

Daily Nifty Observer

Issue - 676

June 06, 2012

Nifty Outlook

.....4840 levels will be crucial intraday levels to watch on wednesday; sustaining above it, Nifty may retest 4900 levels or above....

Support

4841/4819/4790

Resistance

4870/4893/4920

Market Strength Indicators

14 days RSI - Up by 1.91 points at 38.22 levels

14 days SchRSI - Up by 5.84 at 49.15 levels

Stochastic - Up by 5.45 points at 27.78 levels

TSI - Down by 0.02 points

Market Intensity Indicator

NFP - At discount of 17.00 from discount of 7.65 earlier

Advance - 788

Decline - 645

Volatility - Unchanged at 0.16 levels from previous

Moving Average Indicator

20 days SMA - 4909.38

50 days SMA - 5100.04

200 days SMA - 5064.84

Bollinger Band - Trading around Lower Band

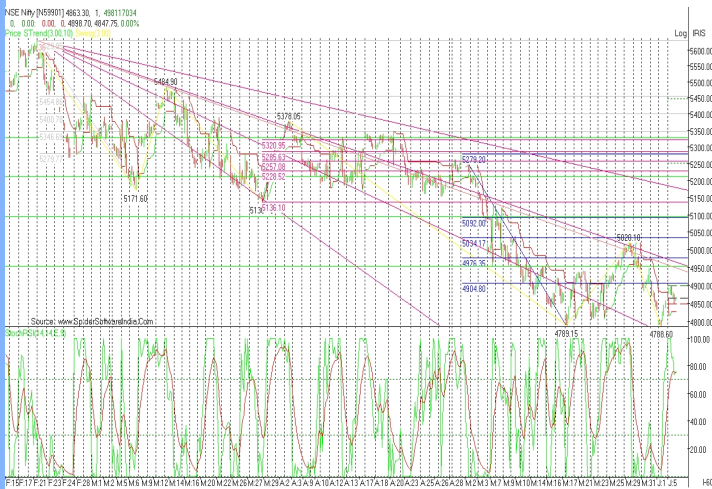
Other Indicators

FII's Spot - Negative

DII's Spot - Positive

F&O - Positive

Spot Nifty Daily Chart Analysis



Spot Nifty closed at 4863.30 up 0.31 % after ranging trading session with fall in volume which was below its 20 period SMA. It made a high of 4898.95 and low of 4847.70 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 around its over sold zone on intraday chart.

Continuation of trading above 4810 levels on wednesday will only increase the probability for Nifty to move towards 4880 levels or above. Above 4880 levels it will resist at 4910/4937 levels. 4777 levels will continue to give strong support in days to come.

60 Minute Chart Analysis



14 days Schotestic RSI (60 minutes chart) closed at 75.00 levels & traded above its 9 period EMA for whole of the trading session and managed to close around it. On wednesday it may try to trade above its 9 period EMA levels allowing Nifty to trade above 4810 levels.

Today Nifty opened with mild gap up and after sustainga above the gap for few trading hours it moved southward to fill the intraday gap. Also it manged to close below 4880 levels on intraday. On wednesday above 4840 levels Nifty will continue to resist around 4880/4920 levels with 4820/4790 as strong intraday support zone below 4840 levels.

240 Minute Chart Analysis



After 4 day for Nifty in bull zone, since 3 days it is closing below Super Trend, over 240 minutes Heikin Candle.

Today also Nifty closed below 4900 levels.

Nifty for 9th day closed above its 2nd speed line and moved down 3rd speed line on intraday. 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 closing above 2nd speed line to move towards 3rd speed line (around 5000 levels). If it continues closing below 3rd speed line then it will increses probability to slide towards 1st speed line (around 4500 levels).

Note on Nifty Intraday Price,OI & Volume (05/06/2012)

On tuesday rise in Nifty (0.31%) was registered with fall in Nifty June 12 futures open position (3.90 %) and fall in Nifty spot intraday volume (1.84 %).

Nifty rise with fall in OI and volume suggesting that the market is running out of traders willing to open or hold an open long. Trades are liquidating both loosing short position and closing winning long positions. A higher probability the market is set to retrace in price lower at some point forward.

Current rise of 0.31 % in Nifty was due to short covering in Nifty June 12 series.

For wednesday, 4810 levels will continue to act as crucial support levels below 4840 levels on intraday. Trading above 4810 levels will open gate for 4880 levels or above on intraday else nifty may again move below 4800 levels, sustainability below which is still questionable.

