








## TIDE IS ABOUT TO TURN

Global equity and commodity markets have shown signs of fatigue and are off anywhere between 5 to 10% from their recent peaks. Indian markets outperformed all major global indices in this holiday shortened week. Banking and IT lead from the front.

Economic data coming out of US does not give hope of a sustained recovery in consumer spending and that implies that the economic growth will be slow to develop. U.S. job losses unexpectedly accelerated last month and the unemployment rate reached the highest level since 1983.

Our markets are expected to open lower with a gap on Monday. Our recent out performance makes us all the more worried, on how our indices will fare while the tide turns.

## INDEX

	<b>WEEKLY NEWS</b>		<b>TECHNICAL TALK</b>
	2		11
	<b>WEEKLY EVENTS</b>		<b>SUPPORT RESISTANCE</b>
	3		14
	<b>MARKET AT A GLANCE</b>		<b>FUNDAMENTAL CHECK</b>
	4		15
	<b>DERIVATIVE SUMMER</b>		
	6		

## Economy News

**Inflation back in positive zone, rises to 0.83% on October 01, 2009**

A sharp rise in food prices, vegetables in particular, pushed inflation higher to 0.83 per cent as of September 19 and analysts expect the rate of price rise to cross seven per cent by this fiscal end. Inflation was at 0.37 per cent in the previous week.

## Corporate News

**Bajaj Auto sales rise 14% in September**

Bajaj Auto's newly launched 100cc motorcycle Discover DTS-Si has turned around the sales curve of the company, with the Pune-based two-wheeler firm logging its highest monthly sales in over 22 months.

**Mega power policy drops privatisation clause**

Prime Minister Manmohan Singh on Thursday approved significant changes to the Centre's 'mega power' projects policy introduced in 1995. According to policy changes, privatisation of the distribution network is no longer imperative for mega power projects.

**Parsvnath raises Rs 225 crore through stake sale in projects**

Realty major Parsvnath Developers is understood to have raised Rs 225 crore through equity sale of two of its projects to private equity investors and plans to utilise the funds to reduce its Rs 1,600-crore debt and meet construction costs.

**Videocon to buy stake in Elcoteq for \$72 m**

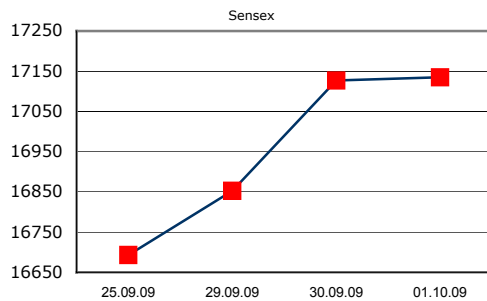
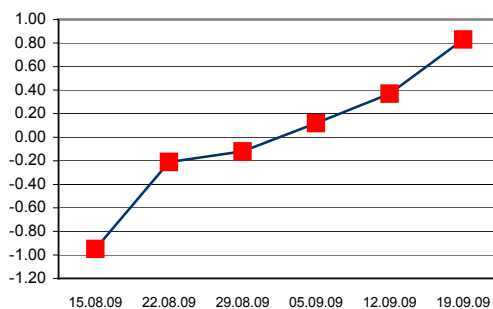
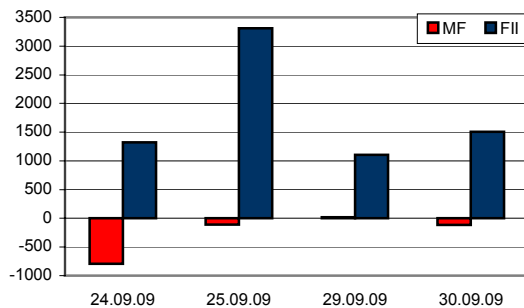
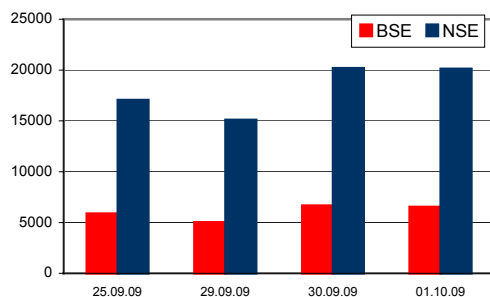
Finnish electronics firm Elcoteq said on Friday that it has reached a preliminary agreement with Videocon Industries for the Indian company to buy an equity stake in it for about \$72 million (Rs 345 crore/e50 million).

