



MONTHLY

**TECHNICAL OUTLOOK
& PICKS**

Know what's next for the markets

Monthly Technical Report

Know What's Next for the Markets – May'26

Monthly Chart Analysis

The benchmark index has witnessed a relief rally around the “multi-month support” zone of 22,200-22,000 levels, settling at 23,998, gaining 7%. The monthly price action has formed a sizable bullish candlestick, carrying either side shadows, representing volatility. The daily prices are trending up, forming a series of higher tops and bottoms. This reconfirms that the short-term trend remains positive.

Our outlook remains neutral to cautious, as the benchmark index continues to hover around the “multi-month resistance” zone of 24,400-24,500 levels. Hence, a decisive breakout above the same may lead to fresh momentum. The index is sustaining above 20-, 50-day SMAs, which reconfirms bullish sentiments on the short-term charts, signalling that such minor corrections remain an attractive accumulation opportunity for long-term investors near the major demand zone.

Weekly Chart Analysis

In Apr'26, the benchmark index registered a high within the 50% and 61.8% Fibonacci Retracement zone of 24,260-24,750, which remains a crucial supply zone to watch for. Any decisive move above the 24,750-24,800 levels will indicate further strength. On the downside, the bullish gap area formed in the range of 23,555-23,154 levels will act as a support zone. In addition, the daily and weekly RSIs (Relative Strength Index) are sustaining above their reference line, which signals rising strength on the short-term charts.

Upside Potential: A sustained breakout above the 24,600 levels could set the momentum toward the 25,000-25,300 zone.

Downside Risk: On the flip side, a breach of the 23,800 support zone may trigger profit booking, potentially dragging the index toward the 23,500-23,200 range.

Expected Trade Range

Nifty: 25,000-23,500 | Sensex 81,000-76,000

What Next?

NIFTY:: Above: 24,600 > 25,000-25,300 ↑ | Below: 23,800 > 23,500-23,200 ↓
SENSEX:: Above: 78,000 > 79,000-80,300 ↑ | Below: 75,000 > 73,000-71,500 ↓

BSE Monthly Sector Gainers & Losers (April'26)

BSE Sector Gainers	Price	%Chg	BSE Sector Losers	Price	%Chg
BSE POWER	8156.3	22.2			
BSE REALTY	6127.7	21.4			
BSE CAPITAL GOOD	77210.2	20.2			
BSE METAL	42195.3	14.6			
BSE FMCG	18890.8	12.6			

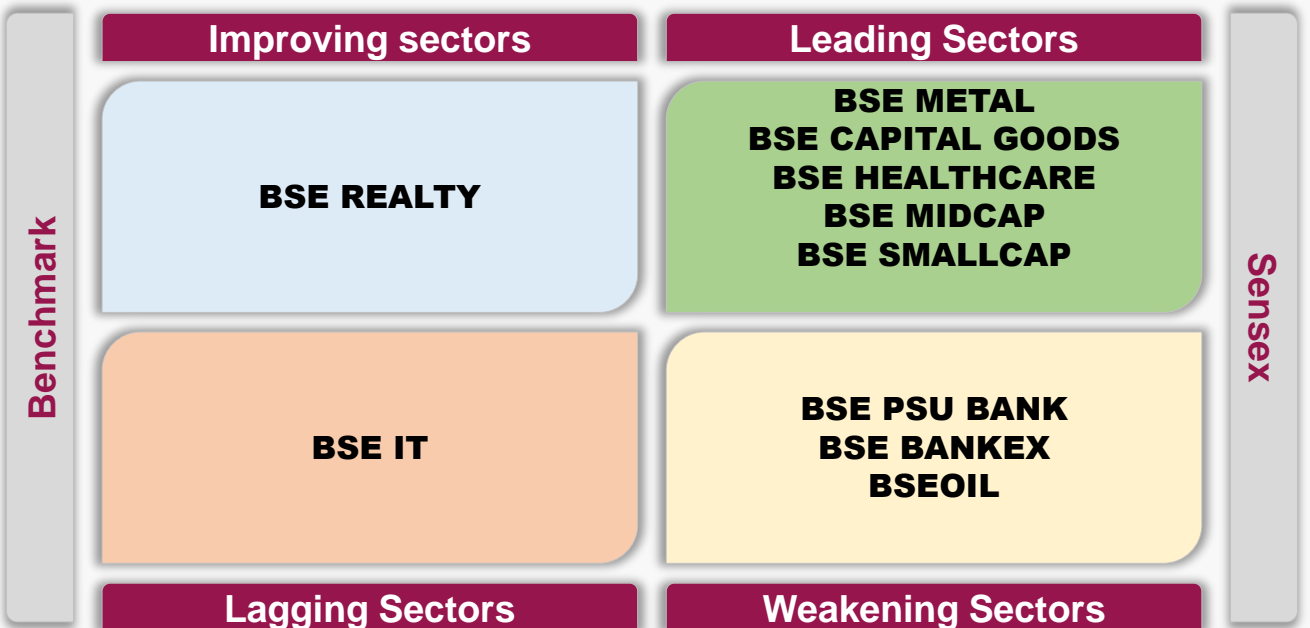
Data Source: Refinitiv-LSEG, Axis Securities

