy	3,655	100	3,740	3,850	3660*	8,500	Hold
29-Dec	SAIL	Buy	89	2,700	90	86	86	1,350	Hold
27-Dec	Bank Nifty	Buy	6,015	100	6,022	6,250	5,870	700	Hold
27-Dec	Bharti Tele	Buy	634	1,000	628	657	621	(6,000)	Hold
26-Dec	Hindalco	Buy	174	1,595	176	180	171	3,190	Hold
26-Dec	L&T	Buy	1,447	200	1,453	1,489	1,428	1,200	Hold
26-Dec	ITC	Buy	175	1,125	177	187	168	2,250	Hold

BTST

DATE	DERIVATIVE	RECO	RECO PRICE	Lot Size	Closing / SQF. Price	TARGET	STOP LOSS	MTM Profit/Loss	REMARKS
29-Dec	Cummins	Buy	278	1,900	279	285	274	1,900	Hold
29-Dec	Parsvnath	Buy	462	700	466	473	457	2,800	Hold

PAIR TRADE

DATE	DERIVATIVE	RECO	RECO PRICE	Lot Size	Closing / SQF. Price	TARGET	STOP LOSS	MTM Profit/Loss	REMARKS
22-Nov	IOB	Buy	116	5,900	112	NA	NA	(22,420)	Hold
	BOI	Sell	194	3,800	207	NA	NA	(49,400)	

INTRADAY PIVOT CALL

DATE	DERIVATIVE	RECO	RECO PRICE	Lot Size	Closing / SQF. Price	TARGET	STOP LOSS	MTM Profit/Loss	REMARKS
29-Dec	Mphasis BFL	Buy	295	1,600	301	301	292	9,600	Book Profits

* Revised



Market Diary

2 January, 2007

FOLLOW-UP (POSITIONS SQUARED OFF)

DATE	DERIVATIVE	RECO	RECO PRICE	Lot Size	Closing / SQF. Price	TARGET	STOP LOSS	MTM Profit/Loss	REMARKS
28-Dec	HPCL	Buy	277	1,300	282	288	272	6,500	Book profits
28-Dec	India Cement	Buy	236	1,450	236	238	230	870	Book profits
29-Dec	Grasim	Buy	2,796	175	2,800	2,890	2,740	700	Trailing SL Hit
29-Dec	M&M	Buy	898	625	914	934	904*	10,000	Book Profits
26-Dec	Indian Hotels	Buy	151	1,750	156	160	147	9,450	Book Profits
26-Dec	Punj Lloyd	Buy	1,001	300	1,048	1,048	980	14,100	Target Achieved
22-Dec	Mphasis	Buy	293	1,600	308	332	278	24,000	Book Profits

* Revised



Market Diary

2 January, 2007

MOST DAILY – FRIDAY, 29 DECEMBER 2006 : The markets ended in negative territory on last trading session of the year, marking a dull finish to a whole year of gains. After starting off with a flyer the key indices traded in a range bound, however it lost ground towards the end slipping in red. Finally, the BSE benchmark Sensex slipped 59 points to close at 13786 and Nifty was down 4 points to close at 3966.

FMCG stocks witnessed profit booking. Index heavy weight HLL dropped 2% to Rs216, Tata Tea was down 1% to Rs720, ITC slipped 1% to Rs176 and Colgate lost 1% to Rs387.

Telecom stocks were a mixed bag. VSNL surged nearly 5% to Rs425. However, Reliance Communication dropped 1% to Rs472; MTNL was down 2% to Rs142 and Bharti Airtel edged lower 0.2% to Rs629.

Capital Good stocks are trading with gains. Siemens surged 2% to Rs1136, L&T edged higher by 1% to Rs1445 and Punj Lloyd added 1% to Rs1033.

Mid-Cap Technology stocks recorded smart gains. Mphasis BFL surged over 7% to Rs305, Polaris advanced over 5% to Rs172, Mastek was up 4% to Rs370.

Power stocks ended with bright gains. Tata Power edged higher 1% to Rs559, Suzlon gained 1% to Rs1306.