**Wipro GE to integrate operations**

The Indian arm of the \$17-billion GE Healthcare is bringing all its remaining stand-alone businesses and manufacturing units under the umbrella of its 19-year JV with Wipro Ltd making Wipro sole distributor and exclusive vehicle for GE Healthcare's activities in India.

**ABG Shipyard and Bharati Shipyard** which are battling to gain control of oil drilling company Great Offshore, have opened another front in Chennai to buy a controlling stake in Tebma Shipyards that could boost their ability to build ships for navy.

Date	Country	Event	Consensus	Previous
05/10/2009	USA	ISM Non-Manf. Composite (SEP)	50	48.4
07/10/2009	USA	ABC Consumer Confidence (5 Oct)	- -	-46
	EUROPE	Euro-Zone GDP s.a. (YoY) (2Q F)	-4.70%	-4.70%
	USA	MBA Mortgage Applications (3 Oct)	- -	-2.80%
08/10/2009	INDIA	Wholesale Price Index YoY (26 Sep)	- -	0.83%
	UK	BOE ANNOUNCES RATES (8 Oct)	0.50%	0.50%
	EUROPE	ECB Announces Interest Rates (8 Oct)	1.00%	1.00%
	USA	Initial Jobless Claims (4 Oct)	540K	551K
	USA	Continuing Claims (27 Sep)	6120K	6090K
	USA	Wholesale Inventories (AUG)	-1.00%	-1.40%
09/10/2009	USA	Trade Balance (AUG)	-\$33.0B	-\$32.0B

**Sensex**

**Inflation (%)**

**Rs.Cr.**
**Mf/Fii-Net Equity Flow**

**Rs.Cr.**
**Bse/Nse Turnover**

**MARKET INDICATORS**

Indices	01.10.09	25.09.09	Chg (Pts)	%Chg
<b>NIFTY</b>	5083.40	4958.95	124.45	2.51
<b>SENSEX</b>	17134.55	16693.00	441.55	2.65
<b>BSEMIDCAP</b>	6302.01	6226.93	75.08	1.21
<b>BSESMCAP</b>	7587.18	7450.25	136.93	1.84
<b>BSE-100</b>	8941.42	8739.21	202.21	2.31
<b>BSE-200</b>	2096.63	2051.07	45.56	2.22
<b>BSE-500</b>	6556.29	6418.96	137.33	2.14
<b>BSE IPO</b>	1981.19	1970.08	11.11	0.56

**SECTORAL INDICES**

Indices	01.10.09	25.09.09	Chg (Pts)	%Chg
<b>BSE BANKEX</b>	9931.79	9434.49	497.30	5.27
<b>BSE IT</b>	4611.23	4413.46	197.77	4.48
<b>BSE TECK</b>	3308.11	3176.97	131.14	4.13
<b>BSE CAP GOODS</b>	13730.74	13477.32	253.42	1.88
<b>BSE METAL</b>	14202.60	13952.93	249.67	1.79
<b>BSE PSU</b>	8932.12	8793.88	138.24	1.57
<b>BSE OIL&amp;GAS</b>	10387.67	10240.15	147.52	1.44
<b>BSE AUTO</b>	6603.19	6525.56	77.63	1.19
<b>BSE POWER</b>	3063.15	3028.35	34.80	1.15
<b>BSE HEALTH</b>	4347.21	4309.79	37.42	0.87
<b>BSE REALTY</b>	4507.64	4474.93	32.71	0.73
<b>BSE FMCG</b>	2592.49	2579.73	12.76	0.49
<b>BSE CONS DURA</b>	3475.98	3469.43	6.55	0.19

**WEEKLY SENSEX GAINERS & LOSERS**

Top Gainers			Top Losers		
Company	Price	Gain%	Company	Price	Loss%
ICICI BANK	924.45	10.24	GRASIM	2700.80	-4.71
TCS	631.95	7.65	TATA	580.10	-2.15
WIPRO	606.95	7.02	HDFC	2699.15	-1.88
SUNPHARM	1397.1	6.57	NTPC	210.35	-1.04
RCOM	318.00	5.46	HERO	1634.45	-0.98