Seasonality Analysis

May Seasonality Analysis					
SECTORS	AVERAGE	WIN-LOSS(%)	MAX	MIN	STD DEV
BSE CAP GOODS	4.7%	53%	13%	-4%	6%
BSE CONS DURABLES	4.7%	53%	13%	-4%	6%
BSE AUTO	3.6%	60%	9%	-5%	4%
BSE REALTY	2.2%	67%	10%	-8%	6%
BSE FMCG	1.9%	60%	7%	-2%	3%

Data Source: Refinitiv-LSEG, Axis Securities

Relative Rotation Graph (RRG) Analysis



Data Source: Bloomberg, Axis Securities

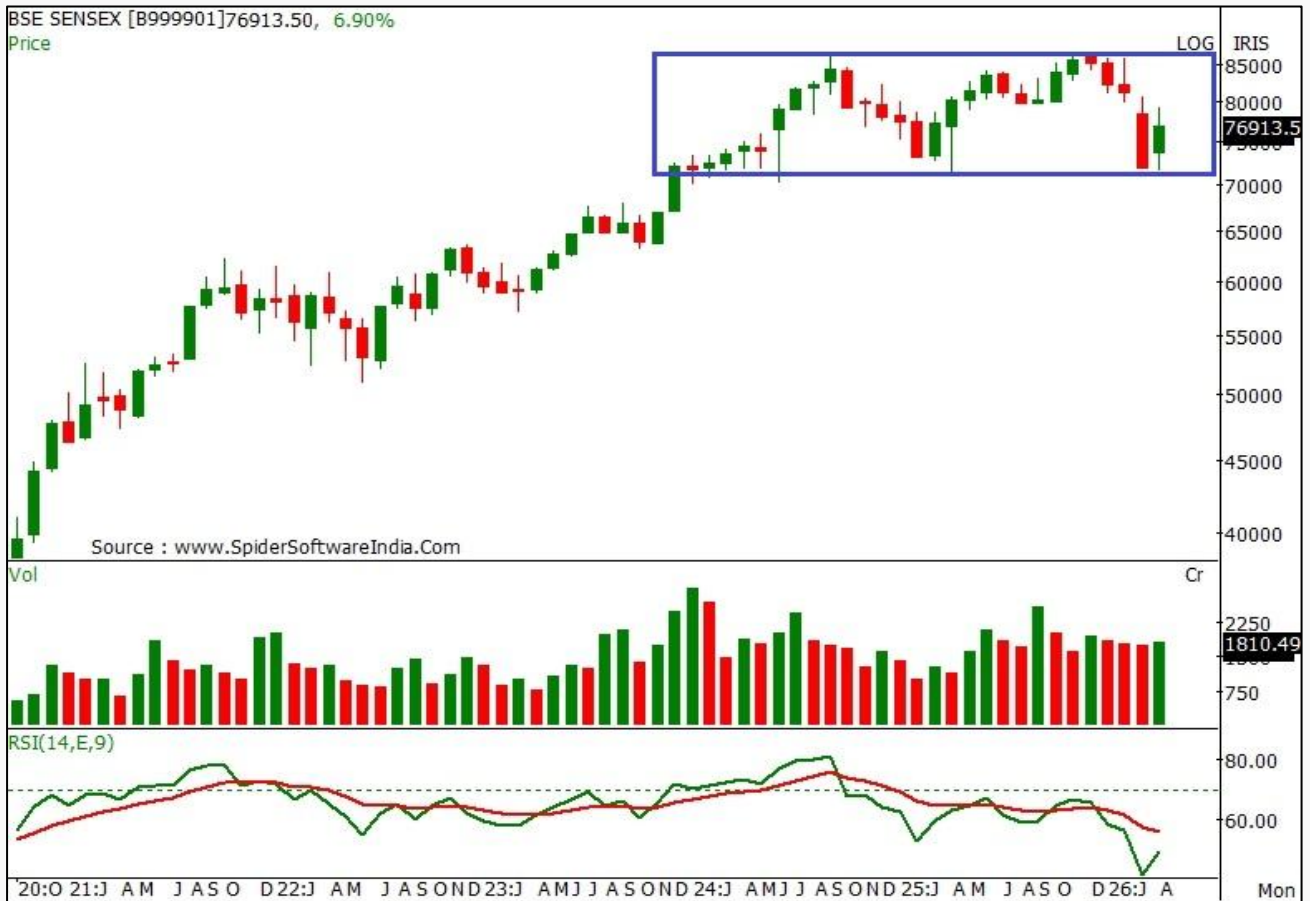
Investment Ideas – May'26

Stocks	Buying Range	Stoploss	Target
BIOCON	385-375	359	427-448
GRASIM	2900-2840	2727	3186-3329
KEI	4960-4860	4675	5430-5665

CMP: 76913 (6.9%)

Resistance: 79000-80300-81000

Support: 75000-73000-71500



Trend: Since Jan'24, the benchmark index has been consolidating within the broad range from 86,000 to 71,000 levels, representing a sideways trend. Any violation of the lower end support zone of 71,500-71,000 levels may indicate a trend reversal.

Pattern: The monthly price action has formed a sizable bullish candle carrying either side shadows, representing high volatility near the major support zone. The index is sustaining below its 100-and 200-day SMAs, which reconfirms the medium-term downtrend.

