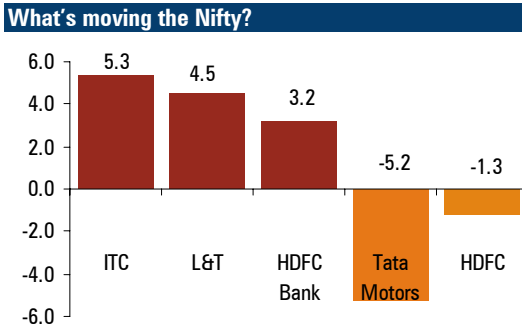


Index Snapshot			
Indices	Close	Change	change%
BSE Sensex	20,073.7	90.8	0.5
CNX S&P Nifty	6,011.6	31.6	0.5
BSE 100	10,461.9	43.6	0.4
BSE 500	7,798.8	29.4	0.4
Dow Jones	0.0	0.0	0.0
Nasdaq	0.0	0.0	0.0
Hang seng	0.0	0.0	0.0
Nikkei	10,331.7	52.5	0.5



Institutional Activity		
December 24, 2010	FII's (Cash)	DII's
Net flows (Rs cr)	14.8	-296.6

*Provisional figure from BSE

Market Breadth						
	Adv.	% Dec.	% Unch.	Total		
BSE	1607	53.5	1292	43.0	103	3002
NSE	789	54.6	592	40.9	65	1446
Total	2396	53.9	1884	42.4	168	4448

Market Turnover			
(Rs. Cr)	24-Dec	23-Dec	22-Dec
BSE Cash	2,981	3,362	3,840
NSE Cash	9,996	10,420	12,872
NSE F&O	110,438	87,670	109,438
Total	123,415	101,452	126,150

Technical Picture		
	Intraday	Short Term
Trend	Neutral	UP
Trend Reversal		5850
Support	5982-5940	5850
Resistance	6025-6060	6070
20 Days SMA		5926
200 days SMA		5552

- Calls for the day**
- Buy Triveni Engineering above 113
 - Buy GAIL above 513
 - Sell BPCL below 675.50
 - Sell GE Shipping below 331

- Market Snapshot**
- After a couple of days of consolidation indices emerged higher and closed near the day's high with a gain of around ~0.50%. The Nifty shut shop at 6011.60, up 31 points whereas the Sensex inched up by 91 points to close at 20073.66. BSE mid cap and small cap segments also registered modest gains. The A/D ratio was at equilibrium for BSE 500 stocks. Among Nifty stocks, however, 37 out of 50 were on the advancing side
 - Metals, FMCG and healthcare sizzled higher with gains in excess of 1% whereas the auto index closed in the red amid profit booking

- Market outlook**
- After a negative start, the Nifty embarked on an upward leg respecting supports near 5940 levels and ended near the day's high surpassing the previous day's high in a process. The action resulted in a bullish engulfing line candlestick pattern on the daily chart
 - Short-term positive bias in the index will remain intact as long as the Nifty remains above 5940, which is formed as a new swing low. The index is now seen approaching 50 DMA (6019). If the index manages to sustain past this level, an up move towards 6060 or 6090 is likely
 - All short-term moving averages are flattish and placed near 5950. Although the 5 day EMA has inched up to 5982 after Friday's movement and could lend an immediate support in case of declines
 - The 14 day RSI inched up marginally indicating build up of strength
 - Nifty spot has supports at 5982, 5940 and resistances at 6025, 6060



- Strategy for the day**
- We expect the market to open flat on the back of flat Asian cues
 - Create short positions in the Nifty if it resists at 6042
 - One can consider long positions if the Nifty sustains above 5988
 - Maintain a strict stop-loss in intraday trades based on the above strategy

CMP : 112.75

Comment : Price above 200 & 100 days SMA and price rise with volume

Action : Buy above 113

Targets : 115.20/117/Higher

Stop-loss : 111.90

Triveni Engineering (TRIENG)



CMP : 512.70

Comment : Bullish crossover of the 20 & 50 days SMA and trendline breakout joining previous tops

Action : Buy above 513

Targets : 523/528/Higher

Stop-loss : 508

GAIL (GAIL)