Stocks Corner

Fresh Long

BFUTILITIE	MCLEODRUSS	DCB	ORIENTBANK
ALBK	LT	GRASIM	INDUSINDBK
INDHOTEL	CROMPGREAV	STRTECH	BANKBARODA
DISHTV	MAX	APIL	POWERGRID
CIPLA	HINDALCO	TATACHEM	HEROMOTOCO
DIVISLAB	LUPIN	JISLJALEQS	RELIANCE
EDUCOMP	BANKINDIA	IBREALEST	MARUTI
STER	VJAYABANK	ASIANPAINT	CHAMBLFERT
KTKBANK	ANDHRABANK	TATAGLOBAL	UNIONBANK
TATACOMM	INDIANB	YESBANK	WIPRO
ACC	OIL	HCLTECH	ESSAROIL
FEDERALBNK	WELCORP	RELCAPITAL	RAYMOND
AXISBANK	PRAJIND	BHUSANSTL	SOUTHBANK

Long Liquidation

ABGSHIP	BRFL	ONGC	BOSCHLTD	BOMDYEING	DRREDDY
SOBHA	TATACOFFEE	ABB	RPOWER	BAJAJHIND	
JETAIRWAYS		ADANIPOWER	IDEA	SUZLON	
IFCI	COREEDUTEC	CENTRALBK	MTNL	ADANIPTS	
TTML	CENTURYTEX	BGREENERGY	OFSS	GVKPIL	
MRF	TATAPOWER	PIRHEALTH	SCI	IOC	
GUJFLUORO	INDIACEM	ORCHIDCHEM	HEXAWARE	ABAN	
COALINDIA	CESC	BALRAMCHIN	HCC	GMDCLTD	DLF
ONMOBILE	HINDPETRO	TATASTEEL	GMRINFRA	FORTIS	ARVIND
BPCL	NAGAROIL	BEML	BATAINDIA	DELTACORP	UNITECH
TATAMOTORS		GSPL	TATAMTRDVR	VIPIND	IGL

Short Covering

EXIDEIND	HAVELLS	CANBK	PTC	JUBLFOOD	CAIRN
SREINFRA	IDFC	NTPC	CUMMINSIND	BHEL	
UNIPHOS	PANTALOONR	LITL	JSWENERGY	PNB	
PUNJLLOYD	PATELENG	SINTEX	SUNTV	GLAXO	ASHOKLEY
HDFCBANK	INDIAINFO	PETRONET	TCS	BANKNIFTY	SYNDIBANK
BHARATFORG	IRB	VOLTAS	GESHIP	SAIL	
CNXINFRA	M&M	GAIL	HDFC	AUROPHARMA	
JSWISPAT	MRPL	TVSMOTOR	COLPAL	CNXIT	
NFTYMCAP50		NIFTY	BIOCON	NMDC	INFY
ZEEL	CNXPSE	BAJAJHLDNG	HINDOILEXPIDBI		

Fresh Short

TTKPRESTIG	MCDOWELL-N	VIDEOIND	ABIRLANUVO
DENABANK	BAJAJ-AUTO	LICHSGFIN	DABUR
ALOKTEXT	NHPC	ADANIANT	RUCHISOYA
JPOWER	HINDZINC	SUNPHARMA	JSWSTEEL
TITAN	GODREJIND	HINDUNILVR	RANBAXY
SRTRANSFIN	RENUKA	OPTOCIRCUIT	ULTRACEMCO
HDIL	SIEMENS	RECLTD	BHARTIARTL
AMBUJACEM		APOLLOTYRE	MPHASIS

Performance Corner

Daily Calls Monitor

[Buy Tata Steel @ 406/408 sl 402 tgt 412/414.50; sl triggered](#)
[Buy ICICI Bank @ 795/798 sl 787 tgt 809/817;](#)
[Buy Jublfood @ 1187/1192 sl 1167 tgt 1210/1237](#)
[Buy Reliance @ 700/703 sl 694 tgt 711](#)
[Buy SBI @ 2100/2105 sl 2087 tgt 2134; SL triggered](#)
[Buy Nifty June 12 future @ 4870/4877 \(spot\) sl 4855 tgt 4895/4920; sl triggered](#)
[Buy Kotak Bank @ 548/550 sl 544 tgt 559; sl triggered](#)
[Buy MCX @ 1000/995 sl 987 tgt 1020/1045](#)

[Buy Crude June 12 future @ 4710/4717 sl 4687 tgt 4749/4757](#)
[Buy Copper June 12 future @ 411.00/411.50 sl 409.40 tgt 413.00/415.50; sl triggered](#)
[Buy Gold Aug 12 future @ 29980/30020 sl 29910 tgt 30150](#)

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