

# Technical View (Equity)

Daily call

10 January 2017

Index	CMP	% up/dn	S2	S1	P	R1	R2
Nifty	8,236.05	0.09%	8205	8220	8240	8255	8280
Sensex	26726.55	0.12%	26605	26665	26765	26825	26925

## Nifty Daily chart





### Comments:

Nifty opened with an upward gap and remained lackluster within narrow trading range throughout the day. Nifty closed at 8236 with a loss of 8 points.

On the daily chart the index has formed a small Bearish candle with shadows on either side representing extreme volatility as well as indecisiveness amongst participants regarding the direction. Since past three consecutive sessions index is consolidating within 8300-8220 levels which signals short term sideways trend. The chart pattern suggests that if Nifty crosses and sustains above 8250 level it would witness buying which would lead the index towards 8270-8300 levels. However if index breaks below 8220 level it would witness selling which would take the index towards 8190-8150 levels. Nifty is sustaining above its 20 and 50 day SMA which signals bullish sentiments in near term. Nifty continues to remain in a consolidation (8300-7900).

The daily strength indicator RSI is moving upwards and above its reference line indicating positive bias. However momentum oscillator Stochastic has turned negative from the overbought zone indicating a possible consolidation or a down move in the near term

The trend deciding level for the day is 8240. If NIFTY trades above this level then we may witness a further rally up to 8255-8280-8290 levels. However, if NIFTY trades below 8240 levels then we may see some profit booking initiating in the market, which may correct up to 8220-8205-8185 levels

Stocks to focus for intraday Long		Biocon, Ibulhsgfin, Dhfl, GodrejCp, Prestige, L&TFH, Redington
Stocks to focus for intraday Short		Dr.Reddy, Ongc, Bata Ind. Coal Ind., Jublfood, Hindalco

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