Momentum: The daily and weekly RSI are in the positive territory, signalling a rising strength.

Direction: The index is expected to trade with extreme volatility with a mixed bias between the 81,000-76,000 levels.

Volatility: The weekly ATR has reached 2,865 points, which means the Sensex currently has a range of 2,865 points for a given week. However, in the daily timeframe, it has been highly volatile throughout the month, with several ups and downs, indicating that volatility may continue to expand in the coming days. INDIAVIX (18.46) has decreased by 34%, indicating decreased volatility.

Market Breadth: The Sensex closed on a positive note in the previous month at 76,913, gaining 7%. Meanwhile, the BSE Midcap and BSE Smallcap indices gained almost 14% and 20%, respectively. Notably, 253 stocks in the BSE 500 index are above their 200-day SMAs, suggesting that the broader trend remains positive. Additionally, market breadth has increased compared to last month, when 93 stocks were above their 200-day SMA.

Our Take: With the past four months' downtrend, the Sensex has witnessed a bounce-back rally, reflecting positive sentiments. This buying momentum was observed from the "multi-month support zone" of 71,000-70,000 levels, which remains a crucial demand zone.

Investors are encouraged to adopt a buy-on-dips strategy, as short-term corrections offer attractive entry opportunities. The short-term trend appears bullish from current levels, with an expected upside of 80,300-81,000 levels. On the downside, we expect the 71,000-70,000 levels to act as a strong demand zone. However, any violation of this support zone on a weekly closing basis may cause weakness.

CMP: 23998 (7.5%)

Resistance: 24600-25000-25300

Support: 23800-23500-23200



Trend: Since Jan'24, the benchmark index has been consolidating within the broad range from 26,300 to 22,300 levels, representing a sideways trend. Any violation of the lower end support zone of 22,500-22,300 levels may indicate a trend reversal.

Pattern: The monthly price action has formed a bullish candle around the “multi-month support zone” of 22,500-22,300 levels, which remains a strong support zone. Hence, violation of this support zone may cause further weakness.

Momentum: The monthly RSI is in the negative territory, signalling a loss of strength.

Direction: The index is expected to trade with a mixed bias between the 25,000-23,500 levels.

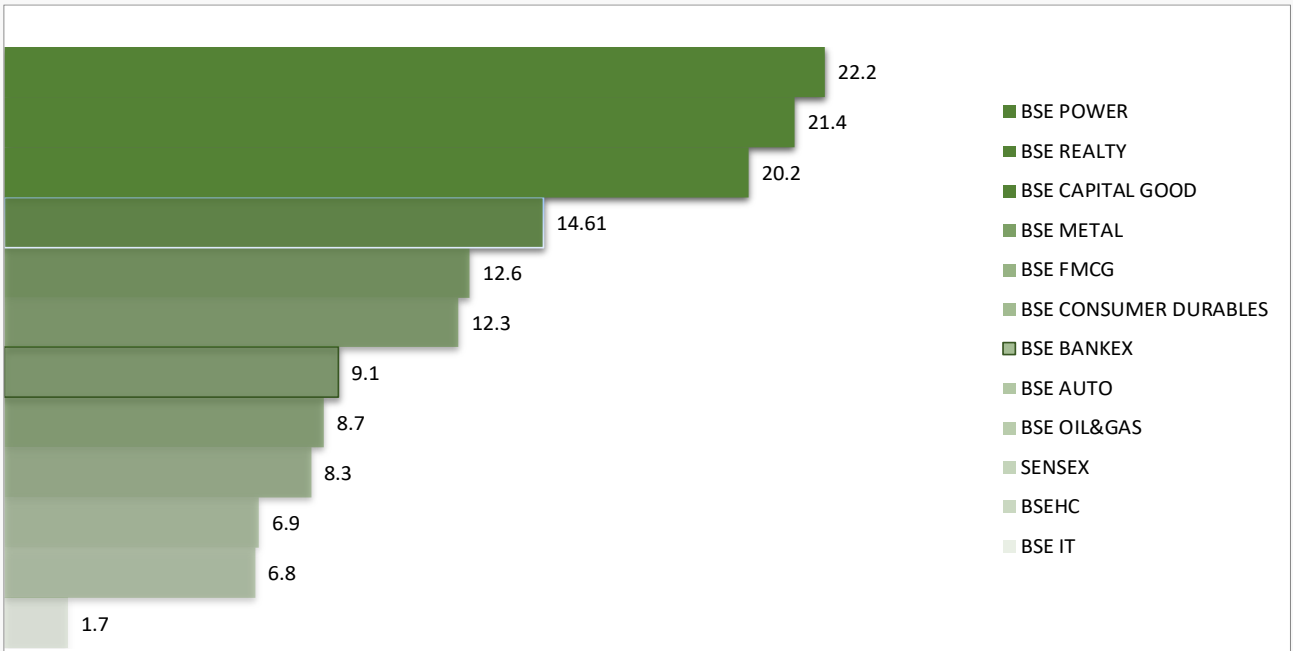
Volatility: The weekly ATR has reached 860 points, which means the Nifty currently has a range of 860 points for a given week. However, in the daily timeframe, it has been highly volatile throughout the month, with several ups and downs, indicating that volatility may continue to expand in the coming days. INDIAVIX (18.46) has decreased by 34%, indicating decreased volatility.