**WEEKLY: A - GROUP GAINERS & LOSERS**

Top Gainers			Top Losers		
Company	Price	Gain%	Company	Price	Loss%
ULTRATECH	848.90	13.10	REI AGRO	49.20	-4.93
EDUCOMP	4934.6	10.91	GRASIM	2700.80	-4.71
BHARAT	1568.1	10.79	INDIA INFO	145.70	-4.36
AXIS BANK	1008.6	10.30	MARICO	88.15	-3.92
ICICI BANK	924.45	10.24	BPCL	558.15	-3.81



**ADVANCE DECLINE**

BSE 30 Companies	
Positive	23
Negative	7
Unchanged	0
Total	30

A GROUP COMPANIES	
Positive	123
Negative	72
Unchanged	0
Total	195

**WORLD INDICES**

INDEX	01.10.09	25.09.09	Change	% Change
NIFTY	5083.40	4958.95	124.45	2.51
SENSEX	17134.55	16693.00	441.55	2.65
DJIA	9487.67	9665.19	-177.52	-1.84
NASDAQ	2048.11	2090.92	-42.81	-2.05
FTSE	4988.70	5082.20	-93.50	-1.84
NIKKEI	9731.87	10265.98	-534.11	-5.20
BOVESPA	61171.99	60355.73	816.26	1.35
SHANGHAI	2779.43	2838.84	-59.41	-2.09
KOSPI	1644.63	1691.48	-46.85	-2.77
HANG SENG	20375.49	21024.40	-648.91	-3.09
STRAITS TIMES	2604.53	2662.82	-58.29	-2.19

**BSE 200 Group**

Scripts	CMP (Rs)	Weekly % Chg
<b>Gainers</b>		
I-BULL SEC	58.70	13.21
ULTRATECH	848.90	13.10
EDELWEISS	504.65	12.00
NIIT	75.85	11.38
EDUCOMP	4934.60	10.91
<b>Losers</b>		
ESSAR SHIP	69.30	-6.48
PATEL ENG	483.30	-6.03
GRASIM IND	2700.80	-4.71
INDIA INFO	145.70	-4.36
BPCL	558.15	-3.80

**US Listings**

Scripts	Close (\$)	Weekly % Chg
<b>NYSE</b>		
Dr Reddy	18.90	-7.80
HDFC Bank	113.69	0.80
ICICI Bank	37.88	7.61
MTNL	3.66	1.67
PATNI	18.30	3.10
SATYAM	6.21	-0.32
SLT	15.82	3.67
TATA MOTOR	12.19	-4.54
TCL	19.76	0.36
WIPRO	17.80	6.84
<b>NASDAQ</b>		
INFOSYS	47.85	2.59

**INSTITUTIONAL ACTIVITY (RS. CR)**

	For the week	For the month	For the year
FII	7245.40	19939.40	42043.00
Mutual Funds	-992.50	-2324.60	4478.00

**NIFTY OI PCR ROSE TO 1.38 LEVELS FROM 1.26 LEVELS**

Nifty gained 2.51% during the truncated week to close at 5083 level while overall open interest increased sharply by Rs. 9,977 Cr or 12% to Rs. 91,996 Cr. In number of share terms, OI increased by 6% to 134.5 Cr shares from 127 Cr shares. Nifty futures added 2% in OI, while Nifty future settled at the discount of 14 points from the premium of 8 points, demonstrating short positions being built in Nifty. On the other hand unwinding of long positions is seen by FIIs in Nifty where they net sold worth Rs 839 Cr in Index futures with their OI going down by nearly 24 lakh shares. Stock futures added 5.76 Cr shares (4.47%) in OI while derivative stocks saw average price rise of 1.44%, indicating long positions being built selectively. Among the stocks accumulation of long positions is seen in Aban, Canara Bank, HDIL, ICICI Bank, IDFC, Relta, SBI Yes Bank and Wipro. On the other hand Hero Honda, Grasim, Idea and Unitech witnessed short build up.

Nifty October puts added 25% in OI to 3.13 Cr shares in OI while calls added 11% in OI to 1.99 Cr shares. On the back of this higher addition in puts (put writing) Nifty OI PCR rose to 1.38 levels from 1.26 levels. This rise in PCR on the back of put writing at 4900-5000 level indicates market players expect nifty to find very strong support in the vicinity of 4900-5000 level in the days to come. On the other hand on the higher side Nifty is likely to find support resistance around 5100-5200 level, the levels at which we have seen call writing during the week.