CMP : 676.00

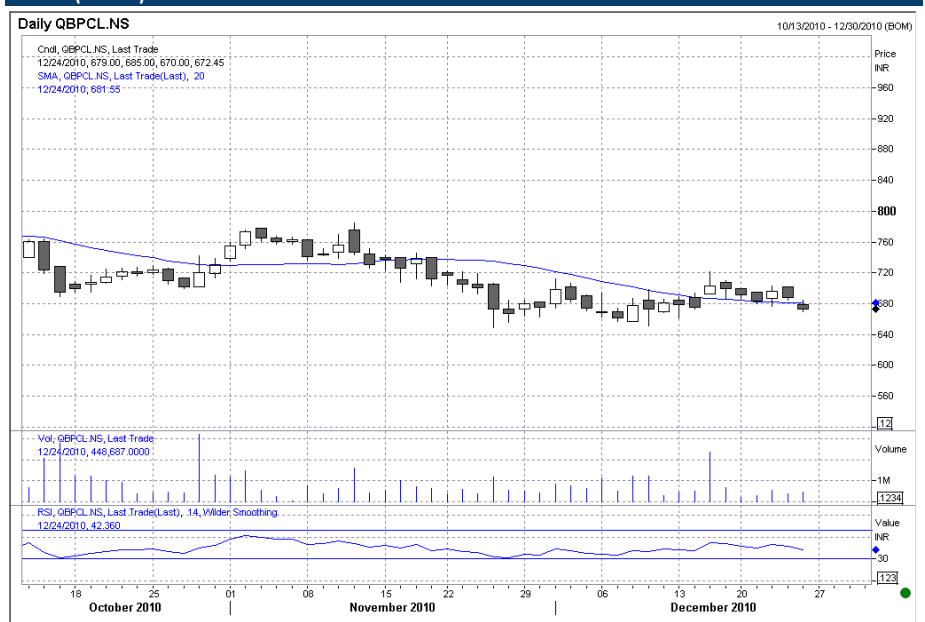
Comment : Taking resistance from 20 days SMA and bearish crossover of the 14 period RSI

Action : Sell below 675.50

Targets : 667/664/Lower

Stop-loss : 680

BPCL (BPCL)



CMP : 331.50

Comment : Price below 100 days SMA and 14 period RSI in sell mode

Action : Sell below 331

Targets : 326/324/Lower

Stop-loss : 333.5

GE Shipping (GESHIP)



Source: Reuters

Previous Day's Performance

Renuka Sugar	Buy above 97	99.50/101/+	Closed at 98.30	1.30%
Exide Inds	Buy above 166	169/171/+	No Trade	0.00%
Voltas	Sell below 220.70	216.70/215/-	Closed at 221.75	-0.50%
Mah & Mah	Sell below 753	743/738/-	Stoploss triggered	-0.80%

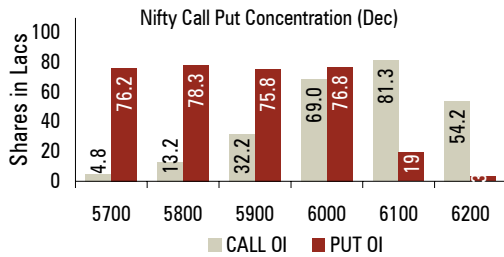
Stock profits: Avg 0.00 % per trade

(Cum. Profits over last 186 day : 544.57 %)

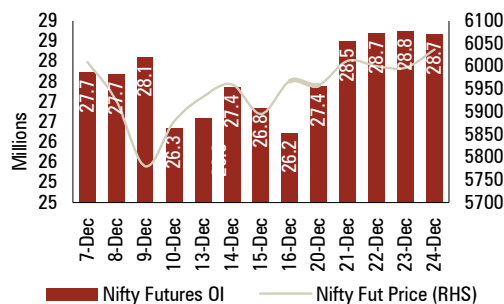
Strike Rate for the day: 1/3

(Cum. Strike Rate over 186 day: 387/566 (68 %))

Nifty Options OI Distribution



Nifty OI vs. Future Price



Nifty Active Strikes

Strike	Call (%)		Put (%)	
	OI chg	IV	OI chg	IV
5800	-17.1	21.0	-0.5	20.2
5900	-11.1	12.8	-0.3	16.5
6000	-12.1	12.6	31.6	13.5
6100	-4.1	12.7	25.0	11.7
6200	4.6	13.7	-6.1	11.3

