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FOR PRIVATE CIRCULATION

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Index view

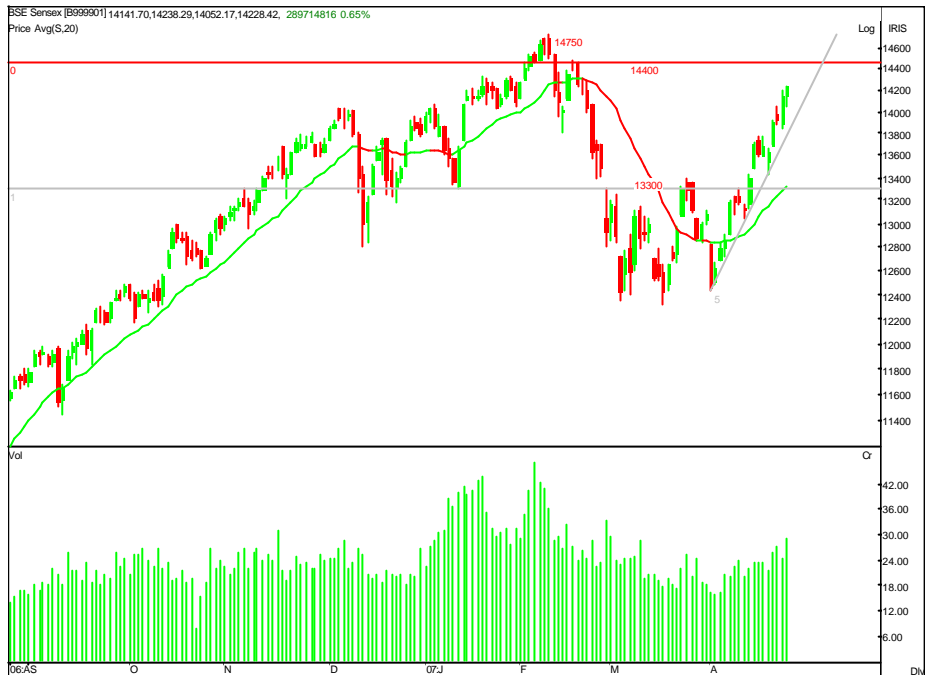
The markets on 26 Apr: Fail at higher levels.

LOOKING AHEAD: It was expected that the market might halt at higher levels, as it was far away from recent bottoms. The move was ahead of the major event of the interest rate meeting of Bank of Japan.

The market has its next major support in the range of 14100/4135. If the market sustains below these levels, which is more likely, then we may expect a continuation of weaknesses and may even see the levels of 13900/4080.

Continuation on the higher side seems difficult. However, if the market remains above it then we may see the levels of 14450/500.

BSE daily chart



Index range

NIFTY : 4177
Range : 4135-4220
Resistance : 4195-4220-4245-4290
Support : 4155-4135-4115-4080

Sensex : 14229
Range : 14100-14380
Resistance : 14280-14380-14480-14780
Support : 14100-14000-13900-13800

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

The Nifty futures opened up with a gap of nearly 30 points at the major resistance of 4195. It rallied to the levels of 4229. However, the indices failed to sustain at higher levels as they were far away from their recent bottom of 4040. The put-call ratio was at 1.27. We may consider Friday's figures of put-call ratio to arrive at any strategy for Nifty futures based on the put-call ratio.

The Nifty has its trend decider level at 4160 and if it remains below it then we may expect further weaknesses. We will search for an opportunity to sell short Nifty futures around 4195 levels. Else, we can sell Nifty futures short below 4140 levels with a stop loss above 4166 and continue to hold if it remains below 4110 with a minimum target of 4090.00.

Trading calls

Stock	Recommendation
JSWSL	Accumulate between Rs.570-580. Target: Rs.640.00 (delivery call between specified range)

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

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