



Punter's Call

Technical bounce

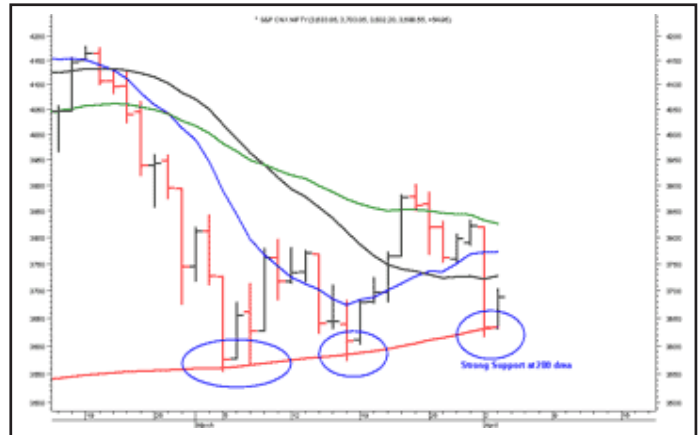
Market today: Nifty bounce back

The Nifty opened on a positive note after yesterday's plunge (crash) and after trading in positive territory closed firm. Though the index exhibited strength it was unable to sustain above the 3700 level. In the short term there is a strong support at the 200-DMA (3635). In the last one month the Nifty has tested the 200-DMA thrice and each time has bounced after taking support around the 200-DMA. As shown in the daily chart, yesterday the index took support at the 200-DMA and witnessed a bounce today. This suggests that in the short term the 200-DMA is a very strong support. On a break below the 200-DMA the Nifty could witness a free fall to the 3500 level. On the upside there are resistances at 3725 (20-DMA) and 3770 (10-DMA). Hence any rise towards the 3725-3770 range should be used as a selling opportunity as long as the index is below the 20-DMA.

On the intra-day or hourly charts the Nifty is trading in the 3750-3600 range. The bounce during the day was technical in nature after yesterday's steep fall. The bounce faced resistance at 3700 and the momentum in the market was lacking as indicated on the intra-day chart. This signifies that today's bounce will not be able to sustain and there could be further selling as the momentum is still on the downside.

Maruti should test Rs735 and it faces a resistance at Rs780. Wipro has a strong support at Rs525 and it faces a resistance at Rs545. Sterlite could witness a bounce. The stock has a support at Rs450 and it faces a resistance at Rs430.

Nifty chart: 3691



60 minute chart



Market Breadth

	BSE	NSE
Advances	1,390	599
Declines	1,040	419
Unchanged	88	32
Volume (Rs)	2,666cr	6,588cr

Short Term Trend

	Target	Trend	Reversal	Support/Resistance
Sensex	12100	↓	Up above 12800	12220 / 12700
Nifty	3500	↓	Up above 3770	3635 / 3720

Medium Term Trend

	Target	Trend	Reversal	Support/Resistance
Sensex	11600	↓	Up above 13400	12150 / 13000
Nifty	3300	↓	Up above 3900	3390 / 3900

Icon guide

 Up	 Down	 Downswing matures	 Upswing matures
--	--	---	---

Smart Charts > Open Short Calls

Date	Recommendation	Stop Loss/ Reversal (Intra-day)	Stop Loss/ Reversal (Closing)	Sell Price	Closing Price	Potential % P/L at CMP	Targets
14-03-07	Infosys	-	2,171.0	2,026.0	1,963.8	3%	1,750
12-03-07	Praj Industries	-	393.6	368.0	354.0	4%	291

NOTE: Kindly note that all stop losses in Momentum Calls are on an intra-day basis.

Momentum Calls > Open Long Calls

For the short term—1 to 5 days

Stock	Product type	Action date	Stop loss	Buy Price	Closing Price	Target 1	Target 2
Sesa Goa	Cash / Future	03-04-07	1,664.0	1,710.0	1,715.9	1,800	-

NOTE: Kindly note that all stop losses in Momentum Calls are on an intra-day basis.

Momentum Calls > Open Short Calls

For the short term—1 to 5 days

Stock	Product type	Action date	Stop loss	Sell Price	Closing Price	Target 1	Target 2
Dr Reddy	Cash / Future	03-04-07	736.6	715.0	719.2	894	873
MTNL	Cash / Future	03-04-07	148	143	143.1	133	-

NOTE: Kindly note that all stop losses in Momentum Calls are on an intra-day basis.

