



Punter's Call

Countdown begins

Markets on July 21: Resistance at 40 DEMA

Nifty opened on a positive note and after finishing the correcting pattern on the hourly chart as per the wave theory, gave a close near the day's high. Thereafter on the hourly chart Nifty formed a higher top higher bottom, which is a buy signal as per the Dow theory for the target of 4,275. Apart from this, the target of rising channel on the hourly chart is also nailed at 4,275. Going further, Nifty will face resistance of 40 DEMA, which is around 4,300. On the daily chart, Nifty gave a close above the upper line of the falling channel, which is a good sign for the bulls. On the daily chart, the momentum indicator KST is trending upwards making higher top-higher bottom, which is another reason of worry for the bears. The market breadth was marginally negative with 551 advances and 659 declines.

On the hourly chart, the momentum indicator KST is still positive. Good resistance and support on the hourly charts will be at 4,215 and 4,080 respectively. Our short- and mid-term bias is up for the target of 4,350 and 4,800 respectively with the short-term and mid-term reversal pegged at 3,775 and 3,650 respectively.

Wild buying in bank, health care and realty stocks helped the market close in positive in spite of the negative market breadth. The positive closing was also aided by good trading in auto and fast moving consumer goods (FMCG) sectors. Hero Honda was the hottest among the Sensex stocks.

Nifty chart: 4,159



60 minute chart



Market Breadth

	BSE	NSE
Advances	1,169	551
Declines	1,362	659
Unchanged	85	37
Volume (Rs)	4,382cr	10,620cr

Short Term Trend

	Target	Trend	Reversal	Support/Resistance
Sensex	14500	↑	Down below 12450	12450 / 14500
Nifty	4350	↑	Down below 3775	3775 / 4350

Medium Term Trend

	Target	Trend	Reversal	Support/Resistance
Sensex	16000	↑	Down below 12150	12150 / 16000
Nifty	4800	↑	Down below 3650	3650 / 4800

Icon guide

↑ Up	↓ Down	↘ Downswing matures	↗ Upswing matures
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Trendy Levels

Sensex		Nifty	
Support	Resistance	Support	Resistance
13700	14055	4100	4215
13550	14200	3950	4250
13450	14300	3900	4300
20DSMA	40DEMA	20DSMA	40DEMA
13530	14371	4058	4299
BSE Sensex: 13,850		Nifty: 4,159	

SENSe the index

Date	Recommendation	Action	Stop Loss/ Reversal (Intra-day)	Stop Loss/ Reversal (Closing)	Buy/Sell Price	Closing Price	Potential % P/L at CMP	Targets
21-07-08	Nifty Future (Mo)	Buy	-	4074	4146	4170	1%	4200-4250

NOTE: * will be done based on Nifty call

Smart Charts

Date	Recommendation	Action	Stop Loss/ Reversal (Intra-day)	Stop Loss/ Reversal DCL	Buy/Sell Price	Closing Price (CMP)	Potential % P/L at CMP	Targets
21-07-08	HUL	Buy	-	208.0	224.7	227.9	1%	235-250
10-07-08	Tata Power	Sell	-	TPB	1,030.0	1,020.0	1%	950-880

NOTE: Kindly note that all stop losses in Smart Charts Calls are on closing basis unless specified.

TPB: Trailing profit booked

Momentum Calls

For the short term—1 to 5 days

Stock	Action	Action date	Stop loss	Price	Closing price	Target1	Target2
Rcom	Buy	21-07-08	438.0	447.0	446.6	455.0	463.0
Wipro	Buy	21-07-08	364.0	372.0	372.6	378.0	384.0
Suzlon Energy	Buy	21-07-08	191.2	195.0	194.9	198.5	202.0
Reliance Industries	Buy	21-07-08	2,099.0	2,130.0	2,153.3	2,175.0	2,225.0
Praj Industries	Buy	21-07-08	Profit Booked	179.7	190.0	184.0	190.0
Triveni Eng	Buy	21-07-08	Stopped out	89.1	87.5	91.0	93.0
Mundra Port	Buy	21-07-08	472.0	482.0	477.0	492.0	503.0
Sterlite Industries	Sell	21-07-08	Exit	586.0	603.0	570.0	550.0
Gitanjali Gems	Buy	21-07-08	256.9	262.0	258.1	267.0	273.0
Orchid Chemicals	Buy	21-07-08	Book Profit	251.0	260.5	257.0	262.0
Axis Bank	Sell	21-07-08	Stopped out	682.0	695.0	670.0	660.0
Bongaigoan Refinery	Buy	18-07-08	Book Profit	52.5	53.2	54.5	56.0
GNFC	Buy	18-07-08	104.8	107.0	105.2	109.5	112.0
Aban Offshore	Sell	18-07-08	2,701.0	2,643.0	2,658.9	2,600.0	2,550.0

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

TPB: Trailing profit booked

NOTE : Action taken after market hours will be highlighted in blue colour.

For July 22, 2008

Scrip Name	Support Levels		Close (Rs)	Resistance Levels		Action
	S1	S2		R2	R1	
NIFTY Futures	4100	4140	4170.0	4200	4260	Buy above R2/Buy on decline at S2.
Adlabs Film	390	404	411.0	416	426	Buy above R2/Sell below S2.
Century Text	452	467	473.6	479	500	Buy above R2.
DLF	435	444	463.4	470	490	Buy above R2.
HUL	222	225	228.0	234	237	Sell on rise at R2.
ICICI Bank	600	623	644.0	667	677	Sell on rise at R2/Sell below S2.
Infosys	1500	1549	1562.0	1585	1611	Buy above R2/Sell below S2.
J P Associates	160	164	166.5	170	177	Buy above R2/Sell below S2.
Maruti	623	640	648.0	660	690	Buy above R2.
Reliance	2100	2120	2153.0	2220	2260	Buy on decline at S2.
Reliance Capital	1000	1050	1092.0	1130	1160	Buy above R2/Sell below S2.
Reliance Comm	430	440	446.6	457	470	Buy above R2.
SAIL	118	123	125.6	128	132	Buy above R2.
Satyam	350	360	367.0	370	385	Buy on decline at S2.
SBI	1300	1324	1347.4	1360	1400	Buy above R2.
Tata Motors	396	412	420.0	426	432	Buy on decline at S2.
Tata Steel	570	583	598.5	607	620	Sell below S2.

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

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