

## MOST Market Action

16 April, 2007

Market Trend Positive	
<p>The resistance for Nifty Futures is at 3965, which is 62% retracement level. We recommend partial profit booking at these levels (around 3965 on Nifty Futures). If the intraday corrections are seen then support level is at 3850 level. Higher trading volumes are indicating short-term corrective trend in the market. Banking and Cement Stocks may give good trading opportunities.</p>	Market Trends - Sensex
	Trend Direction Reversal
	Major UP 11,444
	Intermediate Down 13,740
For INVESTORS	
<p>BUY JP ASSOCIATES FOR INVESTMENT (MBP 650), BUY TATA CHEMICAL (MBP 270)</p> <p><b>JP ASSOCIATES-</b> Signed a MoA for 1,600MW Lower Siang Hydro Power Project and 500MW Hirong Hydro Power project in Arunachal Pradesh on BOOT basis &amp; plans to increase cement capacity to 20m ton by end of FY09 .</p> <p>Engineering and construction order book at the end of December 2006 stood at ~Rs75b, ensuring revenue visibility till FY09.</p> <p>The company announced formation of a separate SPV for executing the Taj expressway project to avail the benefits of infrastructure project.</p> <p>At the CMP of Rs534, Jaiprakash trades at a P/E of 31.1x FY07E, 28.6x FY08E and 20.5x FY09E.</p> <p><b>TATA CHEMICAL :-</b></p> <p>The company will major beneficiary after rising soda ash prices nearly 4%</p> <p>It is a good opportunity to buy for investment on recent fall</p> <p>We maintain our fully diluted EPS estimate of Rs18.7 for FY07. We are introducing our diluted FY08E EPS estimate at Rs21.8.</p> <p>The stock is currently trading at 12.6x FY07E EPS and 10.8x FY08E EPS.</p>	MOST Top Investment Picks
	Scrip Name MBP
	JP Associates 2000
	Tata Chemical 270
	SAIL 130
For POSITIONAL TRADERS (Technical)	
Options Strategy (Initiated on 13.04.2007)	
TCS: CALL RATIO SPREAD	BUY TCS APR 1200 CA @ Rs. 62 - 65 Lot Size 250
	SELL 2 TCS APR 1290 CA @ Rs. 18 - 20 Max. Profit Rs. 15,750
One can expect upside momentum in the IT sector after the Infosys guidance. The stock appears oversold on the daily charts and has some upside to it.	Max.Loss Above 1355
	Breakeven Pt Margin 1355 & 1225 Rs.74,000
FOR POSITIONAL TRADERS	
Futures / Cash Markets	Price Stop Loss Target
TRADING PORTFOLIO F&O :- BUY JP ASSOCIATES	560 540 600
TRADING PORTFOLIO CASH :- BUY TANLA SOLUTIONS	360 345 400
TRADING PORTFOLIO F&O :- BUY BANK NIFTY FUTURES	5375 5240 5690
TRADING PORTFOLIO F&O :- BUY INFOSYS FUTURES	2044 1998 2150

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