

## Market Watch

04:04 PM | 04 Apr

## SENSEX

22,359.50 ▼ -149.57

## NIFTY

6,694.35 ▼ -41.75

## Gold (MCX) (Rs/10g.)

28,246.0 ▲ 114.0

## USD/INR

60.08 ▼ -0.1VIEW MARKET DASHBOARD 

You are here: Home &gt; Collections &gt; Canara Bank

## Aviva Term Plan

[avivaindia.com/Term-Insurance](http://avivaindia.com/Term-Insurance)Get 1 Cr Life Cover @Rs 16\*/day.  
High Protection at Minimal Cost!

## It is time to take stock of PSU banks

Feb 15, 2014, 07:50PM IST

0

Tweet

0

Recommend

Tags: [PSU Banks](#) | [Mazhar Mohammad](#) | [Indian economy](#) | [Canara Bank](#) | [Bank of India](#) | [Bank of Baroda](#)

By Mazhar Mohammad

MUMBAI: Baron Rothschild, the famous British Banker of 18th century, once said, "The time to buy is when there is blood in the street." So, the investors should not hesitate to go ahead and pick up the most unwanted kids on the block - the PSU banks.



## 7 Days Free Intraday Tips

[intradaylevels.com/](http://intradaylevels.com/)100% Accurate NSE  
Intraday Tips SMS Free Trial  
for 7 days to check Tips

## Get Upto Rs 3000 Cashback

[cromaretail.com/Free-Shi...](http://cromaretail.com/Free-Shi...)5% Cashback On CitiAcc  
Credit Cards. On  
Transaction Above Rs 5000

## Best Stock to Buy in 2014

[stockaxis.com/Best-Stock](http://stockaxis.com/Best-Stock)8-10 Best Stocks to Buy per  
month 8-10% short-term  
Returns, Try Free

## Jobs In SBI-Register Now

[naukri.com/Register-Free](http://naukri.com/Register-Free)Get hired at SBI branches  
across India. Top Profiles,  
High CTC.

## RELATED ARTICLES

[Sensex up 24 points at close on Thursday](#)

June 19, 2003

[Sensex up 59 points at close on Thursday](#)

July 10, 2003

[Sensex down 9 points at close on Wednesday](#)

July 9, 2003

## IN-DEPTH COVERAGE

[Canara Bank](#)[Scrip](#)

It is not making any sense why the representative of the Indian economy, the State [Bank of India](#), is trading at almost its bear market low of Rs 1,450, registered in August 2013.

The other large [PSU banks](#) are also available at throw-away prices at a time when the world economy appears to be recovering from the European crisis. The American economy is throwing back-to-back strong economic statistics every quarter.

So the [Indian economy](#) may also be on the verge of turning around sooner than later or at least there doesn't appear to be any nasty surprise in store which shall suppress the growth of the country/world for another couple of years.

Any turnaround in the economy shall majorly benefit these PSU banks which have seen more value erosion than their counterparts. On technical charts, the PSU Bank Index already tested and recoiled from its major support placed on long term charts around 2,086 on Thursday.

Whenever such long-term support levels are tested, big bounces are seen. Conversely if the said support level is violated, a bigger fall will unfold. Hence by keeping this point in mind, traders should selectively shop for PSU banks and keep a close eye on the level of 2,060.

If this level is violated, then we won't advice to remain long on any PSU banking scrip. As risk reward ratios from these levels look attractive, long-term investors and even traders should not hesitate from buying the following names.

**Bank of Baroda:** This scrip is trading close to its strong support placed at Rs 517. Hence one should utilise this opportunity to buy for an initial target of Rs 577 and a higher of Rs 593 - 600 with a stop loss below Rs 517 on closing basis.

**Canara Bank:** This scrip is sitting exactly on its monthly trend line support. On short-term charts, good logical support is available at Rs 210 after testing, which it recoiled in today's trading session.

Buy this counter for an initial target of Rs 226 and if everything goes well with the market, a higher target of Rs 243 - 247 can't be ruled out. Exit if it closes below Rs 209.

**Bank of India:** On short term charts, this counter has good support at Rs 171 levels. On closing basis this support was not violated in the last 2 trading sessions. As risk-reward ratios are looking fairly attractive, one should not hesitate to buy this for initial targets of Rs 187 and sustain above the same for a higher target of

## SPOTLIGHT

### Best Slideshows



### Datsun on-DO sedan - Should it come to India?

Datsun has launched its first vehicle in Russia, the on-DO sedan. Prices haven't been confirmed yet, the sedan would be priced below Rs 6.8 lakh.

