

INDICES

Indices	Previous Week	Current Week	% Chg
Sensex	15,572.2	15,189.6	(2.5)
Nifty	4,627.8	4,517.1	(2.4)
S&P CNX 500	3,730.5	3,634.8	(2.6)
BSE-500	6,109.5	5,964.6	(2.4)
MIDCAP	6,350.2	6,228.2	(1.9)
SMLCAP	7,696.1	7,581.7	(1.5)
HC	4,296.0	4,494.0	4.6
CG	12,032.6	12,019.2	(0.1)
CD	4,001.7	3,981.6	(0.5)
OIL&GAS	10,006.1	9,917.0	(0.9)
PSU	6,666.6	6,528.9	(2.1)
METAL	15,515.4	15,185.9	(2.1)
AUTO	4,227.3	4,129.8	(2.3)
POWER	2,700.0	2,627.7	(2.7)
BANKEX	7,266.3	7,056.2	(2.9)
TECK	3,497.9	3,381.1	(3.3)
FMCG	2,361.9	2,241.5	(5.1)
IT	4,598.6	4,336.1	(5.7)
REALTY	6,210.3	5,670.2	(8.7)

Key Levels

	Sensex	Nifty
Week's High	15,337.0	4,626.0
Week's Low	14,645.0	4,369.8
20 W EMA	16,714.0	4,979.6
50 W EMA	16,591.0	4,926.7
100 W SMA	15,195.0	4,467.8



Market Action in Past Week:

BEARS had upper hand during the week. However bounce back later during the week was completely in line with our expectation mentioned previous weekly outlook. During the week we saw NIFTY making a fresh low of 4369 its lowest till now for 2008, breaching its 100 Week EMA and bouncing back later during the week. Out of five trading session we saw key indices declining in three trading session. Amongst sectoral indices we saw BSE Health Care index gaining highest for the week. While BSE REALTY (-8.70%), BSE IT (-5.71%), FMCG(-5.10%) lost the most. During the week CRUDE remained ranged from \$131 to \$138 for most of the week closing the week at \$134.40.

On Friday's trading session we saw key indices declining once again slipping on back of rising inflation, negative global cues. We saw NIFTY loosing 22.25 points or -0.49% to close the week day at 4517.10 levels. Turnover in Friday's trading session declined sharply and stood at Rs.11913.59 crores v/s Turnover of Rs.13612.97 crores reported in previous trading session. Market Breadth surprisingly remained in favor of BULLS and out of 2678 stocks traded on BSE, 1445 advanced, 1156 declined while 77 remained unchanged.

Finally for fourth consecutive week, NIFTY LOST 2.39% to end the week at 4517.10 levels. Inflation rose to 8.75%, as against 8.24% registered in the previous week. "Average daily" volume for the "week" declined a bit and stood at Rs.13163.34 crores as against Rs.13525.02 crores in previous week. During the week, FII continued to remain SELLERS to the tune of Rs.3172 crores during the week as against selling figure of Rs.3291 crores observed in previous week.

During the week PATEL ENG, APIL, SUZLON, JSW STEEL & GMR INFRA lost the most amongst F&O stocks AUROBINDO PHARMA, CHAMBAL FERT, RANBAXY, NAGARJUNA FERT & S.KUMAR NATIONWIDE while were the highest gainers in same category.

Key Levels To Watch for NIFTY During The Week (spot):
SUPPORT AT 4400, 4318 and then at 4100. RESISTANCE AT 4850.

Market Outlook For the Week:

Indices started the week with sharp Sell-off slipping below its 100 Week EMA but later we did saw sharp bounce back precisely as mentioned in our previous week's outlook. Technically, NIFTY continues to remain below 50 WEEK EMA ruling out any MAJOR UPMOVE however, BOUNCE BACKS from 100 week EMA is highly probable. Best case scenario in such conditions is NIFTY remaining ranged between it 100 week EMA and 50 week EMA on higher side. As for the week, we see NIFTY continue having support around levels of 4400 first then at 4318 & 4100 on lower side, while on UPSIDE levels of 4850 will act as an important hurdle.

SECTORAL INDICES

BSE OIL & GAS (9,917.0)

Move in BSE OIL & GAS sector remained in line with our expectation as mentioned in our previous outlook and we did see this sector making low of 9453 levels and high of 10021 levels. During the week we saw BSE Oil & Gas loosing 89.07 points or -0.89% to close the week at 9917 levels. Level of 10200 for the week continues to remain major hurdle for the sector. We would again like to repeat here that breach of 9500 levels on lower side is unlikely going ahead. In this sector ONGC trading at Rs.841.95/- for time being have got strong support around Rs.800/- with resistance at Rs.930/-. Any close below levels of Rs.800/- is likely to see strong sell off once again.

Weekly Stock Idea:

Hind Oil Exp: (Rs.127.20/-)



HIND OIL EXP: (RS.127.20/-) : For the week we have seen this stock moving higher by almost 1.47% while it has already corrected by 6.37% this month. With good support at 200 Day SMA poised at 121.75/- chances of stock bouncing back from lower levels are highly probable. Traders can buy this stock in the range of Rs.125~128/- with closing bases stop loss around Rs.120/- for an upside target of Rs.138~140/- in next two weeks.

OPEN POSITIONAL CALLS - Derivatives

Date	Stock	Reco.	Reco. Price	S.L.	Target	Date	C.M.P.	Comments
11-Jun-08	NIFTY 4550 CALL JUNE	BUY	90.00	65.00	TRAIL	13-Jun-08	80.00	Call Open
13-Jun-08	DR. DEDDYS(CASH)	BUY	730.35	716.00	TRAIL	13-Jun-08	727.80	Call Open
13-Jun-08	DR. DEDDYS FUT JUNE	BUY	714.00	698.00	TRAIL	13-Jun-08	710.00	Call Open

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Equities: Trading through Reliance Securities Limited | NSE SEBI Registration Number Capital Market :- INB 231234833 | BSE SEBI
Registration Number Capital Market :- INB 011234839 | NSE SEBI Registration Number Derivatives :- INF 231234833
Commodities : Trading through Reliance Commodities Limited | MCX member code: 29030 | NCDEX member code: NCDEX-CO-05-00647|
NMCE member code: CL0120 Mutual Funds : Reliance Securities Limited | AMFI ARN No.29889

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