

# Daily Nifty Observer

Issue - 701

July 16, 2012

## Nifty Outlook

.....on monday 5257 levels will be closely watched; trading above it will open for 5300 & above, else probability to breach 5210 will increase .....

## Support

5210/5190/5170

## Resistance

5257/5280/5301

## Market Strength Indicators

14 days RSI - Down by 0.85 points at 53.69 levels

14 days SchRSI - Unchanged at 0.00 levels

Stochastic - Down by 27.54 points at 21.65 levels

TSI - Down by 2.74 points

## Market Intensity Indicator

NFP - At premium of 13.2 from premium of 16.15 earlier

Advance - 475

Decline - 968

Volatility - Down by 0.06 points at 0.12 levels from previous

## Moving Average Indicator

20 days SMA - 5215.39

50 days SMA - 5064.19

200 days SMA - 5091.81

Bollinger Band - Trading around Middle Band

## Other Indicators

FII's Spot - Positive

DII's Spot - Negative

F&O - Negative

## Spot Nifty Daily Chart Analysis

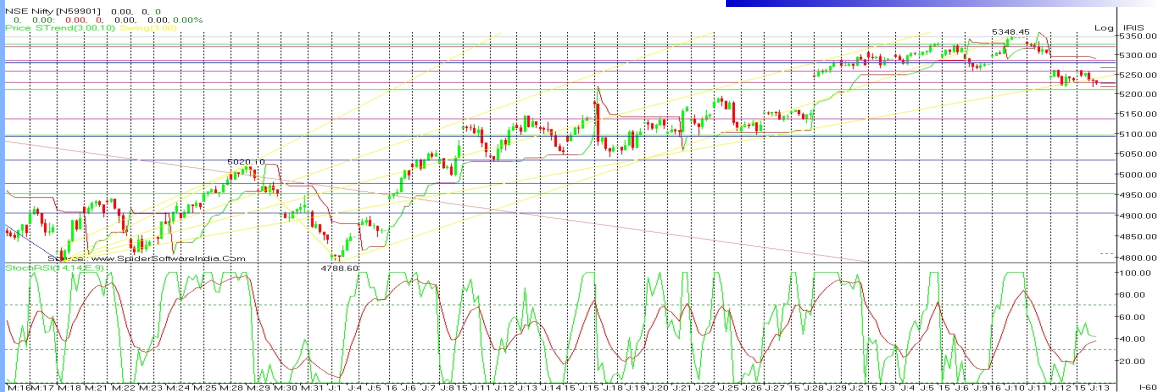


Spot Nifty closed at 5227.25 down 0.15 % after down trending but ranging trading session with fall in volume which was below its 20 period SMA. It made a high of 5267.15 and low of 5216.85 levels in intraday.

Nifty closed above its 20 period, above its 50 periods and above its 200 periods SMA. Momentum oscillator is indicating that Nifty is trading around its over sold zone on intraday chart. **After trading in short term bear zone for almost 24 trading days Nifty since twenty seven trading sessions is in bull zone. Continuation of trading above its 20 period SMA will be short to mid term bull phase for Nifty.**

**For monday 5257 levels will be crucial levels to watch for, sustaining above which is necessary for Nifty to move towards 5320 levels and above in days to come. Below 5230 levels it will find support at 5210/5190 levels on monday, breach of which will clear for 5150/5120 levels.**