**FRIDAY'S DATA: PUT WRITING IS SEEN AT 4900-5000 LEVEL**

Nifty, after opening in the red on the back of weak global cues, remained subdued for the whole day and finally settled flat at 5083 level. Overall Open interest in value terms increased by Rs 3,204 Cr or 3.61% to Rs 91,996 Cr while in Number of share terms OI went up by 3.71% to 163.29 Cr from 154.18 Cr shares. Short build up is seen in Nifty futures where they added 2% in OI while Nifty future discount widens to 14 points from 10 points. On the other hand unwinding is seen by FIIs in Nifty futures where they net sold worth Rs 552 Cr in index futures with their OI going down by 13,061 contracts. Among the stocks accumulation of long positions is seen in Aban lloyd, IDFC, Ispat Ind, Jsw steel, Rcom, Relta, SBI, and TCS while hand Hero Honda, Maruti, Tata Motors and Unitech witnessed short build up. Nifty October OI PCR rose to 1.38 levels from 1.35 levels on the back of put writing at 4900-5000 level, indicating on the lower side Nifty is likely to find strong support in the region of 4900-5000 level. On the other hand Nifty is likely to find resistance around 5100-5200 level, the levels at which we have seen call writing.

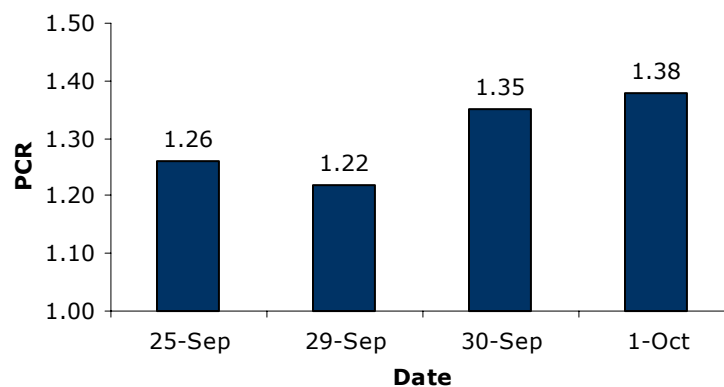
**OUTLOOK: STRONG SUPPORT IS SEEN IN THE REGION OF 4900-5000 LEVEL****BE BEARISH ONLY BELOW 4900 LEVEL IN NIFTY ON THE CLOSING BASIS**

Rise in Nifty OI PCR on the back of put writing at 4900-5000 level, build up of long positions in stock futures (Banking and Technology stocks) and FIIs buying in cash market indicates optimism is likely to continue for the coming week. Therefore if we see gap down opening on Monday on the back of weak global cues, our advice would be to build long positions in the stocks mentioned above where we have seen long build up on Friday, keeping 4900 level as a stop loss, the level which consists of highest OI (19%) among the Nifty October puts. Any close below 4900 level would result into unwinding positions which might drag Nifty to even 4700-4750 level. On the higher side our advice would be to book profit in Nifty around 5100-5200 levels to re-enter at lower levels, the level at which we have seen call writing last week.

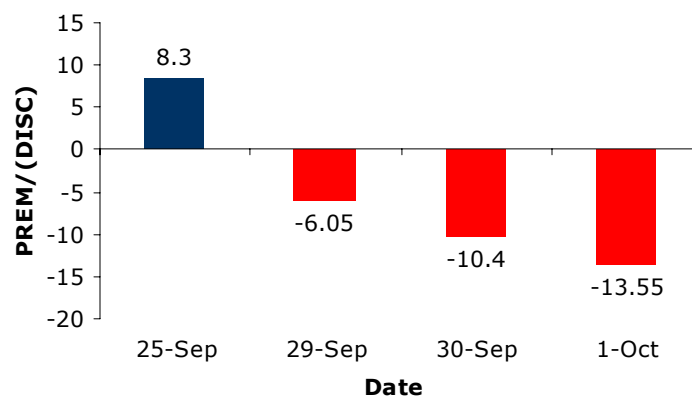
**SECTORWISE WEEKLY CHANGE IN OI**

Sectors	OI		Change
	01/10/2009	25/09/2009	Rs (Cr)
AUTO	1646	1571	75
BANKING/FINANCE	6018	5392	626
CEMENT	822	739	83
CONSTR./INFRA.	2874	2516	359
ENGINEERING	1964	1929	34
FERTILIZERS	155	158	-3
FMCG	843	807	36
MEDIA	104	91	13
METAL	2946	2546	399
OIL/GAS	3450	3352	98
PHARMA	856	827	30
POWER	2453	2361	92
SUGAR	635	594	42
TECH	1793	1711	82
TELECOM	1797	1568	229
TEXTILE	364	345	19

