MARKET OUTLOOK
DEC 15, 2005

SUPPORT		TODAY'S MARKET LEVELS	RESISTANCE	
2	1		1	2
9150	9175	SENSEX – 9241.76	9275/84	9310/60
2776	2789	NSE – 2804.55	2816	2826/40

OVERVIEW & BRIEF TECHNICALS

Channel provides resistance

Yesterday, We said that correction is expected and one should book profit at such channel resistances. Market did exactly in line with what we explained. Indices overshot the green dashed channel marginally and reversed. We have now employed new channel (Red solid line) with its base line being 9058-9309 and projection line at 8826 as shown below.

This red channel will now have more significance. On hourly scale, bias and market control is still positive but momentum has turned negative. Below 9200 even bias and market control will also turn negative. Remember, on daily scale, all the three aspects i.e. bias, momentum and market control are positive. This is a pointer towards the fact that downside will be limited to 9175-9110-9058.

TRADERS PARADISE

A Profitable Day-Trading Product

This is a unique product for intra-day trading with high success rate. Traders must see that their trades are squared off at the end of the day. Do not carry any position home.

STOCK	CMP	SUPPORT		RECOMMENDATIONS	S/LOSS	RESISTANCE	
		S2	S1			R1	R2
HDFC BANK	719	703	711	**Go Long** on some decline @ **714/716** with a given stop-loss.	709	722	728
I-FLEX	1047	1035	1040	**Go Long** on some decline @ **1042/1044** with a given stop-loss.	1033	1059	1065
IDBI	102	99	100	**Go Long** on some decline @ **100/101** with a given stop-loss.	98	103	105
RANBAXY	399	390	393	**Go Long** on some decline @ **393/395** with a given stop-loss.	389	400	404
SATYAM	683	674	678	**Go Long** on some decline @ **680/682** with a given stop-loss.	677	686	692

Basics of "Traders Paradise"

"Traders Paradise" with its support and resistance levels along with a commentary allow you to generate your own trading calls using the levels as benchmark. Therefore, use these levels to time your entry, exits and stop losses. This table captures the trading ranges and the movement in the desired direction.

Remember, Day-Trade also requires faster initiation, tighter stop losses and quick profit booking. Though, a clear line of action is provided in the recommendations column of "Traders Paradise", you may alter the levels by using your own wisdom best suited for the day, because given limits may come or may not come. If Day-Trade is your interest and passion, you will be amazed at the high rate of success of this product which is time-tested.

About commentary and other measures

Strictly follow the comments given in the recommendation column to choose your direction of trade. Sometimes, due to unusual and illogical volatile movements, trader is not able to enter into a trade at opening bell though the exact entry level has already come and gone. In such circumstances, trader must wait and watch the movement of the subject stock closely before taking a position as stated below:

- If a long call opens above R1 and sustains, make an entry for the target of R2 by increasing your stipulated stop-loss level. Because, when stock's price crosses R1 we expect an upward spurt in the price unless it falls below the R1 again.

- If Short call opens lower below S1 and stays there, take a short position for the target of S2 by reducing your higher stop-loss level. Because, when a stock's price falls below S1 we expect the price to continue to go down in the short term.

But, whenever, you are able to enter at exact given entry point, you are on top of the world. By strictly adhering to the given stop-loss, try to book partial profit at R1 and rest at or near R2. It will be more preferable and advisable to book a full profit at R1 simply to come out of a trade because ultimately, this is a limited hour's day-trading.

(OPEN CALLS DEC. 2005)
SMART TRADERS DWELLING RING
RIDE THE TREND TILL THE WEIGHT OF EVIDENCE INDICATES THAT IT HAS REVERSED
(DERIVATIVES PICKS)
Future prices

