

# SMART INVESTMENT

GAMC No. :1703/2009-11. Issued by SSP Ahd. Valid up to 31-12-2011

Editor : Dilip K. Shah

Archi Publications

311 to 313, Nalanda Enclave  
Pritamnagar 1st Dhal, Ellisbridge,  
Ahmedabad-6. GUJARAT, INDIA

Phone : 079 - 2657 66 39,  
Fax : 079 - 2657 99 96

E-mail :  
info@smartinvestment.in  
smartinvest25@yahoo.in

web : www.smartinvestment.in

Page  
8

VOL : 3

Issue No: 28

RNI No : GUJENG / 2008 / 24320

6<sup>th</sup> Sep. to 12<sup>th</sup> Sep. 2010

Price  
Rs. 12/-

## Come September and the markets turn bullish

### RBI's policy and advance IT payments to be watched

Come September and the Indian stock markets turn bullish. The uptrend that re-emerged on the first day of this instant was tamed down in the following two sessions but the BSE Sensex for 30 scrips could retain a major portion of the gain that it notched on the very first day of the auspicious September month thus making the last week a fourth straight week in the winning streak. Prior to staging a wide-spread and vigorous rally on Wednesday of the week under review, the markets had plunged to a recent new low and the BSE Sensex on Tuesday had breached below a previous low of 17915 that it had established on August 12. The Sensex had plunged to a

new low of 17820 on Tuesday, which, incidentally was the last day of August. And all that happened because the



By Talaksi Gosar  
(Mumbai)

news from foreign economies and their stock markets were extremely negative.

After being knocked down below 18000 mark in the previous week, the BSE Sensex commenced its career for the new week slightly better than the previous week's closing and then rose to a high of 18216 on the opening day of the week itself. Increased selling at higher prices mainly in the

nature of profit-taking and bear hammering inspired by the negative cues from foreign peers, compelled the market barometer, the Sensex, to once again slip below 18000 mark. A prediction as made by a US based veteran market analyst that the markets in the US would crash drastically down in the month of September, was also a factor that affected the market sentiments highly adversely in the initial trading sessions. A fear that the RBI would further increase lending rates, though could not affect the banking companies' stocks significantly adversely, it gripped the general market sentiments which turned cautious.

(Cont... on P 7)

## TIPS OF THE WEEK

BUY.... BUY....BUY

Co. Name	Code	Price	Co. Name	Code	Price
Savera Ind.	512634	78	Ador Welding	517041	232
ITI	523620	46	Premier Ltd.	500540	132
Finolex Cable	500144	58	Green Ply	526797	217
PBM Poly	514087	55	J. K. Tyre	530007	185
Nakoda Tex.	521030	14	Deccan Gold	512068	22
Cheslind Tex.	521056	19	Murlid Ind.	519323	103
Gabriel	505714	64	KNR Const.	532942	186
Birla Eric.	500060	26	Rico Auto	520008	29
Alok Ind.	521070	20	Sathavahana Is.	526093	51
Suryjyoti Sp.	521022	38	Shiva Texyarn	511108	60

## Buy of The Week

Hemant K. Gupta (Mumbai)



### Two Scrips with Big Value

#### Grauer & Weil India (Rs. 84) (Code : 505710)

GWIL is the oldest company in India manufacturing widest range of metal finishing chemicals. GWIL is producing more than 600 types of different chemicals for treating all types of metals. Its metal finishing chemicals are used for Nickel, Copper, Brass, Aluminium, Cadmium etc. Its chemicals find application even in precious metals like Gold, Silver, GWIL also produces Pre-treatment chemicals including Cleaners, Pickling additives etc. In 2009, GWIL had set up a new factory in Jammu which started commercial production in June 2009. This plant is eligible for various fiscal benefits which has improved co's competitive edge. Last year, group company named Bombay Painted had been merged with GWIL. Bombay Paints manufactures coatings based on Alkyds, Epoxys, PU, Vinyls etc which help to reduce corrosion on metal surfaces. Its product range is: Primer for Shipyard \* Paint System for Two-wheelers \*

(Cont... on P 6)

#### Hind Industries

(Rs. 62) (Code : 504036)

Delhi based Hind Industries Ltd is engaged in manufacture and export of fresh, chilled and frozen meat and meat products. Products of the company are widely acceptable and consumed worldwide. Company, together with its subsidiary, is the largest exporter of the meat and meat products from Northern India. Hind Industries has set up latest hi-tech machinery and inhouse R & D to provide highest quality HALAL, fresh and frozen, buffalo, sheep and goat meat and meat products from its modern abattoir-cum-meat processing plant. Its subsidiary Hind Agro in Aligarh is approved by APEDA, Ministry of Commerce, Govt of India for export of meat and meat products. Hind group has received 10 consecutive APEDA awards and 3 National productivity awards for export of excellent quality meat from GOI. Hind Agro Industries Ltd is the only company in the country to have the unique facilities of slaughtering

(Cont... on P 6)

## Nifty 5349 Holds Good

**UPTREND INTACT :-** In the previous week's article, we had written that the Nifty had formed a higher bottom at 5349 and as long as that level remains safe, the uptrend will be intact. This week, the level of Nifty 5349 proved to be a saviour for the markets as the Nifty once again bounced from that particular level. The Nifty has taken support at that level for the third time before staging a rally. On the same lines Sensex too bounced from 17819.