**TREND IN NIFTY OI PCR**

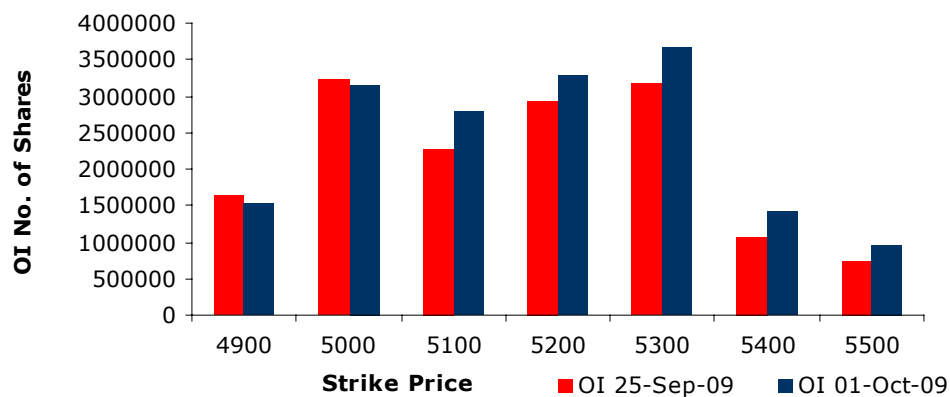


**TREND OF NIFTY OCTOBER FUTURE PREMIUM(+) / DISCOUNT(-)**

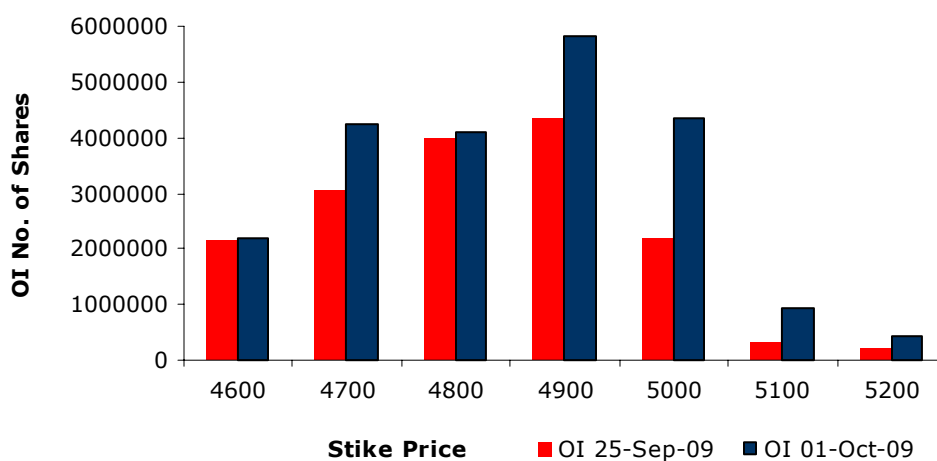




**WEEKLY CHANGE IN NIFTY OCTOBER CALL OPTIONS OPEN INTEREST**



**WEEKLY CHANGE IN NIFTY OCTOBER PUT OPTIONS OPEN INTEREST**



**TOP STOCKS OPEN INTEREST WISE**

Underlying	Weekly chg (%)		Open Interest Value(Rs Cr)				PCR(OI)
	Price	Fut OI*	Future	Call	Put	Total	
NIFTY	2.51	2.11	12981	18906	26174	58061	1.38
RELIANCE	1.84	-17.90	1148	363	96	1607	0.26
ICICIBANK	10.44	7.49	797	65	71	934	1.10
SBIN	3.38	22.60	763	43	41	847	0.95
UNITECH	-3.42	28.29	680	109	33	822	0.30
LARSEN	1.14	0.30	790	24	5	819	0.20

- **Change in OI in terms of No of shares**

**FII ACTIVITY FOR THE WEEK (FROM 29 SEPTEMBER TO 01 October)**

	Contracts Bought		Contracts Sold		Open Interest	
	Nos.	Value RsCr	Nos.	Value RsCr	Cntrcts Nos.	Value RsCr
Index Futures	106792	2733	141319	3572	442713	11378
Index Options	299028	7315	294768	7221	1186569	30159
Stock Futures	106604	3588	72298	2411	700596	23103
Stock Options	279	10	424	14	9731	348