Market Breadth: The Nifty ended the last month on a positive note at 23,998 levels, gaining 7.5%. Meanwhile, the NSE Midcap and NSE Smallcap indices have gained 13% and 18%, respectively, indicating that the NSE Smallcap has outperformed the Nifty and NSE Midcap. Notably, 274 stocks in the NSE 500 index are above their 200-day SMAs, suggesting that the broader trend remains positive. Additionally, market breadth has increased compared to the last month, when 93 stocks were above their 200-day SMA.

Our Take: With the past four months' downtrend, the Nifty has witnessed a bounce-back rally, reflecting positive sentiments. This buying momentum was observed from the “multi-month support zone” of 22,500-22,300 levels, which remains a crucial demand zone.

Investors are encouraged to adopt a buy-on-dips strategy, as short-term corrections offer attractive entry opportunities. The short-term trend appears bullish from current levels, with an expected upside of 24,600-25,000-25,300 levels. On the downside, we expect the 23,500-23,200-22,500 levels to act as a strong demand zone. However, any violation of this support zone on a weekly closing basis may cause weakness.

BSE Sector Analysis

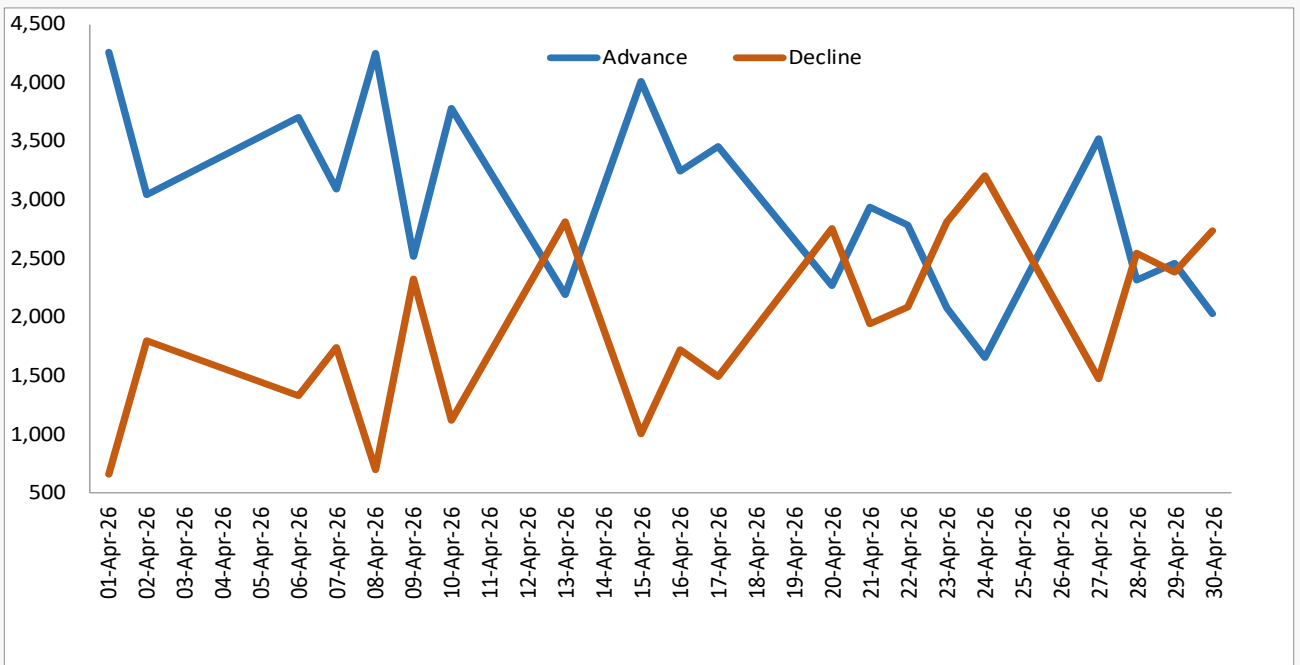


Data Source: Refinitiv-LSEG, Axis Securities

Apr'26 saw a sharp reversal in market sentiment as the panic from the previous month subsided, leading to a robust relief rally across high-beta sectors. BSE Power (+22.2%) and BSE Realty (+21.4%) led the charge, staging a powerful recovery as investors moved back into battered cyclicals and rate-sensitive pockets. While momentum returned to the broader market, defensive sectors like BSE IT (+1.7%) and BSEHC (+6.8%) lagged significantly, resulting in a Sensex gain of 6.9% for the month.

Our Take: The sharp bounce-back reflects a technical "mean reversion" following the extreme oversold conditions of Mar'26, with domestic cyclicals driving the recovery. However, the relative underperformance of IT and HC suggests that global macro uncertainties haven't fully cleared, warranting a cautious approach despite the headline gains.

BSE Advance Decline Study



Data Source: BSEINDIA.COM

The Apr'26 market breadth data reflects a shift toward increased volatility, with a narrowing gap between buyers and sellers as the month progressed. While advances dominated the first half of the month, bears gained significant ground in the latter half, with decliners outnumbering advances in 7 out of the final 11 sessions. A major spike in selling pressure occurred on 24th April, marking the monthly peak for declines and signalling a sharp wave of liquidation. The month concluded on a defensive note as the decline line crossed above advances, suggesting a loss of bullish conviction.