DAILY MARKET

	SENSEX	NSE-50
Closing	13787	3966
Absolute Change	(59)	(4)
Turnover (Rs.Crs.)	4001	7556
% Change	5	24
Last 3 Runs (Days)	-2, +4, -2	-2, +4, -2
Last 3 Runs (Points)	-73, +519, -391	-8, +159, -113

	SENSEX	NSE-50
Shares Traded	2696	975
Advances %	52	51
Declines %	45	46
Unchanged %	3	3
SMAs and Prices % above/below		
10 Days	13613 / 1	3902 / 2
200 Days	11800 / 17	3446 / 15

Date	Sensex	Diff.	FII Investment							Net FII	MF (Buy-Sell)
			Cash (Buy-Sell)	Index Future			Stock Future				
				Buy	Sell	OI#	Buy	Sell	OI#		
21-Dec	13384.86	45	264.80	2,506	2807.20	11,832	1,262.01	1,210	15679.08	16	236.22
22-Dec	13471.74	87	8.20	2,910	2787.29	12,871	1,811.65	1,695	15722.67	248	347.90
26-Dec	13708.34	237	(153.00)	3,481	2884.21	13,077	2,384.94	2,285	15891.81	544	336.36
27-Dec	13859.69	151	(368.20)	3,131	3098.94	13,350	3,225.48	2,813	15807.75	77	391.48
28-Dec	13846.34	(13)	(1,049.70)	1,951	2182.64	10,515	3,953.13	3,632	12593.01	(960)	677.10

Open Interest



Trading Portfolio: Cash

2 January, 2007

Cash Trading Portfolio as on 29- DEC 06

Name of the Stock	C/F Reco Date	Buy/Sell	C/f Price	Original No of shares	Wgt%	Current Price	MTM	First Reco Price
Amar Remedies	26-Dec-06	BUY	57.0	1315	10	57.0	0	76
Helios Matheson	26-Dec-06	BUY	137.0	454	10	137.0	0	220
STC	26-Dec-06	BUY	149.0	574	10	149.0	0	184
Gujarat Alkalies	26-Dec-06	BUY	146.0	575	10	152.0	3450	216
Morarjee Realty	26-Dec-06	BUY	612.0	175	10	607.0	-875	570
Dena Bank	26-Dec-06	BUY	37.0	2860	10	37.0	0	35
Cash					40			
Total					100		2575	

Profit/Loss - Cash Market

Name of the Stock	Reco Date	Buy/Sell	Reco Price	Wgt%	No of shares	Booked Price	Profit Booked	Reco Price	Profit Booked Date
Past 12 Months Profit							852932		
Total							852932		



Trading Portfolio: F & O

2 January, 2007

F & O Trading Portfolio as on 29- DEC 2006

Name of the Stock	C/f from April	Buy /Sell	C/f Price	Lot Size	33 % Margin	CMP	MTM	Rank	Reco Price
HPCL	28-Dec-06	BUY	275.0	1300	119167	280.0	6500	1	313.0
Syndicate Bank	28-Dec-06	BUY	75.0	7600	190000	76.0	7600	2	93.0
Dr. Reddy	28-Dec-06	BUY	800.0	400	106667	814.0	5600	3	740.0
Ultratech	29-Dec-06	BUY	1078.0	200	71867	1110.0	6400	4	1078.0
JP Associates	29-Dec-06	BUY	714.0	300	71400	731.0	5100	5	714.0
Total					559100		31200		

Profit/Loss - Derivatives

Name of the Stock	Reco Date	BUY/ SELL	C/f Price	Lot size	33 % Margin	Booked Price	Profit	Profit Booked Date	Reco Price
Past 12 Months Profit					10344895		1556483		
Total					10344895		1556483		



Pivot Point

2 January, 2007

Co. Name	Close	Low	S2	S1	PP	R1	R2	High
Nifty	3,966	3,962	3,944	3,955	3,973	3,985	4,003	3,992
Sensex	13,787	13,770	13,670	13,728	13,829	13,887	13,988	13,929
ABB	3,712	3,590	3,524	3,618	3,684	3,778	3,844	3,750
ACC	1,086	1,072	1,059	1,072	1,086	1,099	1,112	1,099
BAJAJAUTO	2,619	2,602	2,579	2,599	2,622	2,642	2,665	2,645
BHARTIARTL	629	626	620	624	631	635	641	637
BHEL	2,298	2,293	2,265	2,281	2,309	2,326	2,354	2,337
BPCL	337	335	331	334	338	341	346	343
CIPLA	251	249	246	248	252	254	257	255
DABUR	147	146	144	146	147	149	150	149
DRREDDY	811	801	796	803	809	816	822	814
GACL	141	141	139	140	142	144	146	145
GAIL	262	260	257	259	262	264	267	265
GLAXOPHARMA	1,164	1,152	1,134	1,149	1,167	1,182	1,200	1,185
GRASIM	2,789	2,776	2,749	2,769	2,797	2,817	2,844	2,824
HCLTECH	649	625	610	629	645	664	679	660
HDFC	1,625	1,620	1,602	1,613	1,632	1,643	1,662	1,650
HDFCBANK	1,070	1,066	1,045	1,058	1,078	1,090	1,110	1,098
HEROHONDA	762	759	750	756	765	771	780	774
HINDALCO	174	174	172	173	175	176	178	177
HLL	217	216	212	214	218	220	224	221
HPCL	278	277	274	276	279	281	283	281
ICICIBANK	890	885	870	880	895	905	920	910
INFOSYS	2,241	2,228	2,208	2,224	2,245	2,261	2,282	2,265
IPCL	288	286	285	287	288	290	291	289
ITC	176	175	172	174	177	178	181	179
JETAIRWAYS	615	605	599	607	613	621	626	619
LNT	1,443	1,439	1,432	1,437	1,445	1,450	1,458	1,452
MARUTI	927	925	920	924	929	933	938	934
MNM	906	876	863	885	897	919	931	910
MTNL	143	142	139	141	144	146	149	147
NALCO	214	211	210	212	213	216	217	215
OBC	227	225	220	223	229	232	238	234
ONGC	870	866	857	863	873	879	889	882
PNB	507	505	496	501	511	516	526	520
RANBAXY	392	391	385	389	394	398	403	400