STOCK	CALL STARTED ON	TRAD INST	TREND	LONG/ SHORT	S/L	TARGET T1	TARGET T2	TARGET ACHIEVED ON T1	TARGET ACHIEVED ON T2	NO OF DAYS	% RETURN
NIFTY	15/12	FUTURE	UP	LONG @ 2790/2794	2779	2808	2815		OPEN		
NIFTY	14/12	FUTURE	UP	LONG @ 2784/2788	2773	2815	2830		CLOSED 14/12	1 DAY	+14.1%
ABB	14/12	FUTURE	UP	LONG @ 1932/1940	1894	1985	2010		CLOSED @ 1920 14/12	1 DAY	-5.7%
NIFTY	13/12	FUTURE	UP	LONG @ 2746/2754	2737	2770	2785		CLOSED 13/12	1 DAY	+13.8%
REL CAP	12/12	FUTURE	UP	LONG @ 458/460	439	472	485		OPEN		
DABUR New levels	12/12	FUTURE	UP	LONG @ 187/189	183	198	210	13/12	CLOSED 13/12	2 DAY	+42.8%
NIFTY	09/12	FUTURE	UP	LONG @ 2682/2686	2671	2705	2720		CLOSED 08/12	1 DAY	+11.3%
SUZLON	09/12	FUTURE	UP	LONG @ 846/848	823	863	880		CLOSED 08/12	1 DAY	+22.3%
NIFTY	08/12	FUTURE	UP	LONG @ 2678/2682	2663	2698	2710		CLOSED 08/11	1 DAY	-8.9%
HCL TECH	08/12	FUTURE	UP	LONG @ 518/524	511	533	542		CLOSED 13/12	4 DAY	+17.4%
SATYAM	08/12	FUTURE	UP	LONG @ 665/669	659	676	682	09/12	CLOSED 12/12	3 DAY	+20.4%
ITC	07/12	FUTURE	UP (SMS)	LONG @ 135/136	131.50	139	142		CLOSED @ 140 12/12	4 DAY	+32.9%
NIFTY	07/12	FUTURE	UP	LONG @ 2645/2650	2634	2666	2680		CLOSED 07/12	1 DAY	+13.9%
NIFTY	06/12	FUTURE	UP	LONG @ 2642/2646	2629	2670	2685		CLOSED 06/12	1 DAY	+19.7%
SBI	06/12	FUTURE	DOWN	SELL @ 906/912	924	885	875		CLOSED 06/12	1 DAY	+23.9%
ICICI BANK	06/12	FUTURE	DOWN	SELL @ 538/542	546	524	514		CLOSED 06/12	1 DAY	+19.2%
NIFTY	05/12	FUTURE	UP	LONG @ 2682/2686	2667	2700	2710		CLOSED 05/12	1 DAY	+12.5%
TISCO	05/12	FUTURE	UP	LONG @ 352/356	344	370	390		CLOSED 13/12	7 DAY	+31.6%
REL CAP	02/12	FUTURE	UP	LONG @ 454/458	452 revise	485	496		CLOSED 05/11	1 DAY	-5.2%
NIFTY	01/12	FUTURE	UP	LONG @ 2638/2642	2629	2660	2672		CLOSED 01/12	1 DAY	+17.8%
HLL	01/12	FUTURE	UP	LONG @ 176/178	173	188	196		CLOSED 06/12	4 DAYS	+41.1%
HERO HONDA	01/12	FUTURE	DOWN	SELL @ 842/846	853	825	815	02/12	CLOSED 05/12	3 DAYS	+28.5%
AUROBINDO	01/12	FUTURE	UP	LONG @ 362/366	354	382	392		CLOSED 01/12	1 DAY	+33.7%
NIFTY	30/11	FUTURE (DEC)	UP	LONG @ 2696/2702	2684	2715	2725		CLOSED 30/11	1 DAY	+7.9%
REL ENR	30/11	FUTURE (DEC)	UP	LONG @ 592/596	584	612	620		CLOSED 30/11	1 DAY	-12.2%
REL CAP	30/11	FUTURE (DEC)	UP	LONG @ 448/452	437	462	475		CLOSED 30/11	1 DAY	-15.3%
NIFTY	28/11	FUTURE (DEC)	UP	LONG @ 2682/2688	2674	2705	2720		CLOSED 28/11	1 DAY	+12.7%
SRF	28/11	FUTURE (DEC)	UP	LONG @ 288/294	284	305	315		CLOSED 30/11	1 DAY	-16.1%
I-FLEX	28/11	FUTURE (DEC)	UP	LONG @ 969/975	959	994	1020		CLOSED 29/11	2 DAY	+30.3%
NIFTY	25/11	FUTURE (DEC)	UP	LONG @ 2636/2640	2624	2655	2665		CLOSED 25/11	1 DAY	+13.5%
REL CAP	25/11	FUTURE (DEC)	UP	LONG @ 430/434	424	448	460	25/11	CLOSED @ 443 28/11	2 DAY	+15.3%

Feedback and comments are invited from the readers.
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DISCLAIMER: Author's recommendations are solely made with the purpose to educate the market participants/traders/investors and to enable them to derive maximum benefits by acting upon them. While due care has been taken in preparing these comments, no responsibility will be assumed by the author for the consequences whatsoever, resulting out of acting on these recommendations.