

DEC 29, 2009

MARKET WATCH

NSE Nifty [N59901] 4983.65, 5197.35, 4943.95, 5178.40, 2459821056 3.82%
Price



Market Activity

24-Dec	Close	Points	%
BSE	17360	129	0.75
NSE	5178	33	0.66
BSE-AUTO	7356	108	1.50
BSE-METAL	17333	242	1.42
BSE-HC	5109	1	0.03
BSE-TECK	5264	0	0.00

Nifty Intern. Levels	Nifty Intraday Supports	Nifty Intraday Resistance
5180 (UP)	5130	5180
4740 (DOWN)	5050	5240

Sensex	Support	Resistance
17231	16800	17550

TECHNICAL VIEW

NIFTY WATCH

Nifty opened positive and remained range bound for the initial half of the session but gave a breakout of the established intraday range towards the end of the day and ended off its day's high at 5178 adding 33 points to its value. The market breadth was in the favour of bulls at almost 4:3. All the sectoral indices gave a positive close, amongst them the BSE Auto and Metal indices outperformed the broader market.

Nifty opened positive and traded in a narrow range for a few hours but surged higher towards the latter half of the session and ended the day with a gain of 33 points at 5178. It tested the earlier swing high of 5182 and surged marginally beyond it to register a strong weekly close. With the anticipated retest of 5182 level now in place, sustenance beyond 5182 is now awaited for further upsides. The range of 5100 to 5130 would now serve as a support for Nifty for immediate term. As long as Nifty sustains above 5100 the recent uptrend would remain intact. A breach of 5100 would bring in further correction, in which case it may come down to 5070 and below that 5040 is possible. These are support offered by Fibonacci retracement levels for the recent rise from 4943 to 5197. The level of 4930 has emerged as a strong support for Nifty for next few days. On the higher side if Nifty manages to sustain above the resistance of 5182; only then we may see further upsides till 5275 and beyond that the level of 5330 is also a possibility. Heightened optimism may even help the index in scaling up to the level of 5427 in next few sessions. Any such upside may be accompanied by an increased participation by Mid-Cap and Small-cap stocks. Such a rise would complete a "Rising Wedge" pattern on the weekly chart and if the pattern we are anticipating is correct; then it would warrant profit booking and staying on the sidelines near the most probable target range indicated above as a completion of such a pattern is followed by a corrective trend. The 49 Day "Time Cycle" that we have been following since past few months; points out to the first half of the month of January' 10 as a crucial turning point. Intraday support levels for Tuesday's trade are placed at 5138 and below that at 5100. If Nifty manages to sustain above the resistance level of 5182 then it may test 5209 and beyond that it may scale up to 5217.

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TECHNICAL CALLS

Sr. No	Date	Action	Company	Reco. Price	Stop loss	Target 1	Target 2	CMP	Remarks
1	3-Dec-09	Buy	Tricom Ltd	17.5	15	19.6	22	16.6	
2	4-Dec-09	Buy	Hexaware	100	89	112	120	95.7	
3	10-Dec-09	Sell	GVK Power	49	53.1	44	41	47.55	
4	16-Dec-09	Sell	JP Associates	146.6	160	136.6	126.6	144.3	*Bonus Adjusted
5	23-Dec-09	Buy	Praj Indsutries	97.75	89	107	115	103.05	
6	23-Dec-09	Buy	Bhel	2308	2200	2400	2500	2369.4	Full Profit booked at 2392.
7	23-Dec-09	Buy	Moser Baer	82.7	79.5	86	90	83.1	
8	23-Dec-09	Buy	RILL	906	800	1000	1100	912.5	
9	23-Dec-09	Buy	Videocon	225	215	235	245	224.4	
10	23-Dec-09	Buy	JP Hydro	75.9	72.2	80	83.5	74.4	
11	24-Dec-09	Buy	Fortis	127-124	114.2	145	156	128.4	
12	24-Dec-09	Buy	Ackruti	580	540	620	660	568.75	
13	24-Dec-09	Buy	Dredging Corp	527	496	560	620	529.2	
14	24-Dec-09	Buy	MSK Projects	106	97.8	116	121	103.5	
				Open Positions Buy 11 & Sell 2					

