

June 16, 2006

FOR PRIVATE CIRCULATION

Shrikant Chouhan
shrikant.chouhan@kotak.com
+9122 66341439

Index view

The markets on 15 June: Spectacular rally of 600 points

LOOKING AHEAD: The market has finally broken a strong falling trend line at 9430 and ended above it on a daily closing basis. It has demonstrated bullish signals on a daily chart supported by a number of major oscillators. On Thursday, it broke a number of major resistances before closing at 9550/2800 but the true test of the market will be at 9860/2878. A breach of the 9860/2880 mark will shift the medium-term trend of the market upward. Till it reaches 9850/2880 it might be advisable to reduce weak long positions between 9750 and 9800 (2850 and 2880 Nifty). Any decline to and sustenance above 2745 may offer short-term buying opportunity to day/intra-day traders.

Index range

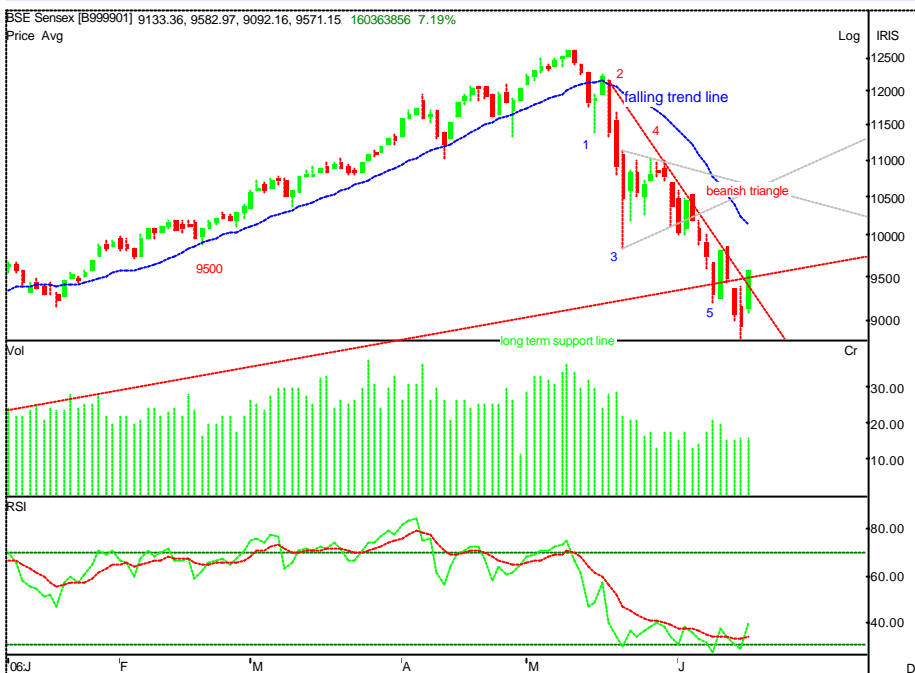
NIFTY : 2798

Range : 2700-2880
Resistance : 2819-2845-2880-2930
Support : 2770-2745-2702-2675

Sensex : 9545

Range : 8800-9385
Resistance : 8985-9070-9170-9270
Support : 9470-9385-9279-9205

BSE daily chart



Trading calls

Stock	Recommendation
-------	----------------

NIL

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 (June-F)	2754	2768	2776	2793	2810	2818	2832	2665
RELIANCE	861	872	884	895	906	918	929	843
SAIL	62.7	64.1	64.7	66	67.3	67.9	69.3	62
TISCO	398	403	409	414	419	425	430	377
HDFC	1020	1034	1047	1060	1073	1086	1100	962
ONGC	992	1004	1018	1031	1044	1058	1070	940
HERO HONDA	674	683	692	701	710	719	728	637
BAJAJ AUTO	2420	2450	2485	2516	2547	2582	2612	2305
M&M	531	538	545	552	559	566	573	504
MARUTI	689	697	707	716	725	735	743	670
TELCO	668	677	686	695	704	713	722	650
REL CAPITAL	370	377	380	385	390	400	409	320
SRF	151	154	157	160	162	166	171	136
TITAN	543	550	557	566	573	588	606	546
VSNL	322	326	331	335	339	344	348	301
BOB	189	194	197	199	201	204	209	190
OBC	150	154	156	158	160	162	166	151
SBIN	733	752	762	772	782	792	811	715
PNB	287	299	306	315	324	331	343	300
HCL TECH	411	418	422	427	432	436	443	395
INFOSYS	2623	2672	2693	2727	2761	2782	2831	2450
SATYAM	592	604	608	616	624	628	640	560
TCS	1492	1520	1532	1551	1570	1582	1610	1455
WIPRO	404	412	415	420	425	428	436	383
ACC	709	722	728	737	746	752	765	677
GACL	86.3	87.4	89.7	91.95	94.2	95.4	97.6	83.3
GRASIM	709	722	728	737	746	752	765	1577
BHEL	1766	1799	1813	1836	1859	1873	1906	1530
REL	4179	4258	4291	4345	4399	4432	4511	396
NTPC	100.3	102.6	103.6	105.6	107.6	108.6	110.9	100
TATAPOWER	415	422	426	431	436	440	447	390

- 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.

