

December 08, 2006

### In Retrospect

GLOBE TROTTING		
Index	Value	Change
Sensex	13972.03	+23.03
Nifty	4015.35	-0.60
Dow Jones	12278.41	-30.84
Nasdaq	2427.69	-18.17
Nikkei	16464.11	-9.25
Hang Seng	18748.22	-94.77
Kospi	1391.14	-19.16

INSTITUTIONAL ACTIVITY		
(Rs.cr)	Buy	Sell
FII (Equity)	2119.20	1875.10
FII (F&O)	31026.00	35779.00
MF (Equity)	394.81	572.18

OTHERS	
Exchange Rate (Rs/\$)	44.64
Nymex Crude Futures (\$/bbl)	62.78

### News...

- Indian ADRs were trading mixed on NYSE except ICICI Bank (+1.68%), and VSNL (+0.61%), while Wipro (-2.06%), and HDFC Bank (-0.42%) were down. However, Infosys remained unchanged.
- UTV Software Communications Ltd. has bought two video game software companies - Indiagames and U.K.-based Ignition Entertainment - for a combined INR1.28 billion.
- UK-based Dawnay Day Group is planning to launch two offshore India-specific funds in early 2007 to invest in the Indian market.
- Textile Company Spentex Industries Ltd. has said it is in talks with an Indian and a European company for possible acquisitions. Spentex, which has acquired three companies in the current fiscal year that began April 1, aims to add INR1 billion to its revenue in the next fiscal year and hence plans another "two to three" acquisitions.
- India's federal cabinet Thursday approved a proposal to allow National Hydroelectric Power Corp. to sell up to 24% of its equity through an initial public offering. The company will use the proceeds from the IPO to meet its capacity addition targets.
- India expects foreign direct investment of \$10 billion in the current fiscal year and more in future from here own.

### Views...

The Nifty opened on a flat note yesterday and continued to remain sideways on the back of low volumes. However, it held on tight to the 4000 mark and closed flat for the third consecutive day. It traded in a very tight range of 4000-4020 levels for most part of the day. Selling continued in the midcap stocks for the second consecutive session implied by the weak market breadth at 4:5.

The market is expected to open on flat note today and remain in a range of 4000-4035 levels. Traders can assume intraday short positions at 4035 levels with a stop loss placed at 4050. Alternatively they can assume long position if Nifty Holds 3990 levels with a stop loss placed below 3970 levels.

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**TECHNICAL RECOMMENDATIONS**

Scrip	Action	CMP	Entry	Stop Loss	Target	Time Frame
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**PERFORMANCE MONITOR**

Scrip	CMP	Date	Entry	SL	Target	TF	Return (%)	Remarks
Mc Dowell	867.80	07-Dec-06	860	847.60	895-900	3-4 Days	0.90	CMP

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