**TOP GAINERS & LOSERS OPEN INTEREST WISE**
**TOP GAINERS**

Company	OI Chg %	Price%	OI Rs. Cr
CHENNPETRO	67	3	22
COLPAL	64	1	19
PATELENG	59	-6	30
ULTRACEMCO	41	13	119
BEL	39	11	32

**TOP LOSERS**

Company	OI Chg %	Price%	OI Rs. Cr
UNIPHOS	-22	2	30
RELIANCE	-19	2	1607
TATACHEM	-18	3	29
IDBI	-17	0	227
KSOILS	-17	-3	81

**TOP GAINERS & LOSERS PRICE WISE**
**TOP GAINERS**

Company	OI Chg %	Price%	OI Rs Cr
ULTRACEMCO	41	13	119
BEL	39	11	32
EDUCOMP	9	11	255
ICICIBANK	7	10	934
AXISBANK	1	10	518

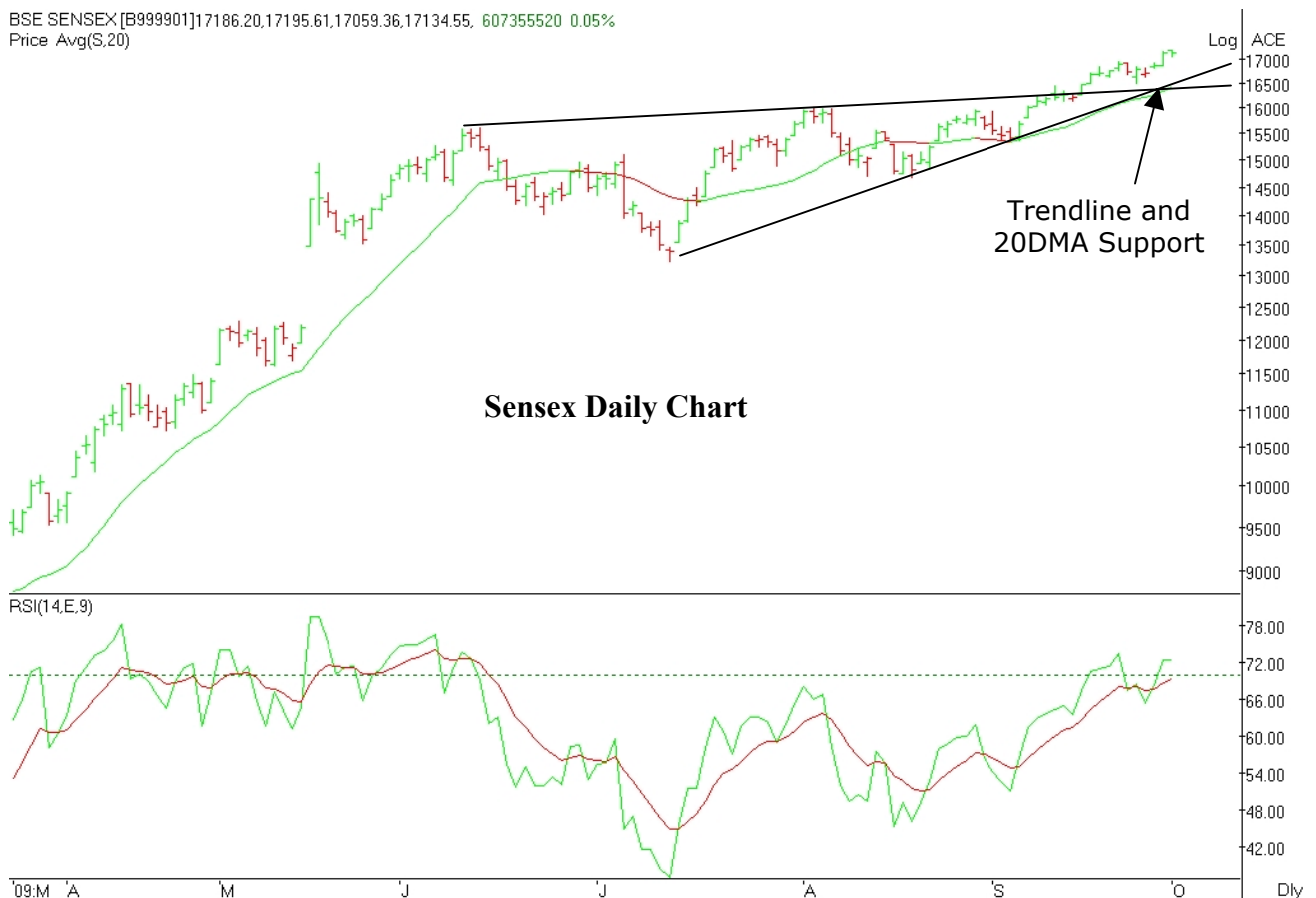
**TOP LOSERS**

Company	OI Chg %	Price%	OI Rs Cr
PATELENG	59	-6	30
GRASIM	12	-5	190
KFA	-10	-5	84
INDIAINFO	-2	-5	166
BPCL	-1	-4	137

**STRONG SUPPORT SEEN IN THE RANGE OF 16400-16500 IN SENSEX;**

Sensex and Nifty gained 2.65% and 2.51% respectively in the week gone by, closing at their 72 weeks' highest level. The week remained very sector specific, where Banking and IT stocks saw spectacular gains, while Consumer durable and FMCG remained subdued. Looking at the daily price chart of Sensex and Nifty, there is no sign of correction as yet. However, oscillators like stochastics and RSI are showing overbought status, which can lead to some short term correction in the days to come. Sensex has got a very strong support in the range of 16400 to 16500, where there are a couple of technical supports like 20 DMA and trendline. 