Overall, the data indicate that initial optimism has given way to caution, with rising selling pressure toward the month-end, keeping participants on high alert.

*Charts and levels are as per the last working day of the month

Seasonality Analysis

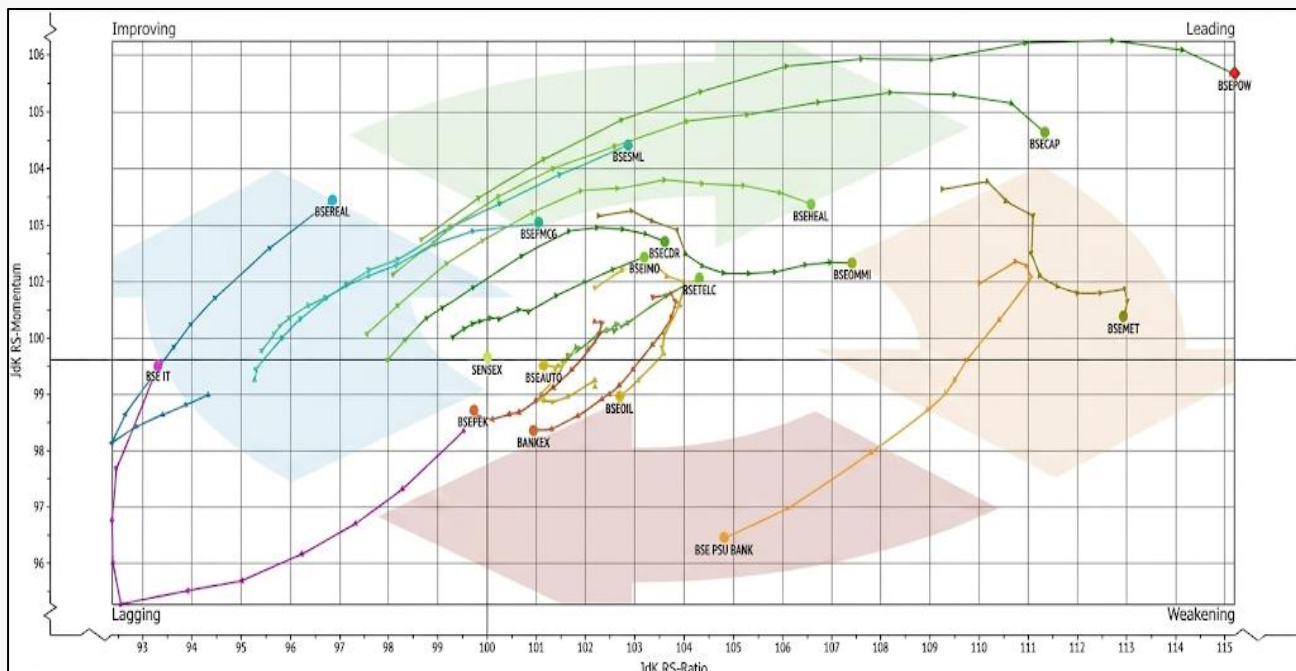
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BSE REALTY	2.2%	67%	10%	-8%	6%
BSE FMCG	1.9%	60%	7%	-2%	3%
BSE BANKS	1.8%	53%	8%	-10%	5%
BSE SENSEX	1.2%	60%	6%	-4%	3%
BSE IT	1.1%	73%	7%	-6%	4%
BSE TELECOM	0.9%	40%	11%	-7%	5%
BSE POWER	0.6%	73%	14%	-11%	6%
BSE OIL & GAS	0.3%	73%	10%	-5%	4%
BSE METAL	-1.3%	80%	6%	-16%	6%
BSE HEALTHCARE	-2.4%	60%	4%	-10%	5%

Data Source: Refinitiv-LSEG, Axis Securities

Historically, seasonality transitions into a more selective performance phase, with BSE Capital Goods and BSE Cons Durables leading the charts, averaging 4.7%. While BSE IT and BSE Power maintain high win-loss ratios of 73%, BSE Metal and BSE Healthcare emerge as the primary laggards, averaging negative returns of 1.3% and 2.4%, respectively. Interestingly, BSE Telecom presents the highest risk of failure with a dominant 60% loss ratio despite a potential 11% upside.

Summary: May seasonality shifts focus toward domestic consumption and capital goods, which offer the most consistent risk-reward profiles. Investors should pivot toward these sectors while avoiding Healthcare and Metals, which historically face structural headwinds and deeper drawdowns during this monthly window.