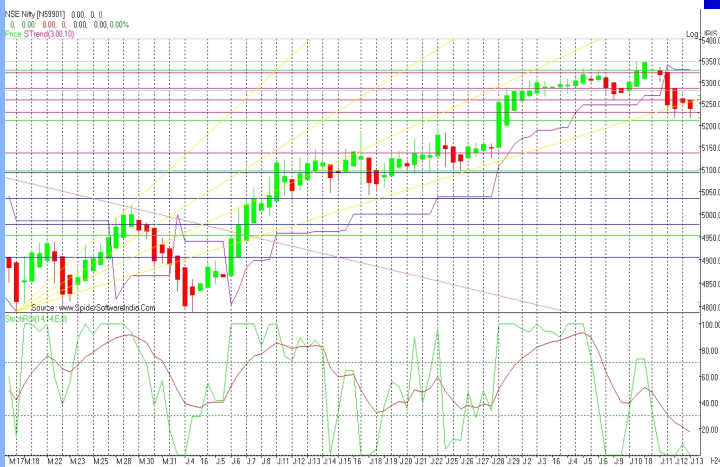
## 60 Minute Chart Analysis



14 days Schotestic RSI (60 minutes chart) closed at 41.07 levels & traded across its 9 period EMA for whole of the trading session and managed to close above it. On monday it may try to trade around its 9 period EMA levels allowing Nifty to continue to trade above 5220 levels.

On friday Nifty failed to hold 5257 levels and closed below it. On monday, if it manages to hold 5257 levels whose probability is little higher will open for 5300 levels and above with 5280 levels as strong resistance above 5257 levels. On 60 minute chart it has strong support at 5210 levels, only breach of which will open for 5137 levels.

## 240 Minute Chart Analysis



After twenty six days in bull zone Nifty for second day moved in bear zone and closed below Super Trend, over 240 minutes Heikin Candle. Today Nifty closed below 5257 levels.

After 28 consecutive closing above 4th speed line on 240 minute chart today it closed below it. Speed line is drawn from the low of 4789.15 (18/05/2012) and high of 5020.10 (29/05/2012).

**In next few 240 minute Heikin candle if Nifty manages to close above 4th speed line then only probability to move towards 3rd speed line around 5450 levels will grow stronger with 5280/5320 levels as strong resistance zone. Else if Nifty breaks 4th speed line then it may move towards 5150 levels or below it in coming few 240 minutes candle whose probability seems to be low.**

## Note on Nifty Intraday Price, OI & Volume (13/07/2012)

On friday fall in Nifty (0.15 %) was registered with fall in Nifty July 12 futures open position (8.71%) and fall in Nifty spot intraday volume (6.72 %).

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 0.15 % in Nifty was due to long liquidation in Nifty July 12 series.

**On friday heavy long liquidation continued in stocks future and along with it good amount of fresh short build up was also there. Further continuation of this trend will force Nifty to continue trade below 5280/5257 levels on monday with 5215 levels as immediate support. Below 5215 levels Nifty will find support at 5190/5150 levels. With short covering if however fresh long build up initiates, may allow Nifty towards 5300 levels or above.**

## Stocks Corner

### Fresh Long

MTNL	DCB	SINTEX	HINDOILEXP	BFUTILITIE	ABAN
JISLJALEQS	ORCHIDCHEM		DISHTV	SOUTHBANK	HAVELLS
BATAINDIA	S&P500	DJIA	DENABANK	OFSS	BAJAJHIND
BAJAJIND	UNIPHOS	MCDOWELL-N	ZEL	PIRHEALTH	
OIL	PETRONET	RAYMOND	CIPLA	TTKPRESTIG	BOSCHLTD
SOBHA	IDFC	INDIAINFO	INDIANB	JINDALSAW	
ANDHIRABANK	UCOBANK	TATACOMM			

### Long Liquidation

GMDCLTD	TATACOFFEE	COALINDIA	WIPRO	GODREJIND
NIFTY	BHUSANSTL	BGREENERGY	INDHOTEL	MRPL
KOTAKBANK	ICICIBANK	UNIONBANK	PNB	DRREDDY
BANKNIFTY	CANBK	APIL	BANKBARODA	GRASIM
EDUCOMP	WELCORP	NCC	RECLTD	TATAMOTORS
GESHIP	RELIANCE	CNXINFRA	NFTYMCAP50	ASIANPAINT
CNXIT	IDBI	HINDUNILVR	DIVISLAB	DABUR
BRFL	IOC	GUJFLUORO	IGL	GLAXO
SUZLON	ESSAROIL	SUNPHARMAGV	KPIL	TTML
AMBUJACEM	APOLLOTYRE	EXIDEIND	BEML	INDIACEM
FORTIS	IFCI	RCOM	INDUSINDBK	SESAGOA
HCC	IRB	TATAGLOBAL	ADANIANT	SCI
CESC	JPASSOCIAT	JUBLFOOD	HINDPETRO	PANTALOONR
RELINFRA	DLF	YESBANK	AXISBANK	ESCORTS
ASHOKLEY	PTC	INFY	MRF	BPCL
JSWISPAT	SREINFRA	SBIN	ADANIPOWER	PUNJLLOYD
HINDALCO	LICHSGFIN	CROMPGREAV	HDIL	UNITECH
FINANTECH	GMRINFRA			

