

MOST Market Action

4 April, 2007

| Market Trend | | Volatile | | | |
|---|----------------------------------|----------------------------------|------------------|---------------|--|
| <p>On daily chart, the upward correction will face a strong resistance at the price gap between 3730 & 3755 and Nifty Futures needs to close above 3755 for halting the current downtrend. If this price gap remains intact throughout the week then this is the 1st indication of long-term trend reversal and confirmation will be decisive close below 3550 level. Many of the frontline stocks are showing corrective rise and buying is not recommended until valid confirmation of trend reversal of weekly closing above 3755.</p> | Market Trends - Sensex | | | | |
| | Trend | Direction | Reversal | | |
| | Major | UP | 11,444 | | |
| | Intermediate | Down | 13,740 | | |
| | Minor | Down | 13,400 | | |
| For INVESTORS | | | | | |
| <p>The government exempts Portland Cement imports from countervailing & special additional duties.</p> | MOST Top Investment Picks | | | | |
| | Scrip Name | | | MBP | |
| | PFIZER | | | 900 | |
| <p>The import of cement might not be feasible inspite of above reduction of import duty as the landed cost of cement & transportation cost works out to be Rs. 250-260 as against local price of Rs. 220-230. If the cement stocks open lower 4-5% it will be a good investment opportunity to buy. Our top picks are Mangalam Cement, Grasim, JP Associates & Birla Corp.</p> | | | | | |
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| For POSITIONAL TRADERS (Technical) | | | | | |
| Options Strategy | | (Initiated on 03.04.2007) | | | |
| NIFTY: CALL OPTION WRITING | SOLD | NIFTY 3900 CE @ Rs.19.50 - 20.00 | Lot Size | 50 | |
| | | | Max. Profit | Rs.1000 | |
| | | | Max. Loss | Unlimited | |
| Technically, Nifty faces resistance at around 3900 levels, one can safely sell 3900 calls and pocket in the premium. | | | BEP | 3920 | |
| | | | Margin | Rs.12,000 | |
| For INTRA-DAY TRADERS | | | | | |
| Futures / Cash Markets | | Price | Stop Loss | Target | |
| BUY TATAMOTORS FUTURES | | 663 | 650 | 700 | |

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