20 DMA for sensex is currently placed at 16417 and support of the trendline adjoining 13<sup>th</sup> July, 19<sup>th</sup> Aug and 3<sup>rd</sup> Sep 2009 stands around 16500. Bullish ascending triangle formation on the daily chart of benchmark indices discussed in last month is intact, which projects the medium-term bullish trend.

BSE SENSEX [B999901] 17186.20, 17195.61, 17059.36, 17134.55, 607355520 0.05%  
Price Avg(S,20)



**IDFC (155.70)**

**BUY ABOVE 156**

INFRA.DEVFIN [B532659] 145.75, 155.70, 145.75, 154.65, 7548891 5.89%  
Price Avg(S,20)



### TECHNICAL EVIDENCES

- ✓ Pennant Breakout on Daily Chart
- ✓ Closed above daily Bollinger upper band
- ✓ Broken out from the consolidation of more than 17 weeks
- ✓ MACD above equilibrium line
- ✓ ADX gaining momentum
- ✓ Daily Volumes have risen significantly

**Target: 169 Stoploss: 148**



**Technical Picks for the Forthcoming Week**

Stock	Recommendation	Cmp	Stop Loss	Targets
IDFC	Buy Above 156	154.65	148.00	169.00

**Review of Stocks Recommended Last Week with Revised Entry Levels & SL**

Stock	Reco	Reco Price	SI	Targets	Return%	Review
Glenmark Pharma	BUY	227.40	217.00	248.00	9.05	Target
RCF	BUY	70.70	67.50	78.00	~	Hold