Top OI Gainers

Symbol	OI (lots)	%Chg	Price	%Chg
DLF	18,383,000	13.62	284.8	0.87
ASHOKLEY	21,732,000	12.93	62.5	-2.88
JETAIRWA	1,298,000	12.53	708.1	-1.97
RCOM	38084000	12.51	142.6	10.46
RECLTD	5,611,000	12.47	293.6	-2.43

Top OI Losers

Symbol	OI (lots)	%Chg	Price	%Chg
SUZLON	103,532,000	-11.81	51.5	4.04
RPOWER	30,346,000	-5.30	156.3	5.11
PETRONET	4,100,000	-5.14	126.3	-1.41
GAIL	2,223,500	-5.08	512.7	1.22
MARUTI	2,113,000	-4.99	1,392.5	0.08

Derivative Comments

- After opening on a weak footing, the Nifty made a smart pullback in the second part of the trading session and closed 32 points up at 6012 (0.53)
- Options data saw shifting, in the form of addition in 6000 & 6100 Puts of 18.5 lakh shares and 3.85 lakh shares, respectively. Closure in Calls of 5900 and 6000 Call of over 4 lakh and 9.5 lakh shares, respectively, ensured improved PCRs. India VIX, on the back of near the money puts addition, saw cooling to 17.65
- FII's were net buyers in index options to the tune of ₹ 1026 crore while they closed their short positions in index futures to the tune of ₹ 587 crore
- Expect the Nifty to trade with a positive bias till the Nifty holds 5950 levels. However, as we have entered the expiry week, volatility spurt is not ruled out
- The Nifty is likely to trade in the range of 5980-6050. The trading strategy would be to create short positions if Nifty resists around 6042 levels for targets of 6025 and 6000. On the other hand, one can also create long positions if the Nifty takes support at around 5988 levels

Stock Observation

- OI addition:** We saw long build-up in Reliance Communication, Idea, Tata Steel and Reliance Capital while we saw short build up in Opto Circuit, Ashok Leyland and Jet Airways
- OI shedding:** We saw short covering in Suzlon, Reliance Power, L&T, ITC, Nagarjuna Fertilizer and Patni. Long closure was seen in Petronet and Vijaya Bank