- [Painstaking underwater search for MH370 black box](#)
- [ISRO's IRNSS: 10 facts about India's GPS equivalent](#)



Rs 198. Exit if it closes below Rs 169.

## Free Trial Intraday Tips

[beststockanalysis.co.in/BSE-NSE](http://beststockanalysis.co.in/BSE-NSE)

Pay Only When You Make Profits 90% Accuracy.  
Try It Yourself

## Nifty Can make you Retire

[schoolofnifty.com](http://schoolofnifty.com)

Trade in Nifty Futures, Stock Future Change your mindset and retire soon

State Bank of India: Although this counter is looking technically weak, it is trading close to its immediate support level of Rs 1450 registered in August 2013, as contrarian traders we don't mind to buy at these levels with a stop below Rs 1450 for initial targets of Rs 1558. Even long-term passive investors should buy at these levels with the same stop.

*(The Analyst is a Technical Research Strategist, Chartviewindia.in) www.chartviewindia.in*

### NOTES:

1. Prices mentioned above are from NSE Cash segment. 2. All recommendations are positional trades 3. Recommendations are made purely on the basis of technical research studies and readers are requested to consult their own financial advisors before acting as the analyst will not be in touch to communicate any adverse and unexpected technical developments on the charts.

## Investment Banking Course

[educorporatebridge.com](http://educorporatebridge.com)

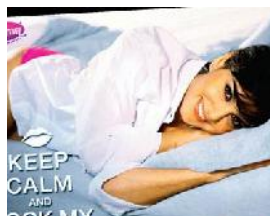
Learn Financial Modeling, DCF IPO, M&A, Pitch Book, Valuations

## Start Earning Today

[tradesmartonline.in/Open-Account](http://tradesmartonline.in/Open-Account)

Pay Only Rs.15 per Executed Order. Unlimited Trading On Cash And F&O

## FEATURED ARTICLES



Sunny Leone's ex-porn star status opens up edgy brand endorsement chances for the Bollywood actress



10 best tax-saving investments



Datsun Go hatchback launched at a starting price of Rs 3.12 lakh

### More:

India's first e-reader Wink unveiled, supporting 15 languages

Datsun Go hatchback launched at a starting price of Rs 3.12 lakh

Submit Form 15G or 15H to avoid Tax Deducted at Source

Want to withdraw from your provident fund account? Here's how!

Tableau Software, Atlassian prepare for IPO amid market woes

10 steps to file your income tax return online

### More from The Economic Times

- [Radhakishan Damani: Man with the Midas touch in the stock markets](#) 25 Mar 2014
- [Infosys looks to rope in Israeli firm Goldratt Consulting to improve...](#) 31 Mar 2014
- ['IBM India sacks executives for fraud'](#) 26 Mar 2014
- [Exclusive: Suzlon's restructuring plans](#) 05 Apr 2014

### More from the web

- [Genetically modified crops in India](#) Financial Chronicle
- [Do You Have What It Takes to Be a Millionaire?](#) Kiplinger
- [Tried and True Investing Advice – Explained](#) RAAID'S RUMINATIONS
- [Russian Buys German Oil & Gas Production Unit](#) Roll Call

Recommended by

**Readers' opinions (22)**Sort by: [Newest](#) | [Oldest](#)**prajsoon c** (Blr)

17 Feb, 2014 03:30 AM

Yes, PSU banks are a good pick now !!! It may again go down but we can see a great recovery soon !!!

**K J GEORGE** (Kerala)

16 Feb, 2014 09:25 PM

PSU banks are making profits and not losses. These banks charge the public a very high rate for every type of service it provide. You take a loan from any of these banks and you will be ruined.The banking service is a profitable business and hence more applications for new banking licenses.

**Govind** (Mumbai)

16 Feb, 2014 09:04 PM

Yes now this year all PSU bank result will come good.

**RAVI KANT** (Unknown)

16 Feb, 2014 06:09 PM

Each dip may be a chance to accumulate PSU banks stock.

**sunash** (delhi)

16 Feb, 2014 11:56 AM

Pertinent question is turnaround in economy

[» READ ALL COMMENTS](#)**THE ECONOMIC TIMES**

www.economictimes.com

© 2014 Bennett, Coleman &amp; Co. Ltd. All rights reserved

[Index by Date](#) | [Index by Keyword](#)[Advertise with us](#) | [Terms of Use](#) | [Privacy Policy](#) | [Feedback](#)