### This Weeks Recommendations

Pair	Stocks	CMP	SL	TGT-1	TGT-2
Buy	Bajaj Auto	2871	2835	2912	2953
Buy	LMW	2338	2272	2462	2620
Buy	MRF	8661	8555	8917	9189
Buy	BOSCH	6299	6209	6435	6588
Buy	Thermax	784	772	806	829

While staging a bounce back, both the indices formed a Bullish Hammer formation, which can be classified as Takuri line. Thus the uptrend will remain intact as long as Sensex 17819 and Nifty 5349 remains intact.

**TECHNICALLY SPEAKING :-** The Sensex opened the week at 18063, made a high of 18355, a low of 17819 and closed the week at 18221. The Sensex gained 223 points on a weekly

basis. Similarly Nifty opened the week at 5408, made a high of 5513, a low of 5348 and closed the week at 5479. The Nifty too closed with the week with a gain of 71 points.

On the weekly charts both Sensex

### INDEX LEVELS

	S3	S2	S1	Close	R1	R2	R3
Nifty	5348	5384	5431	5479	5523	5566	5613
Sensex	17819	17944	18118	18221	18369	18529	18689

and Nifty have formed a Bullish Harami pattern as this week's smaller white body is completely within the previous weeks black body candle. This is a Bullish Reversal Pattern. While bouncing back a bullish reversal Hammer formation

was seen in the daily charts on Tuesday. The lower shadow was too long and hence can be classified as Takuri line. On the daily charts on Thursday, a Shooting Star was formed because of the long upper shadow. This candle formation has bearish implications and these can be reversed only if Sensex closes above 18355 and Nifty above 5513.

A falling trendline has been sup-

## Market Scan



Jatin Sanghavi  
(Mumbai)  
(M) 098205 26455  
E-mail :

jatinsanghavi100@yahoo.com



porting both the indices for quite some time including last week. Sensex has that trendline at 17784 and Nifty at 5331. Sensex has also reiterated strong support at 17819, which is from where it bounced back this week. The Nifty too has bounced back from 5348 this week. Hence strong support will be seen in the Sensex zone between 17819-17784 and Nifty zone of 5349-5331. (Cont... on P 6)

## Selected stock will be supported at every dip

**BSE Index (18221.43) :-** BSE Index is on its northward journey from its bottom level of 17819.99. Market shows neutral position on daily basis, overbought to neutral position on weekly basis and overbought position on monthly basis. It may face the resistance at 18475 but if it crosses the level of 18475 then it may swing between 18550 to 18735. On downside below 18150 it may be supported at 18027 and 17819. Below this level there may be panic like situation.

**Nifty Future (5484.90) :-** Market is witnessing some kind of rally after Nifty future index touched to its bot-

tom level of 5356.80. Market shows neutral position on daily basis, overbought to neutral position on weekly basis and overbought position on

### Stock Wave

Sarvesh Ashok Trivedi  
(Mumbai) (Mob) 09820728124  
www.chartsanketstock.com

tom level of 5356.80. Market shows neutral position on daily basis, overbought to neutral position on weekly basis and overbought position on monthly basis. It may face the resistance at 18475 but if it crosses the level of 18475 then it may swing between 18550 to 18735. On downside below 18150 it may be supported at 18027 and 17819. Below this level there may be panic like situation.

**IDBI (Rs. 128.20) :-** This stock is on its northward journey from its bottom level of 119.25. Market shows neutral position on daily, weekly and

monthly basis. On downside it may be supported at 122 and on upward side beyond 134 the mark of 140 will be the last resistance. Beyond 140 it may swing between 145 to 148.

**Sail (Rs. 191.15) :-** This stock is also on its northward journey from its bottom level of 184.10. Market shows neutral position on daily basis, overbought to neutral position on weekly basis and oversold position on monthly basis. On down side there is no any possibility that it may breach the level of 184 on the contrary it will be supported at 188. On upward side beyond 195 it may touch to the top level of 201 and beyond this level it may swing between 206 to 211.

**Balrampur Chini (Rs. 86.80)**  
This stock too is on its upward movement from its bottom level of 77.50. Market shows neutral position on daily,  
(Cont... on P 2)

**Golden quote :- One should not make an error in the life that erase eraser faster than pencil**

## Interview of Columnist A.J.Diwan

My mind asked my soul to give interview on stockmarkets. my soul accepted the proposal as all likes to be in limelight.

**Mind :** what levels you expect next week?

**Soul :** after touching high of 18321, market reacted and closed at 18221. so under all probability market should cross and closed above 18325 for uptrend. Index has support at 18100/18050 and 18000.

**Mind :** how is monsoon?

**Soul :** it has good progress and above satisfactory levels. Due to this i feel that fertilizer shares should do well.

Before mind ask for any share soul said; I know all questions .tat chemical is good buy on decline. Target price is rs.425.

**Mind :** why RIL is commi9ng down?

**Soul :** in recent past whenever RIL has bought new company abroadhas sold big junk of shares from treassery.on purchase of e i hotel shares again fear was raised. Share has lost charm after a result which was average. Soul added that your question on sulzon will be answered below.

**Mind :** how is us economy?

**Soul :** the picture created by fed chairman is so bad that all data coming out in us looks better than expected. it happened on Friday also. The mounting of crude stock in us is not good for crude companies all over the world.

**Mind :** for the risk taker you suggest any share?

**Soul :** here is your answer on sulzon.there is a strong rumour that RIL is interested in sulzon.even though company has denied this i feel that one should take a risk and buy one lot of sulzon at rs.48.this is absolutely for risk taker.

As columnist I fell that soul is one ounce of god so it cannot go wrong. and if at all just think that god can also make mistake.

Gold+Silver+Crude Oil  
Copper+Nickel+Lead  
Zinc+Natural Gas  
For FREE TRIAL  
SMS Com 56161  
098255 78092