RRG Sector Rotation Analysis

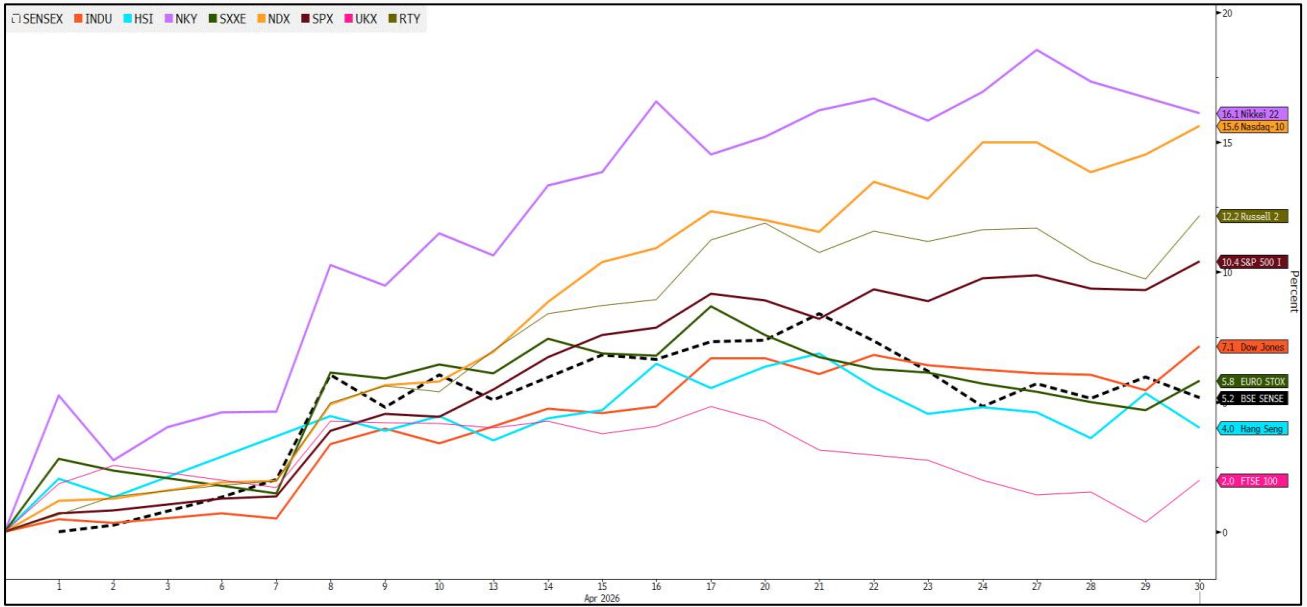


Data Source: Bloomberg, Axis Securities

RRG analysis shows BSE Power (BSEPOW) and BSE Capital Goods (BSECAP) maintaining their dominant stance in the Leading quadrant, joined by a steadily rising BSE Healthcare (BSEHEAL). Stronger momentum is now visible in BSE Smallcap (BSESML) and BSE FMCG (BSEFMCG), both of which are surging through the Improving quadrant toward leadership. Meanwhile, BSE Metal (BSEMET) and BSE PSU Bank continue to lose steam, drifting further into the Weakening zone and confirming a clear exit from high-beta plays. BSE IT remains the primary laggard with no recovery in sight, while BSE Realty (BSERREAL) continues to attract traction within the improving quadrant.

Overall, the market bias remains anchored in "Defensives and Broad Growth," with capital flowing toward Healthcare and Power while pivoting into Smallcaps and FMCG for fresh outperformance.