STOCK	CLOSE	S1	S2	S3	R1	R2	R3	TREND
Sensex	20073.66	20043.55	19992.05	19940.55	20146.60	20180.80	20215.00	+ve
Nifty	6011.60	6000.65	5981.40	5962.10	6039.20	6049.70	6060.15	+ve
ACC	1075.05	1068.95	1063.25	1057.60	1074.90	1077.85	1080.85	-ve
Andhra Bk	150.30	149.35	148.15	146.95	150.25	150.70	151.15	-ve
Arvind	64.70	63.95	62.65	61.35	64.90	65.35	65.80	-ve
Bajaj Auto	1444.90	1433.25	1428.15	1423.00	1443.30	1448.30	1453.30	-ve
Bajlaji tel	40.15	39.90	39.75	39.55	40.20	40.35	40.45	-ve
BOB	891.70	886.45	882.40	879.50	894.45	898.45	901.40	Neutral
BOI	443.10	442.80	441.20	439.55	446.05	448.50	450.90	+ve
BEL	1742.35	1724.90	1718.85	1712.80	1744.90	1754.90	1764.90	-ve
BPCL	672.45	666.65	661.35	656.10	674.15	677.90	681.65	-ve
Bhel	2285.95	2268.80	2258.35	2247.90	2287.65	2297.05	2306.50	-ve
Canara bk	653.00	648.40	646.20	644.00	652.90	655.15	657.40	-ve
Century	417.30	415.60	414.40	412.70	418.05	419.30	421.00	Neutral
Cipla	363.70	362.80	359.85	356.90	368.70	370.30	371.90	+ve
Dr Reddy	1683.85	1677.60	1671.55	1663.10	1689.60	1695.60	1704.10	Neutral
Gail	513.75	512.65	510.40	508.15	517.15	519.40	521.60	+ve
Geometric	70.50	69.40	68.80	68.20	70.60	71.25	71.85	-ve
Grasim	2284.50	2261.35	2254.05	2246.70	2288.80	2302.55	2316.25	-ve
Ambuja cem	140.90	140.55	139.25	138.00	143.10	143.70	144.30	+ve
HCL tech	455.05	451.35	449.00	446.65	454.85	456.60	458.35	-ve
Hdfc Bk	2218.40	2212.25	2199.80	2187.35	2237.10	2244.60	2252.10	+ve
HDFC	698.90	691.95	689.80	687.65	697.95	700.95	703.95	-ve
Hero honda	1930.60	1912.75	1897.75	1892.00	1942.75	1957.75	1963.45	Neutral
Hexaware	104.85	103.75	102.70	101.65	104.80	105.35	105.90	-ve
Hindalco	239.60	238.45	236.30	234.10	242.80	244.30	245.80	+ve
HUL	295.00	294.40	293.05	291.70	297.15	298.40	299.65	+ve
HPCL	399.85	396.60	392.70	388.80	400.70	402.75	404.80	-ve
Hinduja TMT	371.80	365.95	360.05	352.55	377.85	383.80	391.30	Neutral
IDBI	164.35	163.15	162.25	161.35	164.40	165.00	165.65	-ve
I flex	2301.70	2284.15	2271.25	2258.30	2300.10	2308.10	2316.05	-ve
IOC	354.80	351.25	349.00	346.70	355.70	357.95	360.15	-ve
Infotech	157.95	157.25	155.80	154.40	160.15	161.55	163.00	+ve
Infy	3370.15	3357.45	3347.55	3336.85	3377.35	3387.30	3397.95	Neutral
ITC	169.90	169.30	168.10	166.95	171.65	172.20	172.75	+ve
Jindal saw	181.20	181.05	180.20	179.35	182.70	183.90	185.05	+ve
KPIT	134.15	132.40	131.10	130.10	135.00	136.35	137.30	Neutral
L & T	1960.20	1955.90	1947.20	1938.50	1973.30	1983.90	1994.45	+ve
Lic housing	940.85	940.40	936.15	931.90	948.85	953.60	958.30	+ve
M & M	761.80	759.10	753.50	747.90	770.35	774.95	779.55	+ve
Maruti	1391.50	1373.50	1369.80	1366.10	1388.75	1396.35	1403.95	-ve
Mastek	175.00	173.15	172.15	171.15	175.05	176.00	176.90	-ve
MTNL	53.90	53.70	53.15	52.55	54.80	55.05	55.30	+ve
Nalco	382.00	381.25	378.90	376.50	386.05	387.60	389.15	+ve
NTPC	198.25	197.85	196.85	195.85	199.85	200.75	201.70	+ve
ONGC	1294.75	1284.50	1279.45	1274.45	1293.50	1298.00	1302.50	-ve
OBC	412.25	407.30	403.80	400.30	412.10	414.50	416.85	-ve
Polaris	180.60	178.65	177.00	174.90	181.95	183.60	185.75	Neutral
PNB	1215.45	1212.30	1205.30	1198.30	1226.30	1230.95	1235.60	+ve
Ranbaxy	573.25	573.65	571.90	570.15	577.15	581.15	585.10	+ve
Rel infra	815.30	810.50	801.35	792.15	828.85	832.55	836.25	+ve
Reliance	1059.70	1055.25	1051.65	1048.10	1062.50	1066.15	1069.70	Neutral
Rolta	154.95	153.95	153.10	152.30	155.55	156.35	157.20	Neutral
Sail	184.80	181.15	178.45	175.75	184.70	186.50	188.25	-ve
Satyam	66.55	65.70	65.10	64.50	66.55	67.00	67.40	-ve
SCI	132.45	132.40	131.80	131.25	133.55	134.05	134.55	+ve
SBI	2755.35	2743.65	2733.90	2725.70	2763.15	2772.90	2781.10	Neutral

