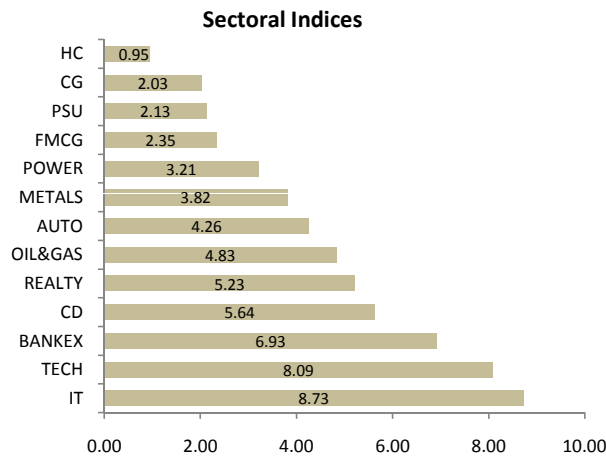


It was a smart pull back for the markets with the key benchmark Indices the Nifty and the Sensex registering gains of 5% for the week. All the sectoral indices closed in the green on a weekly basis. IT and Banking Indices witnessed gains of 8.73% and 6.93% for the week. On the global front, world indices closed with smart gains for the week.

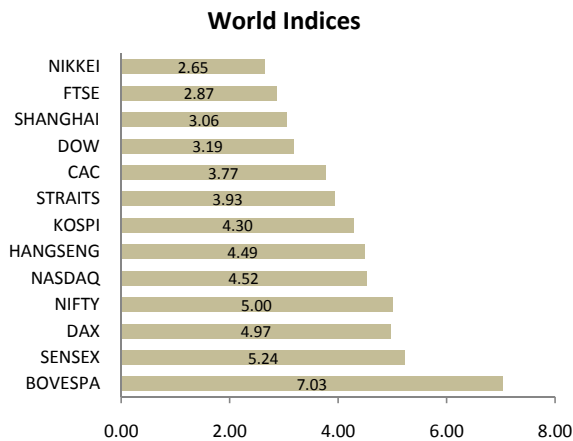
**Sectoral Indices Performance**

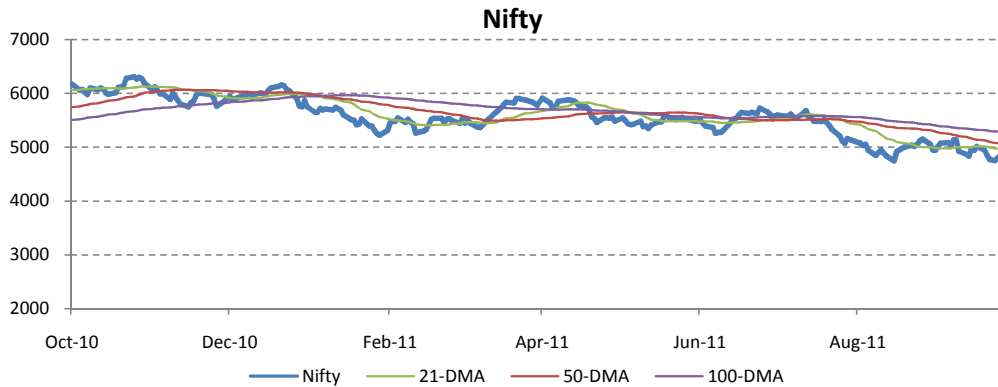


**Highlights of the Week**

- It is now clear: there is a slowdown in manufacturing and it has brought down excise duty collection by over 8 per cent in September. Industry grew by just 3.3 per cent in July and is expected to touch 4.8 per cent in August. Customs duty collection has grown but only in proportion to the depreciation of the rupee.
- Communications and IT Minister, Mr Kapil Sibal, on Monday, announced a slew of initiatives for the telecom sector, including free roaming, unrestricted Net telephony and a new licensing regime for operators under a draft New Telecom Policy 2011.
- UB Group's Mr Vijay Mallya has sold 42.5 per cent stake in his Force India F1 team to Sahara Group, headed by Mr Subroto Roy. Sahara Group chief, Mr Subroto Roy, said that he had invested \$100 million in the team and it would henceforth be known as Sahara Force India F1 team.
- Overall, industrial output grew 4.1 per cent year-on-year in August 2011, making it a second successive month of poor growth.

