

Daily Nifty Observer

Issue - 654

May 07, 2012

Nifty Outlook

.....sustainability above or below 5117 levels (200 DMA) will decide medium to long term trend of Nifty.....

Support

5080/5050/5020

Resistance

5090/5117/5150

Market Strength Indicators

14 days RSI - Down by 4.64 points at 44.03 levels

14 days SchRSI - Down by 44.08 points at 4.00 levels

Stochastic - Down by 14.74 points at 59.37 levels

TSI - Down by 3.13 points

Market Intensity Indicator

NFP - At premium of 11.1 from premium of 11.4 earlier

Advance - 283

Decline - 1199

Volatility - Up by 0.02 points at 0.14 levels from previous

Moving Average Indicator

20 days SMA - 5230.23

50 days SMA - 5282.50

200 days SMA - 5117.31

Bollinger Band - Around Middle Band

Other Indicators

FII's Spot - Positive

DII's Spot - Negative

F&O - Negative

Global Indices

Asian --

Europe --

US --

Spot Nifty Daily Chart Analysis

NSE Nifty (N59901) 5166.65, 5177.20, 5070.60, 5086.85, 661913408 -1.96%

Price Avg(S,20) Avg(S,50) Avg(S,200) Boll(S,20,2,00)



Spot Nifty closed at 5086.85 down 1.96 % after down trending trading session with rise in volume which was above its 20 period SMA. It made a high of 5177.20 and low of 5070.60 levels in intraday.

Nifty closed below its 20 period, below its 50 periods and even below its 200 periods SMA. LONG TERM TREND TURNED OUT TO BE BEARISH AS NIFTY CLOSED BELOW ITS 200 DAYS SMA ON FRIDAY. .

Momentum oscillator is indicating that Nifty is trading around its over sold zone on intraday chart.

Monday will decide mid to long term trend of Nifty. 5117 levels will act as trend reversal point. Sustainability below it means initiation of bear phase, above it continuation of bull phase.

60 Minute Chart Analysis

NSE Nifty (N59901) 0.00, 0.0, 0.0

0.00, 0.00, 0.00, 0.00, 0.00, 0.00%

Price STrend(3,00,1,0)



14 days Schotestic RSI (60 minutes chart) closed at 0.97 levels & traded below its 9 period EMA for whole of the trading session and managed to close below it. On Monday it may try to move above its 9 period EMA levels allowing Nifty to trade below 5150 levels.

Today Nifty continued its gap down opening trend and closed below 5100 levels .For Monday continued sustainability below 5095 levels will only drag Nifty towards 4952 levels in next few 60 minutes. Probability to attempt 5120/5150 levels before travelling towards 4952 levels is high.

240 Minute Chart Analysis

NSE Nifty (N59901) 0.00, 0.0

0.00, 0.00, 0.00, 0.00, 0.00, 0.00%

Price STrend(3,00,1,0)



Today was 16th day for Nifty in bear zone after 4th day in bull zone for Super Trend, over 240 minutes **Heikin Candle**.

Continuation of sustainability below 5350 levels in next few 240 minutes candle will allow Nifty to move towards 5200 levels or below upto 5000 levels. Below it, Nifty to find support at 4840 levels.

After nine consecutive 240 minutes candles closing above 3th speed line today Nifty closed below it. Speed line is drawn from the high of 5629.95 (22/02/12) and low of 5136.10 (29/03/12). Only sustainability below 3rd speed line will force Nifty to move towards 2nd speed line (5000 levels or below) in next few 240 minutes candle.

Note on Nifty Intraday Price,OI & Volume (03/05/2012)

On Friday fall in Nifty (1.95 %) was registered with rise in Nifty May 12 futures open position (12.28 %) and rise in Nifty spot intraday volume (19.05 %).

Nifty fall with rise in OI and volume suggesting that the downtrend is secure and that the trend may continue for a period of time.

Current fall of 1.95 % in Nifty was due to fresh short build up in Nifty May 12 series.

For Monday 5117 levels will be important resistance level. Continuation of trading below this levels will open gate for 4990/4952 levels with 5070/5050 as crucial support zone below 5090 levels in days to come. However, sustainability above it will force Nifty to resist at 5150 levels on intraday.