### Short Covering

SRTRANSFIN	TATAMTRDVR	TVSMOTOR	HDFCBANK
HEROMOTOCO	TCS	ONGC	CHAMBLFERT
GAIL	MPHASIS	SAIL	CAIRN
BAJAJ-AUTO	IDEA	BHARTIARTL	LUPIN
HCLTECH	BIOCON	NMDC	ONMOBILE
CENTURYTEX	RANBAXY	RUCHISOYA	ORIENTBANK
TECHM	CNXPSE	M&M	ULTRACEMCO
MCLEODRUSS	BEL	HDFC	SYNDIBANK
BAJAJHLDNG	ACC	STRTECH	TATACHEM
NAGAROIL		NHPC	

### Fresh Short

ABB	COREEEDUTEC	IOB	VOLTAS	ABGSHIP
BALRAMCHIN	JPOWER	ALOKTEXT	MAX	POWERGRID
KTKBANK	SKUMARSYNF	ARVIND	DELTACORP	VIJAYABANK
JETAIRWAYS	HINDZINC	CUMMINSIND		BIHARATFORG
RPOWER	TATASTEEL	PATELENG	HEXAWARE	ALBK
VIPIND	MARUTI	SIEMENS	ADANIPTS	BANKINDIA
BOMDYEING	FEDERALBNK	ABIRLANUVO	LITL	POLARIS
JSWSTEEL	OPTOCIRCUISTER	AUROPHARMA	GSPL	JINDALSTEL
SUNTV	IBREALEST	TATAPOWER		
TITAN	IVRCLINFRA			

## Performance Corner

### Daily Calls Monitor

Buy VTL @ 248/249 sl 245.50 tat 253/254; 2nd tat  
 Buy Nifty July 12 future @ 5254/5259 (spot) strict sl 5237 tat 5284/5297; sl triggered in Nifty intraday buy call  
 Buy Yes Bank @ 354/355 sl 351 tat 359; sl triggered in yes bank intraday buy call  
 Buy Enginertsin @ 237/238 sl 234.50 tat 242/244; sl  
 Buy BFUtility @ 473/475 sl 469 tat 480/487; 2nd tat  
 Buy JSW steel @ 696/700 sl 690 tat 710/717; sl triggered  
 Buy Tata Coffee @ 960/964 sl 954 tat 975/984; sl triggered in tata coffee intraday buy call  
 Buy Jet Airways @ 377/378 sl 374 tat 382/386; 1st tat  
 Buy Reliance @ 719/721 sl 714 tat 729/735; range closing 718.50  
 Buy McDowell @ 775/772 sl 764 tat 789; range 774.95  
 May Buy Nifty July 12 future again @ 5229/5237 (spot) sl 5211 tat 5249/5264 ; sl of earlier intraday buy call in nifty triggered; range (closing 5227.25)  
 Buy Aban @ 424/425 sl 421tat 431 tat  
 Buy SBI @ 2185/2190 sl 2170 tat 2210/2224; range (closing - 2178.45)  
 Buy Bajaj auto @ 1490/1495 sl 1480 tat 1410/1520; range closing 1499.60  
 Buy Guirat Gas @ 312/313 sl 309 tat 317; range closing 311

Short USDINR July 12 future on rise around 55.7450-55.7725 tat 55.5925/55.4850 sl 55.9150

Buy Copper Aug 12 future @ 424.00/424.50 sl 422.50 tat 427/428.50  
 Buy Silver Sep 12 future @ 53050/53150 sl 52700 tat 53700/53900  
 Buy Crude July 12 future @ 4807/4814 sl 4787 tat 4834/4847

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