**3 Month Return of Technical Picks**

Success	Overall Avg. Return
65	5.02

**SUPPORT-RESISTANCE LEVELS FOR FORTHCOMING WEEK (Next Week)**

Stock	Close	Pivot Avg.	Res. 1	Res. 2	Support 1	Support 2
A.C.C.	826.75	826.95	842.3	857.85	811.4	796.05
ABB LTD.	790.35	784.45	800.9	811.45	773.9	757.45
AMBUJACEM	102.45	101.85	105.6	108.75	98.7	94.95
AXISBANK	1009.3	981.07	1046.13	1082.97	944.23	879.17
BHARAT PETRO	556.85	566.1	579.65	602.45	543.3	529.75
BHARTIARTL	435.1	436.72	457.38	479.67	414.43	393.77
BHEL	2350.8	2320.25	2400.4	2450	2270.65	2190.5
CAIRN	261.25	262.08	265.17	269.08	258.17	255.08
CIPLA	272.5	276.83	285.67	298.83	263.67	254.83
DLF	439.8	436.28	449.02	458.23	427.07	414.33
DR.REDDY	952.2	968.28	1002.02	1051.83	918.47	884.73
GAIL	362.1	358.73	369.37	376.63	351.47	340.83
GRASIM IND.	2691.65	2735.48	2803.97	2916.28	2623.17	2554.68
HCL TECHNOLO	336.4	338.75	343.45	350.5	331.7	327
HDFC BANK	1644.3	1637.93	1674.77	1705.23	1607.47	1570.63
HERO HONDA	1633.95	1649.02	1674.83	1715.72	1608.13	1582.32
HINDALCO	126.8	127.78	129.97	133.13	124.62	122.43
HINDUNILVR	265.4	262.78	269.37	273.33	258.82	252.23
HOUS DEV FIN	2702.5	2733.87	2772.63	2842.77	2663.73	2624.97
ICICI BANK	926.6	892.83	967.67	1008.73	851.77	776.93
IDEA	73.8	74.93	76.22	78.63	72.52	71.23
INFOSYS TECH	2336.75	2316.92	2369.83	2402.92	2283.83	2230.92
ITC	232.55	233.52	237.03	241.52	229.03	225.52
LT EQ	1665.2	1667.57	1695.13	1725.07	1637.63	1610.07
MAH & MAH	890.1	878.57	909.13	928.17	859.53	828.97
MARUTI	1655.95	1671.42	1721.83	1787.72	1605.53	1555.12
NATION ALUMI	344.2	345.03	353.07	361.93	336.17	328.13
NTPC EQ	210.5	211.6	214.2	217.9	207.9	205.3
ONGC CORP.	1182.2	1183.95	1212.5	1242.8	1153.65	1125.1
PNB	810.05	800.68	826.37	842.68	784.37	758.68
POWERGRID	109.7	110.78	112.22	114.73	108.27	106.83
RANBAXY LAB.	408.15	406.7	420.05	431.95	394.8	381.45
RCOM	318.5	311.92	326.43	334.37	303.98	289.47
REL EQ	1207	1215.13	1230.27	1253.53	1191.87	1176.73
REL.CAPITAL	912.15	913.05	923.6	935.05	901.6	891.05
RELIANCE	2174.35	2175.75	2211.5	2248.65	2138.6	2102.85
RPL	130.95	129.77	134.18	137.42	126.53	122.12
SIEMENS	559.1	559.87	569.23	579.37	549.73	540.37
STATE BANK	2210.75	2176.92	2268.83	2326.92	2118.83	2026.92
STEEL AUTHOR	169	170.47	173.43	177.87	166.03	163.07
STER EQ	779	771.63	802.27	825.53	748.37	717.73
SUN PHARMA.	1404.35	1382.78	1455.57	1506.78	1331.57	1258.78
SUZLON	92.25	92.35	93.6	94.95	91	89.75
TATA POWER	1289.65	1300.88	1323.77	1357.88	1266.77	1243.88
TATA STEEL	510.8	509.25	516.45	522.1	503.6	496.4
TATACOMM	486.85	484.45	493.9	500.95	477.4	467.95
TATAMOTORSEQ	579.9	587.98	598.92	617.93	568.97	558.03
TCS EQ	629.85	623.58	656.17	682.48	597.27	564.68
UNITECH LTD	105.75	107.45	109.9	114.05	103.3	100.85
WIPRO	608.05	597.58	625.47	642.88	580.17	552.28

**FUNDAMENTAL CHECK**

Company	Price 01.10.09	Report Type	Recommendation & Target (Rs)
MARKET STRATEGY	~	RESEARCH REPORT	~

**REVIEW OF STOCKS COVERED 3 MONTHS BACK**

Company	Price 01.10.09	Recommendation	Reco. Price 03.07.09	Return (%)
<b>SENSEX</b>	<b>17135</b>		<b>14913</b>	<b>14.89</b>
PRE-BUDGET EXPECTATIONS	~	RESEARCH REPORT	~	~

**DISCLAIMER**

This document has been prepared by Anagram Stock broking Ltd. (Anagram), for use by the recipient only and not for circulation. The information and opinions contained in the document have been compiled from sources believed to be reliable. Anagram does not warrant its accuracy, completeness and correctness. This document is not, and should not be construed as, an offer to sell or solicitation to buy any securities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from us. Anagram and the analyst(s), including his dependant family members may have an interest in the securities recommended above. To unsubscribe, send a mail to [unsubscribechinta@gmail.com](mailto:unsubscribechinta@gmail.com)

**RATING INTERPRETATION**

**Buy** Expected to appreciate more than 20% over a 12-month period  
**Accumulate** Expected to appreciate up to 20% over a 12-month period  
**Hold** Expected to remain in a narrow range  
**Avoid** Expected to depreciate up to 10% over a 12-month period  
**Exit** Expected to depreciate more than 10% over a 12-month period

**Copyright in this document vests exclusively with Anagram Stock broking Limited**