Stocks Corner

Fresh Long

ESSAROIL RUCHISOYA CIPLA WELCORP SOBHA
 COREEDUTEC LUPIN SUZLON EXIDEIND PIRHEALTHI
 HINDPETRO ZEEL ASIANPAINT SUNPHARMACOLPAL POLARIS
 PATNI DRREDDY

Long Liquidation

TCS FEDERALBNK BHUSANSTL TVSMOTOR HDFC
 TECHIM MAX ABGSHIP ABIRLANUVO YESBANK
 ORIENTBANK TATAMTRDVR ALOKTEXT NTPC
 BAJAJHLDNG BEL SUNTV BIOCON POWERGRID
 ANDHRABANK SAIL INDIACEM NCC COALINDIA
 TITAN HEXAWARE GSPL GRASIM VOLTAS VIJAYABANK
 CENTURYTEX JPASSOCIAT IOB JUBLFOOD MRPL
 RAYMOND PTC HDFCBANK AMBUJACEM VIPIND
 KOTAKBANK AUROPHARMA TATACOMM RENUKA
 SREINFRA ULTRACEMCO BAJAJHIND SESAGOA JSWENERGY
 ARVIND GMRINFRA IBREALEST HEROMOTOCO SKUMARSYNF
 RCOM DELTACORP IRB

Short Covering

PETRONET DABUR IGL WIPRO BALRAMCHIN
 TATAMOTORS CESC ACC INDUSINDBK HINDUNILVR

Fresh Short

MPHASIS TATACHEM VIDEOIND RANBAXY PATELENG LICHSGFN
 CANBK BEML HCLTECH IOC BOSCHLTD GMDCLTD
 TATAPOWER MARUTI ADANIAPORTS ALBK
 DIVISLAB ADANIENT TATACOFFEE BHARATFORG
 INDHOTEL CNXIT BHARTIARTL OIL NMDC
 TTML JETAIRWAYS GAIL BRFL DJIA
 SRTRANSFIN BPCL BANKINDIA ITC JPPower MCLEODRUSS
 GLAXO S&P500 JSWSTEEL KTKBANK INFY RELIANCE
 OFSS GESHIP JINDALSTEL DISHTV UNIONBANK HINDZINC
 NHPC NIFTY IDEA CNXPSE SCI SIEMENS
 IVRCLINFRA NIFTYMCAP50 GODREJIND ONGC JSWISPAT
 LITL ESCORTS BATAINDIA HCC HINDALCO IDFC
 IDBI CUMMINSIND DLF ROLTA TATAGLOBAL
 M&M SOUTHBANK CNXINFRA INDIANFO APIL HAVELLS
 ICICIBANK MCDOWELL-N TTKPRESTIGABB BOMDYEING
 CENTRALBK PFC CROMPGREAV ADANIPOWER
 CAIRN BANKNIFTY RELCAPITAL STER CHAMBLFERT
 PRAJIND TATASTEEL PUNJLLOYD MTNL BAJAJ-AUTO OPTOCIRCUI
 RELINFRA ONMOBILE INDIANB ABAN UNITECH JINDALSAW
 ORCHIDCHEM SBIN RECLTD FORTIS DCB LT
 ASHOKLEY STRTECH IFCI BGREENERGY NAGAROIL AXISBANK PNB
 APOLLOTYRE UCObANK BHEL EDUCOMP RPOWER
 JISLJALEQS UNIPHOS SINTEX DENABANK HDIL BFUTILITIE
 BANKBARODA GUJFLUORO SYNDIBANK HINDOILEXPFINANTECH
 GVKPIL MRF PANTALOONR

Performance Corner

Daily Calls Monitor

[Short Infy May 12 future @ 2485/2492 \(spot\) sl 2515 tgt 2464/2445](#)
[short jsw steel may 12 future @ 669/672 \(spot\) sl 677 tgt 654/645](#)
[Short Bajaj Auto May 12 future @ 1515/1519 \(spot\) sl 1531 tgt 1499/1477](#)
[Buy Reliance @ 737 sl 733 tgt 744/749; sl triggered in reliance intraday buy call](#)
[Short M&M May 12 future @ 698/700 \(spot\) sl 707 tgt 691/684](#)
[Short TCS May 12 future @ 1275/1280 \(spot\) sl 1295 tgt 1255/1230](#)
[Short Nifty May 12 future @ 5135/5144 \(spot\) sl 5155 tgt 5110/5084](#)
[Short SBI May 12 future @ 2029/2034 \(spot\) sl 2047 tgt 2005/1984](#)
[Buy LT @ 1140 sl 1133 tgt 1150/1161](#)

[Short Crude May 12 future @ 5505/5510 sl 5531 tgt 5485/5469](#)
[Short Copper June 12 future @ 445.50/446.00 sl 447.70 tgt 443.00/441.50](#)

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