

# Daily Nifty Observer

Issue - 661

May 16, 2012

## Nifty Outlook

.....nifty may move towards 4995 levels on wednesday.....

## Support

4910/4890/4870

## Resistance

4950/4970/4995

## Market Strength Indicators

14 days RSI - Up by 4.49 points at 32.31 levels

14 days SchRSI - Up by 26.67 points at 26.67 levels

Stochastic - Up by 10.19 points at 20.53 levels

TSI - Down by 1.2 points

## Market Intensity Indicator

NFP - At discount of 0.55 from discount of 19.55 earlier

Advance - 795

Decline - 652

Volatility - Unchanged at 0.15 levels from previous

## Moving Average Indicator

20 days SMA - 5136.69

50 days SMA - 5226.11

200 days SMA - 5095.56

Bollinger Band - Around Lower Band

## Other Indicators

FII's Spot - Negative

DII's Spot - Negative

F&O - Negative

## Spot Nifty Daily Chart Analysis

NSE Nifty (NSE9901) 4942.80, 4955.00, 4868.55, 4942.80, 596016176, 0.71%

Price Avg(20) Avg(50) Avg(200) 5136.69 5226.11 5095.56



Spot Nifty closed at 4942.80 up 0.71 % after up trending trading session with rise in volume which was above its 20 period SMA. It made a high of 4955.20 and low of 4868.55 levels in intraday. Nifty closed below its 20 period, below its 50 periods and even below its 200 periods SMA. SHORT TERM TREND WILL REMAIN BEARISH AS NIFTY CLOSED BELOW ITS 200 DAYS SMA ON MONDAY (07/05/2012). Momentum oscillator is indicating that Nifty is trading in its over sold zone on intraday chart.

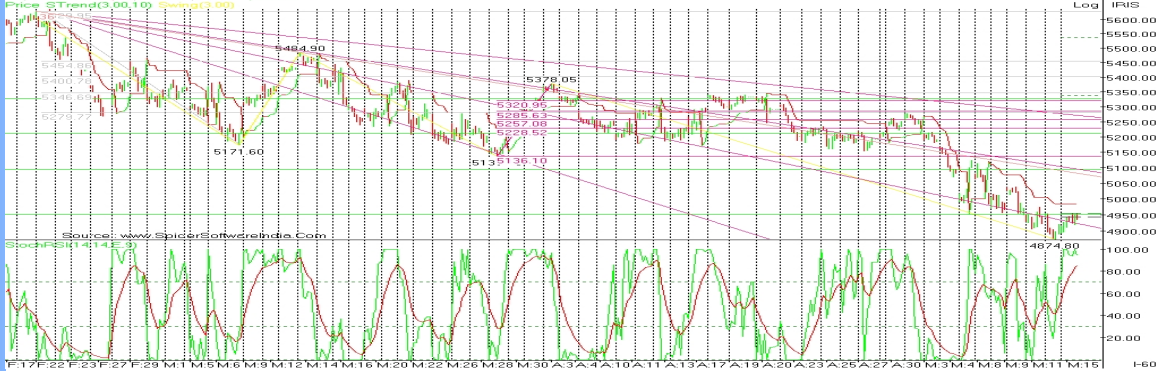
**On wednesday, breach of 4950 levels will increase the probability of short term trend reversal which will initiate above 4995 levels. Below 4950 levels, 4890/4810 will act as short term support zone for Nifty in days to come.**

## 60 Minute Chart Analysis

NSE Nifty (NSE9901) 4942.80, 1, 595258586

D, 0.00, 0.00, 0, 4953.90, 4993.95, 0.00%

Price STrend(3,00,10)



14 days Schotestic RSI (60 minutes chart) closed at 94.12 levels & traded above its 9 period EMA for whole of the trading session and managed to close above it. On Tuesday it may try to come below its 9 period EMA levels allowing Nifty to trade above 4890 levels.

Nifty tested 4890 levels but sustained above it, however closed below 4950 levels today. On wednesday, 4910/4890 levels will act as support for intraday with immediate resistance at 4950 levels. If sustained above 4950 levels, it will force Nifty towards 4990/5020 levels.

## 240 Minute Chart Analysis

NSE Nifty (NSE9901) 4942.80, 1, 595258586

D, 0.00, 0.00, 0, 4953.90, 4993.95, 0.00%

Price STrend(3,00,10)



Today was 25th day for Nifty in bear zone after 4th day in bull zone for Super Trend, over 240 minutes Heikin Candle.

Today also Nifty sustained and closed below 4950 levels.

After 2 days closing below 2nd speed line Nifty today closed above it. Speed line is drawn from the high of 5629.95 (22/02/12) and low of 5136.10 (29/03/12).

**In next few 240 minute Heikin candle Nifty have to give close above 2nd speed line to move towards 3rd speed line (around 5100 levels). If it continues closing below 3rd speed line then it will increase probability to slide towards 1st speed line (around 4500 levels).**

## Note on Nifty Intraday Price,OI & Volume (15/05/2012)

On tuesday rise in Nifty (0.71%) was registered with rise in Nifty May 12 futures open position (13.64%) and rise in Nifty spot intraday volume (15.20%).

Nifty rise with rise in OI and in volume suggesting that the market is attracting larger numbers of trader willing to open positions from the long side and hold them. Traders are more confident that prices will continue to climb up. This scenario indicates for a bullish movement to continue. Current rise of 0.71 % in Nifty was due to fresh long build up in Nifty May 12 series.