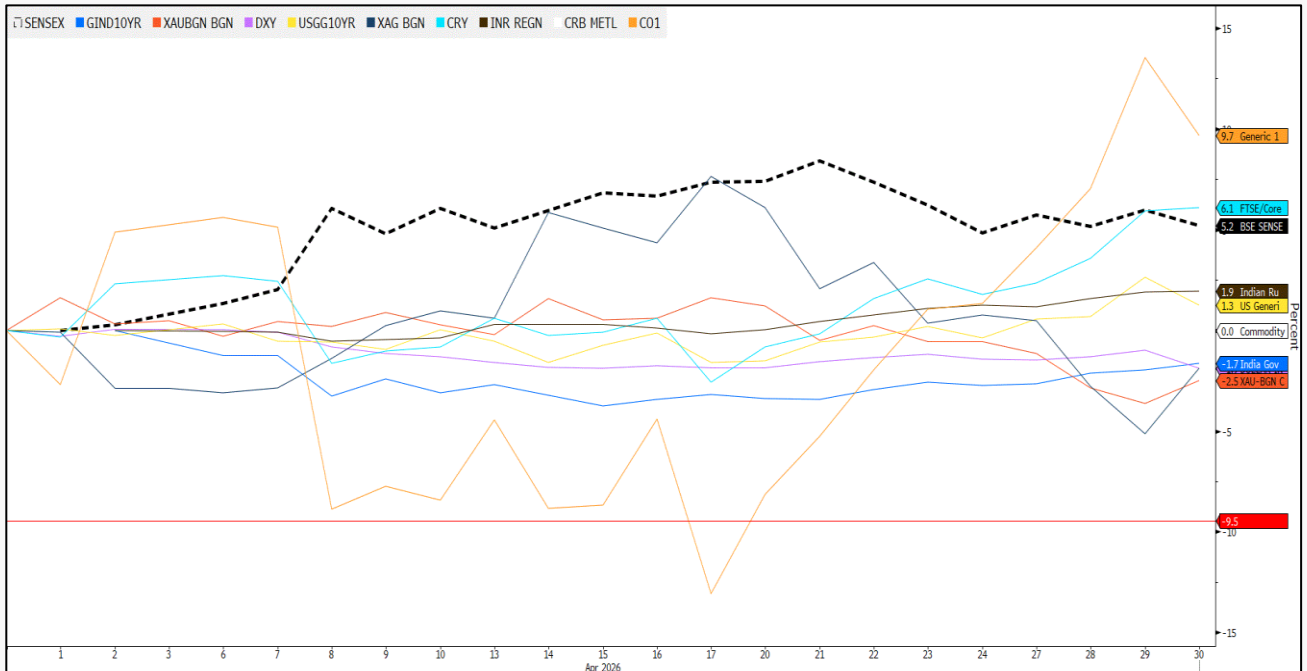
Sensex vs. Global Markets



Data Source: Bloomberg, Axis Securities

Apr'26 witnessed a robust global recovery as risk appetite returned, with Japan's Nikkei 225 (NKY: +16.1%) and the Nasdaq-100 (NDX: +15.6%) leading the charge back toward previous highs. The Indian Sensex (+5.2%) showed steady gains, though it trailed the aggressive rebounds seen in the S&P 500 (SPX: +10.4%) and the Small-cap Russell 2000 (RTY: +12.2%). European indices displayed more moderate strength, with the Euro Stoxx 600 (SXXE: +5.8%) and FTSE 100 (UKX: +2%) participating in the rally but lacking the momentum found in tech-heavy and Asian markets. Overall, April was defined by a decisive "V-shaped" bounce, reversing the coordinated retreat of March and reinstating growth-oriented sectors as the global leaders. While the recovery was widespread, the outperformance in Japan and U.S. Tech suggests that investors are once again prioritising high-growth geographies over defensive European pockets as volatility cools.

Sensex vs. Other Asset Classes



Data Source: Bloomberg, Axis Securities

Apr'26 saw a notable cooling of macro pressures as the explosive volatility of the previous month began to subside. Brent Crude (CO1: +9.7%) and the CRY Index (+6.1%) continued to climb but at a more tempered pace, allowing the Sensex (+5.2%) to stage a partial recovery. In a reversal of March's flight to safety, the Dollar Index (DXY: -1.9%) softened, which eased pressure on the Rupee (INR: +2%) and helped stabilise global liquidity.

Overall, April was marked by a fragile stabilisation, where the weakening Dollar and steady energy prices provided much-needed breathing room for Emerging Markets. While Gold (XAUBGN: -2.5%) and Silver (XAG: -1.9%) remained under pressure, the recovery in the Rupee suggests that the extreme inflationary panic of March has transitioned into a period of cautious consolidation.

CMP: 61707 (9%)

Resistance: 64000-65000-66000

Support: 60000-59300-57000



Trend: For the second consecutive month, the benchmark index continues to sustain below the “Up-Sloping Channel”, representing a downward trend. As the primary trend remains bullish, any minor corrections are advisable for buying and accumulation around the mentioned major support zone.

Pattern: The monthly price action has formed a bullish candle; however, it continues to form a lower high-low, indicating weakness.

Momentum: On the monthly chart, the RSI (14) is in negative terrain and is sustaining below its reference line, indicating rising weakness.

Direction: On the short-term charts, the index continued to sustain below its 100-day and 200-day SMAs, reaffirming a short-term to medium-term downtrend.

Volatility: The weekly ATR has reached 3,027, suggesting that the banking index currently has a range of 3,027 points in a given week. In the daily timeframe, the ATR fluctuated between 2,047 and 794, indicating a loss of momentum.

Volume: ICICIBANK and INDUSINDBANK have registered rising volumes compared to the previous month.