STOCK	CLOSE	S1	S2	S3	R1	R2	R3	TREND
Syndicate	127.30	126.35	125.30	124.30	127.65	128.30	128.95	-ve
Tata che	391.85	387.00	384.10	381.15	391.60	393.90	396.20	-ve
Telco	1306.15	1289.15	1278.55	1267.95	1312.60	1324.35	1336.05	-ve
Tata Pow	1302.40	1297.40	1286.20	1274.95	1319.85	1324.45	1329.00	+ve
Tata tea	112.50	112.05	111.50	110.70	113.20	113.75	114.55	Neutral
TCS	1141.10	1128.30	1121.45	1114.55	1139.85	1145.60	1151.35	-ve
Tisco	672.85	670.35	665.20	660.05	680.70	685.30	689.95	+ve
UBI	325.10	323.55	321.80	320.10	327.05	328.80	330.45	Neutral
Tata com	250.65	250.50	249.25	247.95	253.05	254.00	254.95	+ve
Wipro	483.45	481.70	477.60	473.50	489.95	492.40	494.90	+ve

NOTES:

- The Sell below / above price is a key technical level which decides the trend for the day
- Once the Call is initiated, an appropriate Stop Loss trigger should be Put for the trade
- Once into position, Put trailing stops to preserve your profits
- Be careful if the counter achieves the target immediately after opening
- The strategies are valid only for the date mentioned at the top
- Positions should be squared off by the end of the day
- Only stocks in derivatives segment have been considered for daily trading
- Chart shows 50 days on NSE cash market, with 5/8/13/21 day EMAs, volumes & 5-day Slow Stochastics
- The vertical grids show weeks, horizontal grids are price-aligned
- The writer may have position in the stocks discussed
- The strategies are based on intra-day volatility, suggesting a two-way approach intra-day
- Medium to long-term prospects of a stock does not have any bearing on the daily view

MOST IMP: The follow-up and performance review table of the strategies indicates the profit opportunity that was available in the strategies. Individual profits may vary, depending upon the entry and exit price and stop losses.

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Research Product	Perspective	Frequency	Time frame	Avg. Returns objective	Location on ICICIdirect.com
Pre-market open view					
<u>Daily Technical</u>	Features three stocks with a trading outlook for the day based on short-term technical trends considering key technical indicators & statistical information.	Daily	1 Day	2 – 3 %	Home page-Trading recommendation, Research page-Technical recommendations
<u>Daily Derivative</u>	Trading strategy for a day in the futures & options segment based on news events, market trends, technical & other factors governing movements in stocks.	Daily	1 Day	2 - 3%	Home page-Trading recommendation, Research page-Technical recommendations, Trading Page - Scroller
<u>Momentum Pick</u>	Provide trading strategy for a day based on technical and derivative outlook.	Daily	1 Day	2- 3%	Internal Mailer
<u>Advanced Derivative Strategies</u>	Provides simplified Derivative strategies such as Spreads and Covered calls	Daily			iClick-2-Gain
Intra-day Technical recommendations					
<u>BTST Calls</u>	Based on short term technical trends and stock specific news/news expectations.	Daily	1 – 2 Days	1 - 2%	Trading Page - iCLICK-2-GAIN
<u>Margin Calls</u>					
<u>Derivative Calls</u>					
Weekly recommendations					
<u>Weekly Calls</u>	Features stocks with a trading outlook for a week based on short-term technical trends considering key technical indicators & statistical information.	Weekly	1-7 days	4 – 5%	Home Page & Research Page
<u>Weekly Technicals</u>	Features market outlook for the coming week with focus on one of the sector which may outperform broader markets.	Weekly	1-7 days	4 – 5%	Internal Mailer
<u>Weekly Derivatives</u>	Trading opportunities in futures & options segment based on derivatives data like, overall market trend, volatility & open interest positions of securities.	Weekly	1-7 days	4 – 5%	Home Page, Research Page & Trading page -Scroller
Short -Medium term recommendations					
<u>Stocks on move</u>	Covers stocks which are likely to show significant upward movement in the next 15 days due to change in trader sentiment.	Fortnightly – every alternate Wednesday	> 7-15 days	5 – 7%	Home page, Research page & Trading page - Scroller iCLICK-2-GAIN
<u>Monthly Technicals</u>	Trading outlook for a month based on medium-term technical trends considering key technical indicators & statistical information.	Monthly	30 days	10%	Home Page & Research Page
<u>Value Pick</u>	Short term trading recommendation based on technical set-up and favourable risk/reward.				iClick-2-Gain
<u>Rollover Analysis</u>	Features High Dividend Yielding Stocks for assured returns on investment				Internal Mailer