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Technical Model Portfolio

Buy Calls

S.No.	Date	Scrip	Quantity	Buy Rate	Stop Loss	Investment	Last Price	Return(Rs.)	Return(%)
1	3-Dec-09	Tricom Ltd	42299	17.5	15	740232.5	16.6	-38069	-5.14%
2	4-Dec-09	Hexaware	9613	100	89	961300	95.7	-41336	-4.30%
3	23-Dec-09	Praj Indus	12085	97.75	89	1181308.75	103.05	64051	5.42%
4	23-Dec-09	Moser Baer	33046	82.7	79.5	2732904.2	83.1	13218	0.48%
5	23-Dec-09	RIL	998	906	800	904188	912.5	6487	0.72%
6	23-Dec-09	Videocon	10575	225	215	2379375	224.4	-6345	-0.27%
7	23-Dec-09	JP Hydro	28581	75.9	72.9	2169297.9	74.4	-42872	-1.98%
8	24-Dec-09	Fortis	8262	127	114.2	1049274	128.4	11567	1.10%
9	24-Dec-09	Ackruti	2644	580	540	1533520	568.75	-29745	-1.94%
10	24-Dec-09	Dredging Corp	3411	526	496	1794186	529.2	10915	0.61%
11	24-Dec-09	MSK Project	12896	106	97.8	1366976	103.5	-32240	-2.36%
		Total				16812562		-84369	-0.50%

Sell Calls

S.No.	Date	Scrip	Quantity	Sell Rate	Stop Loss	Investment	Last Price	Return(Rs.)	Return(%)
1	10-Dec-09	GVK Power	23750	49	53.1	349125	47.55	34438	9.86%
2	16-Dec-09	JP Associate	7875	146.6	160	346342.5	144.3	18112	5.23%
		Total				695468		52550	7.56%

Model Portfolio Performance

Initial Capital	10000000
P/L (Booked Profit)	13461647
Invested Capital	17508030
Balance Capital	5953617
Unrealised Profit	-31819
Total Profit(MTM)	13429828

Comparison	Return	2-Jun-08	Current
Portfolio	134.30%	10000000	23429828
Nifty	9.25%	4739.60	5178.00
BSE Midcap	1.70%	6530.00	6641.00
Sensex	7.74%	16063.18	17306.00
BSE Small Cap	2.02%	7959.51	8120.00

Model Portfolio criteria:

- Portfolio was started with Capital of Rs 1 crore.
- Stocks will be bought based on better risk reward ratio.
- Each stock will have equal risk weightage in the portfolio.
- Calls with more than 8% return should be added to portfolio.
- Maximum number of stock will be limited to 20.
- Maximum value at risk will be limited to 10%
- Portfolio starting from 2nd June, 2008

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PIVOT POINTS

Scrip	LTP	R3	R2	R1	Pivot	S1	S2	S3
Sensex	17360.61	17755.33	17539.73	17450.17	17324.13	17234.57	17108.53	16892.93
Nifty	5178.4	5306.15	5237.30	5207.85	5168.45	5139.00	5099.60	5030.75
ACC	859.7	889.47	875.67	867.68	861.87	853.88	848.07	834.27
Bharti	321.15	348.38	336.18	328.67	323.98	316.47	311.78	299.58
BHEL	2369.4	2450.93	2411.13	2390.27	2371.33	2350.47	2331.53	2291.73
Century tex	507.7	531.65	518.20	512.95	504.75	499.50	491.30	477.85
GMR Infra	67.3	71.82	69.77	68.53	67.72	66.48	65.67	63.62
ICICI brk	864.9	897.73	880.83	872.87	863.93	855.97	847.03	830.13
Infosys	2591.8	2663.68	2623.83	2607.82	2583.98	2567.97	2544.13	2504.28
LNT	1682.25	1738.52	1706.62	1694.43	1674.72	1662.53	1642.82	1610.92
MNM	1064.95	1111.98	1084.98	1074.97	1057.98	1047.97	1030.98	1003.98
Maruti	1565.95	1609.48	1586.58	1576.27	1563.68	1553.37	1540.78	1517.88
RELIANCE	1076.3	1123.72	1098.27	1087.28	1072.82	1061.83	1047.37	1021.92
ROOM	174.7	183.03	179.03	176.87	175.03	172.87	171.03	167.03
REL Energy	1102.65	1173.40	1133.85	1118.25	1094.30	1078.70	1054.75	1015.20
REL Cap	851.4	885.38	868.23	859.82	851.08	842.67	833.93	816.78
SBI	2219.05	2285.93	2252.18	2235.62	2218.43	2201.87	2184.68	2150.93
Suzlon	88.2	93.40	90.80	89.50	88.20	86.90	85.60	83.00
TCS	749.3	781.02	765.07	757.18	749.12	741.23	733.17	717.22
Tata Motors	779.8	853.25	812.40	796.10	771.55	755.25	730.70	689.85
Tata Steel	615.6	651.35	631.00	623.30	610.65	602.95	590.30	569.95
ZEE tele	265.15	273.63	269.68	267.42	265.73	263.47	261.78	257.83

Pivot Point: Intra- Day trading tool applying stoploss based on NSE prices.

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

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 Pivot Point and keep the stop loss of S1 and the first target would be R1. If R1 is crossed then R2 becomes the next target with the stop loss at Pivot point.

Similarly if price goes below Pivot Point the trader should SELL and keep the R1 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 Pivot point.