**Global Indices Performance**





### Nifty Technical Outlook

The NSE Nifty witnessed smart gains with the Index moving in a range of 4882 and 5141 during the week. The Index finally closed at 5132 around its weekly highs, up 5% on a WoW basis.

With the Index witnessing a sharp pullback rally last week, the highest in the past six weeks short term oscillators on the daily charts have moved deeply into the bullish zone. However momentum oscillators on the weekly charts are yet to rollover into the bullish zone.

The rally last week has once again taken the Index towards its key resistance zone of 5170-5230. A strong move past 5170 could take the Index higher towards 5230 and 5275 during the week ahead. However reversal from key resistance levels could bring the Index lower towards 5050 and 4980.

A convincing close above 5350 could turn things positive for the Index in the medium term while a close below 4980 could turn things overtly bearish for the Index in the weeks to come.

#### NIFTY

Weekly High	5,141.40
Weekly Low	4,882.05
20 DMA	4,968.01
50 DMA	5,026.62
100 DMA	5,273.09
RSI (14)	55.09

#### SENSEX

Weekly High	17,112.45
Weekly Low	16,230.77
20 DMA	16,519.68
50 DMA	16,724.11
100 DMA	17,550.85
RSI (14)	54.87

#### Top Nifty Gainers

Company	Close	Chg. %
TATA MOTORS LTD	180.05	13.13
INFOSYS LTD	2,743.75	9.37
WIPRO LTD	363.30	8.84
RELIANCE INFRAST	424.40	8.68
BAJAJ AUTO LTD	1,633.40	8.67

#### Top Nifty Losers

Company	Close	Chg. %
MARUTI SUZUKI IN	1,027.25	(7.72)
RANBAXY LABS LTD	502.50	(2.84)
BHARAT PETROL	655.45	(2.06)

## Technical Picks for the Week

INDIANBANK: SELL (204.25)



The stock has been trading in the range of 190-220 for the past couple of months. The 10 DMA of the stock has just moved below its 20DMA reflecting short term bearishness in the stock. Oscillators on the hourly charts have just rolled bearish. We expect the stock to remain bearish in the next few trading sessions. We recommend selling the stock at current levels for a target of 192 and a SL of 215 in the next few trading sessions.

**Technical Picks for the Week**

ITC: BUY (205.20)



The stock is currently in a short term uptrend and is trading above its key short term moving averages. The 14D RSI is at 59 and is pointed higher. Momentum oscillators on the hourly and daily charts have rolled into the positive zone reflecting a bullish bias for the stock in the short term. We recommend buying the stock at current levels for a target of 215 and a SL of 197 in the next few trading sessions.

## Corporate Actions

Company Name	Ex-Date	Purpose
Noida Toll Bridge Company Limited	17-Oct-11	INTERIM DIVIDEND - RE.0.50 PER SHARE
Pantaloon Retail (India) Limited	19-Oct-11	DIVIDEND-RE.1/- PER SHARE
Pantaloon Retail (India) Limited	19-Oct-11	DIVIDEND-RE.0.90 PER SHARE
Gillette India Limited	20-Oct-11	DIVIDEND-RS.15/- PER SHARE
Infosys Limited	20-Oct-11	INTERIM DIVIDEND - RS.15 PER SHARE (PURPOSE REVISED)
Gateway Distriparks Limited	20-Oct-11	INTERIM DIVIDEND-RS.3/- PER SHARE (PURPOSE REVISED)
HCL Technologies Limited	21-Oct-11	ANNUAL GENERAL MEETING AND DIVIDEND - FINAL RS.2/- PER SHARE + INTERIM DIVIDEND (PURPOSE REVISED)
Globus Spirits Limited	21-Oct-11	ANNUAL GENERAL MEETING AND DIVIDEND RE.1/- PER SHARE

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