Research Team

Name	Sector	Tel No	E-mail id
Jay Prakash Sinha	Economy, Banking, FMCG, Agro-Industry	+91 22 6634 1207	jay.sinha@kotak.com
Dipen Shah	IT, Media, Telecom	+91 22 6634 1376	dipen.shah@kotak.com
Sanjeev Zarbade	Capital Goods, Engineering	+91 22 6634 1258	sanjeev.zarbade@kotak.com
Teena Virmani	Construction, Mid Cap, Power	+91 22 6634 1237	teena.virmani@kotak.com
Awadhesh Garg	Pharmaceuticals	+91 22 6634 1406	awadhesh.garg@kotak.com
Apurva Doshi	Logistics, Textiles, Mid Cap	+91 22 6634 1366	doshi.apurva@kotak.com
Saurabh Gurnurkar	IT, Media, Telecom	+91 22 6634 1273	saurabh.gurnurkar@kotak.com
Vinay Goenka	Auto, Auto Ancillary, Sugar	+91 22 6634 1291	vinay.goenka@kotak.com
Shrikant Chouhan	Technical analyst	+91 22 6634 1439	shrikant.chouhan@kotak.com
Kaustav Ray	Editor	+91 22 6634 1223	kaustav.ray@kotak.com
K. Kathirvelu	Production	+91 22 6634 1557	k.kathirvelu@kotak.com

Disclaimer

This document is not for public distribution and has been furnished to you solely for your information and must not be reproduced or redistributed to any other person. Persons into whose possession this document may come are required to observe these restrictions.

This material is for the personal information of the authorized recipient, and we are not soliciting any action based upon it. This report is not to be construed as an offer to sell or the solicitation of an offer to buy any security in any jurisdiction where such an offer or solicitation would be illegal. It is for the general information of clients of Kotak Securities Ltd. It does not constitute a personal recommendation or take into account the particular investment objectives, financial situations, or needs of individual clients.

We have reviewed the report, and in so far as it includes current or historical information, it is believed to be reliable though its accuracy or completeness cannot be guaranteed. Neither Kotak Securities Limited, nor any person connected with it, accepts any liability arising from the use of this document. The recipients of this material should rely on their own investigations and take their own professional advice. Price and value of the investments referred to in this material may go up or down. Past performance is not a guide for future performance. Certain transactions -including those involving futures, options and other derivatives as well as non-investment grade securities - involve substantial risk and are not suitable for all investors. Reports based on technical analysis centers on studying charts of a stock's price movement and trading volume, as opposed to focusing on a company's fundamentals and as such, may not match with a report on a company's fundamentals.

Opinions expressed are our current opinions as of the date appearing on this material only. While we endeavor to update on a reasonable basis the information discussed in this material, there may be regulatory, compliance, or other reasons that prevent us from doing so. Prospective investors and others are cautioned that any forward-looking statements are not predictions and may be subject to change without notice. Our proprietary trading and investment businesses may make investment decisions that are inconsistent with the recommendations expressed herein.

Kotak Securities Limited has two independent equity research groups: Institutional Equities and Private Client Group. This report has been prepared by the Private Client Group. The views and opinions expressed in this document may or may not match or may be contrary with the views, estimates, rating, target price of the Institutional Equities Research Group of Kotak Securities Limited.

We and our affiliates, officers, directors, and employees world wide may: (a) from time to time, have long or short positions in, and buy or sell the securities thereof, of company (ies) mentioned herein or (b) be engaged in any other transaction involving such securities and earn brokerage or other compensation or act as a market maker in the financial instruments of the company (ies) discussed herein or act as advisor or lender / borrower to such company (ies) or have other potential conflict of interest with respect to any recommendation and related information and opinions.

The analyst for this report certifies that all of the views expressed in this report accurately reflect his or her personal views about the subject company or companies and its or their securities, and no part of his or her compensation was, is or will be, directly or indirectly related to specific recommendations or views expressed in this report.

No part of this material may be duplicated in any form and/or redistributed without Kotak Securities' prior written consent.