

## STOCK OF THE WEEK



## TECHNICALS

### State Bank of India

*India's largest Bank !*

SBI rallied from 891.50 in early March 2009 to 3515 in November 2010. SBI has been leading the correction in markets and has retraced 62% of the entire uptrend in past ten months.

1860 are key support areas; price and volume action around these levels does suggest possibility of some positive action here in immediate short term. Momentum indicators are in buy mode from oversold zones, traders can use all dips to buy into SBI with stop below 1860 closing basis for short term bounces for next 1-2 weeks. Short Term supports 1920-1860-1715, Short Term resistance areas 2085-2160-2280.

Looking at the long term picture, wave counts, does suggest a possibility of SBI bottoming out in next 3-6 months; investors can look to add SBI gradually in their portfolio from current market prices and add in subsequent dips.