Trendy Levels

Sensex		Nifty	
Support	Resistance	Support	Resistance
12500	12800	3635	3720
12300	12950	3550	3750
12100	13050	3500	3800
20DSMA	40DEMA	20DSMA	40DEMA
12831	13191	3728	3825
BSE Sensex: 12625		Nifty: 3691	

Day Trader's HIT List

For April 04, 2007

Scrip Name	Support Levels		Close (Rs)	Resistance Levels		Action
	S1	S2		R2	R1	
NIFTY Futures	3613	3634	3656	3687	3707	Buy on decline to S2.
ACC	693	699	705	710	714	Buy on decline to S2.
Century	499	502	507	514	521	Sell on rise to R2.
Hindalco	126	127	129	131	133	Buy on decline to S2.
Infosys	1925	1944	1964	1985	2015	Buy on decline to S2.
ICICI Bank	791	797	804	810	818	Sell on rise to R2.
India Cements	151	154	156	158	161	Buy on decline to S2.
IVRCL Infra	249	252	258	264	270	Sell on rise to R2.
M & M	719	724	728	735	742	Sell on rise to R2.
Maruti	746	751	756	762	769	Sell on rise to R2.
ONGC	825	833	842	852	859	Buy on decline to S2.
Rcom	388	396	402	406	413	Sell on rise to R2.
Reliance	1325	1333	1341	1348	1357	Buy on decline to S2.
Reliance Capital	605	611	618	622	629	Sell on rise to R2.
Ranbaxy	331	338	344	350	356	Buy on decline to S2.
Satyam	448	454	459	465	471	Buy on decline to S2.
SBI	916	922	927	935	947	Buy on decline to S2.
Sterlite	421	426	435	442	449	Sell on rise to R2.
Tata Steel	420	426	430	435	438	Buy on decline to S2.
Tata Motors	668	675	681	686	691	Buy on decline to S2.
VSNL	385	392	395	401	406	Buy on decline to S2.
Wipro	521	529	534	539	545	Sell on rise to R2.

*Note: Closing price of Nifty futures is last traded price of Nifty futures on NSE

For Private Circulation only

Home

Disclaimer

"This document has been prepared by Sharekhan Ltd.(SHAREKHAN) This Document is subject to changes without prior notice and is intended only for the person or entity to which it is addressed to and may contain confidential and/or privileged material and is not for any type of circulation. Any review, retransmission, or any other use is prohibited. Kindly note that this document does not constitute an offer or solicitation for the purchase or sale of any financial instrument or as an official confirmation of any transaction.

Though disseminated to all the customers simultaneously, not all customers may receive this report at the same time. SHAREKHAN will not treat recipients as customers by virtue of their receiving this report.

The information contained herein is from publicly available data or other sources believed to be reliable. While we would endeavour to update the information herein on reasonable basis, SHAREKHAN, its subsidiaries and associated companies, their directors and employees ("SHAREKHAN and affiliates") are under no obligation to update or keep the information current. Also, there may be regulatory, compliance, or other reasons that may prevent SHAREKHAN and affiliates from doing so. We do not represent that information contained herein is accurate or complete and it should not be relied upon as such. This document is prepared for assistance only and is not intended to be and must not alone be taken as the basis for an investment decision. The user assumes the entire risk of any use made of this information. Each recipient of this document should make such investigations as it deems necessary to arrive at an independent evaluation of an investment in the securities of companies referred to in this document (including the merits and risks involved), and should consult its own advisors to determine the merits and risks of such an investment. The investment discussed or views expressed may not be suitable for all investors. We do not undertake to advise you as to any change of our views. Affiliates of Sharekhan may have issued other reports that are inconsistent with and reach different conclusion from the information presented in this report.

This report is not directed or intended for distribution to, or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction, where such distribution, publication, availability or use would be contrary to law, regulation or which would subject SHAREKHAN and affiliates to any registration or licensing requirement within such jurisdiction. The securities described herein may or may not be eligible for sale in all jurisdictions or to certain category of investors. Persons in whose possession this document may come are required to inform themselves of and to observe such restriction.

SHAREKHAN & affiliates may have used the information set forth herein before publication and may have positions in, may from time to time purchase or sell or may be materially interested in any of the securities mentioned or related securities. SHAREKHAN may from time to time solicit from, or perform investment banking, or other services for, any company mentioned herein. Without limiting any of the foregoing, in no event shall SHAREKHAN, any of its affiliates or any third party involved in, or related to, computing or compiling the information have any liability for any damages of any kind. Any comments or statements made herein are those of the analyst and do not necessarily reflect those of SHAREKHAN."