**For wednesday also, 4950 levels will act as a crucial resistance levels. Closing above 4950 levels will only ensure continuation of consolidation around 5000 levels, else Nifty will slide towards 4810/4777 levels in days to come.**

## Stocks Corner

### Fresh Long

INDIAINFO	HCC	MCDOWELL-N	JSWENERGY	NMDC
ROLTA	DELTACORP	SESAGOA	CENTURYTEX	NAGAROIL
WELCORP	CHAMBLFERT		HDIL	GVKPIL
CUMMINSIND	MRPL	LICHSGFIN	STRTECH	DENABANK
APOLLOTYRE	STER	INFY	SUZLON	CESC
SUNPHARMAIGL	ABAN	HEROMOTOCO		JPOWER
HINDOILEXP	GODREJIND	DLF	JSWISPAT	TATASTEEL
PUNJLLOYD	PATELENG	INDIACEM	HINDALCO	RPOWER
PTC	IDEA	TATACOFFEE	RENUKA	JPASSOCIAT
BPCL	VOLTAS	LITL	JINDALSTEL	SAIL
RELCAPITAL		VIJAYABANK		DIVISLAB
ULTRACEMCO		RELINFRA	CNXIT	BAJAJHIND
SOUTHBANK	RCOM	CNXINFRA	TECHM	SIEMENS
BAJAJ-AUTO	SINTEX	CIPLA	MCLEODRUSS	
BANKBARODA		ARVIND	FORTIS	IOC
TATAPOWER		PATNI	NFTYMCAP50	
BANKNIFTY	VIDEOIND	KOTAKBANK		SYNDIBANK
CENTRALBK	BAJAJHLDNG		MAX	SREINFRA
WIPRO	TVSMOTOR	ACC	HDFC	COREEDUTEC
TTML				

### Long Liquidation

RUCHISOYA	GSPL	ADANIPOORTS	BATAINDIA	CROMPGREAV
BHEL	JISLJALEQS	ORIENTBANK	POLARIS	COALINDIA
LUPIN	ABB	BHARATFORG	GMDCLTD	OFSS
GAIL	HINDZINC	PIRHEALTH	ADANIEMT	JINDALSAW
DABUR	MPHASIS	NTPC		BEL

### Short Covering

BOMDYEING	LT	FINANTECH	JSWSTEEL	IFCI	PRAJIND
CAIRN	ONMOBILE	IVRCLINFRA	PFC	IRB	
AUROPHARMA		GMRINFRA	SKUMARSYNF		TTKPRESTIG
MRF	TATAMTRDVR		ADANIPOWER		INDIANB
BELM	UCOBANK	IDBI	EDUCOMP	SCI	ICICIBANK
ALOKTEXT	SOBHA	TATAGLOBAL		ANDHRABANK	
POWERGRID	INDHOTEL	MTNL	IOB	OPTOCIRCUESCORTS	
BANKINDIA	GRASIM	SBIN	COLPAL	PNB	ALBK
RANBAXY	FEDERALBNK		HCLTECH	ESSAROIL	APIL
BHUSANSTL	NIIPC	BALRAMCHIN		AMBUJACEM	
RELIANCE	TCS	JUBLFOOD			

### Fresh Short

TATAMOTORS	CNPXSE	BOSCHLTD	SUNTV	RECLTD
HDFCBANK	BFUTILITIE	M&M	HINDUNILVR	AXISBANK
SRTRANSFIN	DISHTY	YESBANK	HINDPETRO	DRREDDY
GESHIP	TATACHEM	ASHOKLEY	ONGC	ZEEL
PETRONET	CANBK	BHARTIARTL		GLAXO
UNITECH	ABGSHIP	KTKBANK	ITC	IDFC
INDUSINDBK	BIOCON	BRFL	HAVELLS	EXIDEIND
PANTALOONR		MARUTI	ABIRLANUVO	
UNIPIOS	ORCHIDCHEM			JETAIRWAYS

## Performance Corner

### Daily Calls Monitor

**Buy BPCL @ 717/719 sl 7111 tgt 727; tgt achieved**  
**Buy Heromotoco @ 1850/1858 sl 1830 tgt 1897; tgt achieved**  
**Buy LT 1203/1207 sl 1187 tgt 1227/1240**  
**Buy Nifty May 12 future @ 4897/4905 (spot) sl 4877 tgt 4934/4949**  
**Buy DLF @ 182/183 sl 179 tgt 186/189**  
**Buy Orchidchem @ 125 sl 123 tgt 129/134; sl triggered in orchid intraday buy call**  
**Buy SBI @ 1855/1860 sl 1840 tgt 1897**  
**Buy Jubilantfood @ 1132/1138 sl 1119 tgt 1164/1187**  
**Buy Tata Steel @ 410/412 sl 407 tgt 415/419**  
**Buy Nifty may 12 future again @ 4930/4937 (spot) sl 4915 tgt 4949/4959; 2nd tgt of earlier intraday buy call in nifty achieved**

**Swing Call :- Buy on dips Gold Bees (CMP - 2690) till 2670 strict sl 2639 tgt 2744/2790 (time frame 7-12 weeks)**

**BTST - Maruti (CMP - 1224) sl 1202 tgt 1257/1270**

**Buy Silver July 12 future @ 52850/52950 sl 52490 tgt 53700/54100**  
**Buy Copper June 12 future @ 423 sl 421 tgt 427; sl triggered in copper intraday buy call**  
**Buy Crude May 12 future @ 5090/5084 sl 5069 tgt 5121/5134; 2nd tgt Alert - Trade with strict sl on every intraday trading calls**  
**May Buy Crude May 12 future again @ 5115/5120 sl 5097 tgt 5145/5167; 2nd tgt of earlier intraday buy call achieved**  
**May buy copper June 12 future again @ 421.50/422.00 sl 420.50 tgt 423.50/425.20; sl of earlier intraday buy call triggered in copper**

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