

# Daily Nifty Observer

Issue - 669

May 26, 2012

## Nifty Outlook

.....probability to move towards and above 4950 levels for Nifty is high on monday trade.....

## Support

4905/4880/4850

## Resistance

4934/4950/4970

## Market Strength Indicators

14 days RSI - Down by 0.08 points at 40.01 levels

14 days Schotestic RSI - Down by 0.61 points at 99.39 levels

Stochastic - Up by 10.75 points at 60.67 levels

TSI - Up by 1.85 points

## Market Intensity Indicator

NFP - At discount of 1.55 from discount of 8.3 earlier

Advance - 843

Decline - 601

Volatility - Down by 0.01 points at 0.15 levels from previous

## Moving Average Indicator

20 days SMA - 4993.48

50 days SMA - 5154.01

200 days SMA - 5071.87

Bollinger Band - Moving towards Middle Band from Below

## Other Indicators

FII's Spot - Negative

DII's Spot - Positive

F&O - Positive

## Spot Nifty Daily Chart Analysis



Spot Nifty closed at 4920.40 down 0.02 % after ranging trading session with fall in volume which was below its 20 period SMA. It made a high of 4935.80 and low of 4889.35 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 just above its over sold zone on intraday chart.

**On monday Nifty likely to trade above 4900 levels with 4880 levels as immediate support on daily chart. Above 4900 levels Nifty will find resistance at 4934/4950 levels. Below 4900 levels, 4840/4777 will act as short term support zone for Nifty in days to come.**

## 60 Minute Chart Analysis



14 days Schotestic RSI (60 minutes chart) closed at 84.28 levels & traded above its 9 period EMA for whole of the trading session and managed to close around it. On monday it may try to come below its 9 period EMA levels allowing Nifty to trade below 4950 levels.

Today, Nifty consolidated in a small band of 30 points due to long liquidation. On monday 4905 levels will act as immediate support and 4934 levels as immediate resistance. Only continuation of trading above 4900 levels will accelerate the probability to breach and sustain 4934 levels to test 4950 levels or above. Below 4900 levels it has support at 4880/4850 levels.

## 240 Minute Chart Analysis



Today was 32nd 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.

Nifty for 2nd day closed above its 3rd speed line. 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 (25/05/2012)

On Friday fall in Nifty (0.02%) was registered with fall in Nifty May 12 futures open position (6.84 %) and fall in Nifty spot intraday volume (4.99 %).

Nifty fall with fall in OI and volume suggesting that the market is making its bottom and the higher probability is that the price will rise at some point forward.

Current fall of 0.02 % in Nifty was due to long liquidation in Nifty May 12 series.

**For monday, continuation of trading above 4880 levels will increase probability to test and sustain 4950 levels. Below 4880, Nifty had stiff support in the zone of 4840/4810 levels.**

## Stocks Corner

### Fresh Long

VOLTAS	PRAJIND	ADANI	JUBLFOOD	MTNL	NHPC
IBREALEST	SINTEX	BALRAMCHIN	MRF	MCDOWELL-N	
	TATACOMM	TATASTEEL	NMDC	PATELENG	DLF
SRTRANSFIN	SBIN	VIPIND	TATAMTRDVR		
RELINFRA	TVSMOTOR	SAIL	BRFL	BFUTILITIE	HINDOILEXP
AUROPHARMA		IFCI	INDUSINDBK	GMRINFRA	LITL
COALINDIA	HINDALCO	SIEMENS	JPOWER	RANBAXY	GMDCLTD
ADANIPOWER		HINDZINC	VIDEOIND	ESSAROIL	BPCL
GSPL	YESBANK	SUNTV	GESHIP	IOB	HCLTECH
OFSS	APOLLOTYRE		BIOCON	NTPC	

### Long Liquidation

NIFTY	COREEDUTEC	TCS	ORCHIDCHEM
CENTURYTEX	VIJAYABANK		PTC
CIPLA	RUCHISOYA	TATAPOWER	CNXT
RENUKA	RPOWER	SUZLON	ONGC
JINDALSAW	BEL	MRPL	MAX
HAVELLS	ONMOBILE	DRREDDY	DELTA
HINDUNILVR		OPTOCIRCUIT	BOSCHLTD
HDFC	TITAN	HEXAWARE	POWERGRID
INDIANB	PIRHEALTH	TATAGLOBAL	NAGAROIL
SOBHA	BANKBARODA	JETAIRWAYS	HINDPETRO
M&M	MARUTI	WELCORP	

### Short Covering

GAIL	INDIACEM	CUMMINSIND	EXIDEIND	POLARIS
JPASSOCIAT	CAIRN	JSWSTEEL	SREINFRA	JISLJALEQS
BATAINDIA	UCOBANK	FINANTECH	LT	ADANI
FEDERALBNK		BANKINDIA	STER	RCOM
ABIRLANUVO		SYNDIBANK	DCB	EDUCOMP
RAYMOND	ROLTA	SCI	SESAGOA	UNIONBANK
CHAMBLFERT		HEROMOTOCO		FORTIS
ABAN	HDIL	APIL	BGREENERGY	LICHSGFIN
BAJAJHIND	PCF	INDHOTEL	CNXINFRA	TTKPRESTIG
ULTRACEMCO		PUNJLLOYD	TATAMOTORS	DENABANK
DIVISLAB	IRB	BHARATFORG		ORIENTBANK
ALBK	GLAXO	RELCAPITAL		ARVIND
NTYMCAP50		KTKBANK	IDBI	TATACOFFEE
INDIAINFO	NCC	WIPRO	BOMDYEING	CNXNSE
ASIANPAINT	BHARTIARTL		TTML	IDFC
COLPAL	ABB	AXISBANK	CESC	BANKNIFTY
SKUMARSYNF		PNB	MPHASIS	IDEA
SUNPHARMABHEL		HDFCBANK	SOUTHBANK	HCC
JSWISPAT				STRTECH

### Fresh Short

GODREJIND	UNITECH	BAJAJHLDRG	BAJAJ-AUTO
ABGSHIP	ITC	LUPIN	BEML
ANDHRABANK		BHUSANSTL	ALOKTEXT
MCLEODRUSS		CROMPGREAV	
			DABUR
			ICICIBANK
			GRASIM
			GVKPIL
			GUJFLUORO
			JINDALSTEL

## Performance Corner

### Daily Calls Monitor

[Buy SBI @ 1970/1975 sl 1954 tgt 1994/2004](#)  
[Buy Nifty May 12 future @ 4910 \(spot\) sl 4884 tgt 4937/4947](#)  
[Buy Jubifood @ 1188/1190 sl 1170 tgt 1210/1230](#)  
[Buy JSW Steel @ 599/597 sl 591 tgt 608/614](#)  
[Buy Tata Steel @ 405/407 sl 399 tgt 413/417](#)  
[Buy ICICI Bank @ 815/818 sl 807 tgt 826/837](#)  
[Buy DLF @ 187/188 sl 185.70 tgt 191/194](#)  
[Buy LT @ 1183/1179 sl 1169 tgt 1197/1209](#)

[Buy Silver June 12 future @ 54190/54100 sl 53690 tgt 54550/54740](#)  
[Buy Copper June 12 future @ 424.50/424.10 sl 422.70tgt 426.70/427.90](#)  
[Buy Gold June 12 future @ 28850/28870 sl 28750 tgt 289070/29090](#)  
[Buy Crude @ June 12 future 5065/5070 sl 5040 tgt 5090/5110](#)

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