Pivot Point

2January, 2007

Co. Name	Close	Low	S2	S1	PP	R1	R2	High
RCOM	471	468	460	465	474	480	489	483
REL	520	519	513	517	522	525	530	527
RIL	1,270	1,265	1,252	1,261	1,275	1,284	1,298	1,288
SAIL	89	86	84	87	88	91	92	90
SATYAM	484	483	476	480	487	490	497	493
SBI	1,246	1,237	1,228	1,237	1,246	1,255	1,264	1,255
SIEMENS	1,134	1,121	1,108	1,121	1,134	1,147	1,160	1,147
SUNPHARMA	979	967	956	968	978	989	999	988
SUZLON	1,304	1,301	1,290	1,297	1,308	1,315	1,326	1,319
TATAMOTORS	900	890	877	889	901	913	925	914
TATAPOWER	560	556	548	554	562	568	576	570
TATASTL	482	477	473	478	481	486	489	485
TCS	1,219	1,210	1,203	1,211	1,218	1,226	1,233	1,225
VSNL	424	408	401	413	420	431	439	427
WIPRO	605	602	595	600	607	612	619	614
ZEE	293	289	286	290	293	296	299	296

Pivot Point: Intra- Day Trading tool.

PP : Pivot Point : This is trigger point for Intra Day buy/sell based on the price range of the previous day.

R1 : Resistance one : 1st Resistance over PP.

R2 : Resistance two : 2nd Resistance over R1.

S1 : Support one : 1st support after PP.

S2 : Support Two : 2nd support after S1.

As per the tool, the trader should take BUY position just above PP and keep the stop loss of PP and the first target would be R1. If R1 is crossed then R2 becomes the next target with the stop loss at R1.

Similarly if price goes below PP the trader should SELL and keep the PP as Stop loss and the first target would be S1.

If S1 is crossed then S2 becomes the next target with the stop loss at S1.

This is an intra-day tool. The key to use of this tool is the use of STOP LOSS.

Intra-Day Trading : In general people on the street want to make big bucks overnight and resort to day trading. Day trading is like fighting a battle and to win a battle you need to be equipped with the winning tools. Here we present some of the rules one must adhere to win or to survive.

- Determine the amount one can afford losing in a day.
- Do not bet entire amount on a single trade. Divide the amount you can lose in few equal numbers of trades.
- Stop trading for the day if you have lost the entire amount you allocated for the day.
- Keep reasonable profit to loss ratio. Profit expected from the trade must be higher than the amount you are ready to lose on the trade. The ratio of 1.5 to 2 is advisable. Do not enter the trade if this condition is not satisfied.
- Always trade with the trend. Never enter into a trade which is against the larger trend. Avoid trading for the minor pullback or correction.
- Keep reasonable stop loss levels and follow them very strictly.
- Never let a profit turn into losses, means keep trailing stop loss.
- Do not get emotional with the fundamentals in day trading.

The recommendations given in the MD are totally based upon science of Technical Analysis. At the time of recommendation (Buy/Sell) fundamental aspects of the stocks are not given high weightage but stocks with good fundamental background are short-listed for analysis. In technical the entry and exit levels are very important. When a stock is recommended to buy/sell above/below some price levels it should be bought/sold only on the penetration of that price level. Similarly the rule of stop loss must be strictly followed. In the situation of stop loss getting hit one should not reverse the position and wait for further guidance. We anticipate the given target would be achieved within a period of one to two weeks.

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