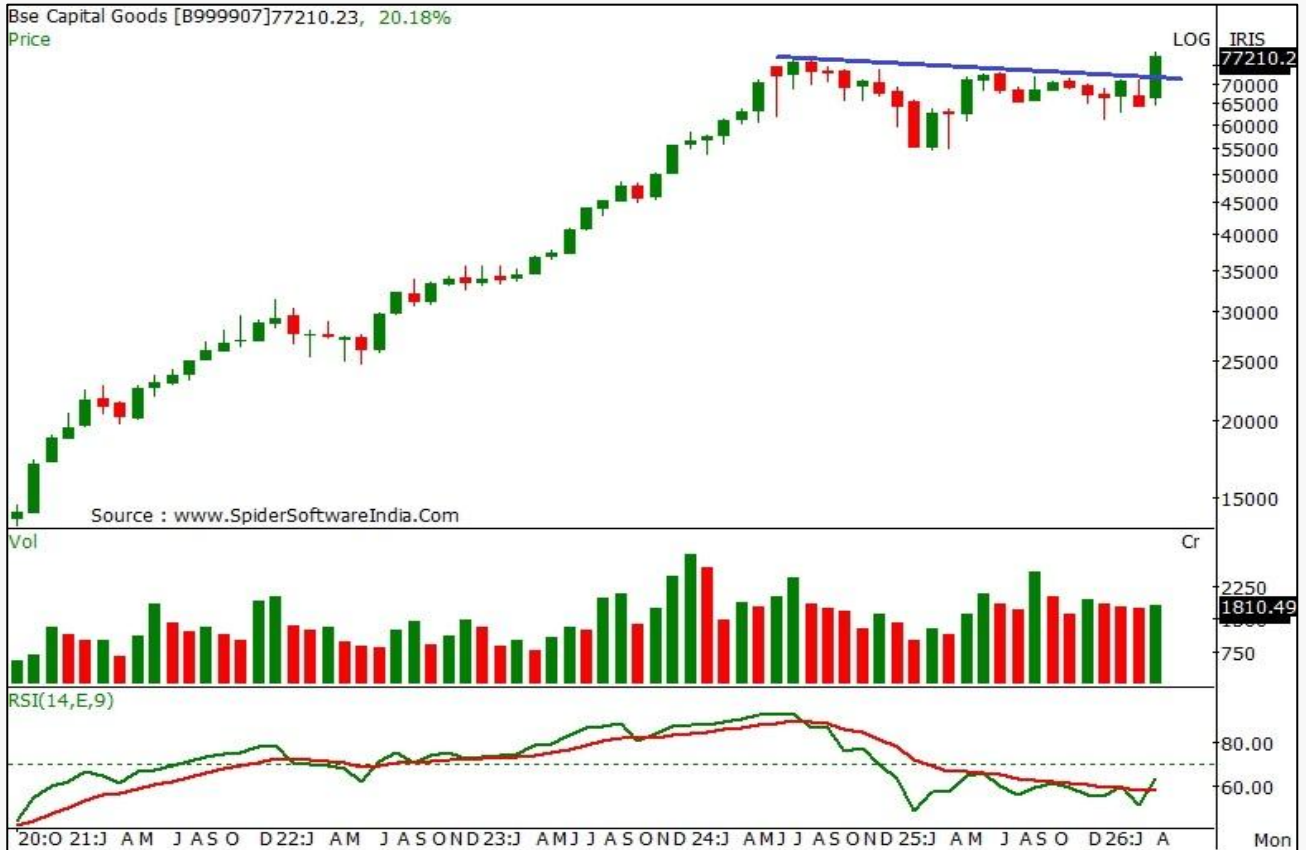
Our Take: The underlying primary trend for the BSE Bank index is expected to remain bullish; however, the underlying short-term sideways trend and hence any violation of the 61,000 support zone levels may cause profit booking towards 59,000-57,000 levels. Conversely, if the index stays above the 63,500-64,000 levels, then it could witness buying momentum towards the 65,000-66,000 levels. We advise traders to view minor corrections near the support zone as opportunities to invest.

Bullish Stocks	Neutral Stocks	Bearish Stocks
RBLBANK, AUBANK, FEDERALBNK, BANDHANBNK	ICICIBANK, KOTAKBANK, BANKBARODA, PNB, CANBK, SBIN, IDFCFIRSTB	HDFCBANK

CMP: 77210 (20.2%)

Resistance:81000-83000-85000

Support: 76500-75000-73600



Trend: Following the strong up move in Apr'26, the benchmark index has decisively broken above the “down-sloping trendline” resistance formed over the past couple of months on a closing basis, signalling a strong return of bullish momentum and a resumption of the broader uptrend. The index is approaching the previous all-time high, which signifies bullish sentiments.

Pattern: The index has formed a sizable bullish candle and has surpassed its past 8-10 months' high on a closing basis, indicating a strong uptrend.

Momentum: The monthly strength indicator RSI has turned bullish and is sustaining above its reference line, signalling rising strength.

Direction: The index is sustaining above its 20-, 50-, 100-, and 200-day SMAs, and these averages are also inching up, along with the price rise, which reconfirms a bullish trend.

Volatility: The weekly ATR has reached 4,250, meaning the capital goods index currently has a range of 4,250 points for the week. In the daily timeframe, the ATR fluctuated between 2,070 and 1,080, with some ups and downs, indicating increased near-term volatility.

Volume: Stocks like AIA ENG, APARINDUSTRIES, BHEL and COCINSHIP have registered above-average volumes compared to the previous month.

Our Take: The benchmark index is in a strong uptrend, forming a series of higher tops and bottoms. We expect this momentum to extend towards 83,000-85,000 levels, and hence any minor price corrections remain as a buying opportunity. The crucial supply zone to watch is around the 76,000-74,000 levels. As the primary trend remains bullish, these minor corrections can be utilised as accumulation opportunities for quality stocks.

Bullish Stocks	Neutral Stocks	Bearish Stocks
BHARATFORG, SIEMENS, AIAENG, THERMAX, HAL	VGUARD, LT, BEL	ARE&M, HONAUT

CMP: 6128 (21.4%)

Resistance: 6700-6800-7000

Support: 6000-5800-5700



Trend: The benchmark index is in a downtrend and trending within a “down-sloping channel”, confirming a lower top and bottom formation. However, with the current close, the index has witnessed a sharp bounce back from the channel’s lower-end support zone, indicating buying at lower levels.

Pattern: The index has formed a sizable bullish candle and has closed above the previous month’s high, indicating a positive bias. It is sustaining above its 50-, 100-, and 200-day SMAs, indicating a short to medium-term uptrend.

Momentum: The daily and weekly strength indicator RSI (14) has turned positive, quoting above its reference line, which signals rising strength on the short-term timeframe.

Direction: The long-term trend is expected to remain bullish; hence, minor corrections toward the supply zone should be viewed as an accumulation opportunity for the investors.

Volatility: The weekly ATR stands at 434, which indicates that the index’s current weekly range is 434 points. The ATR fluctuated between 247 and 123 in the daily timeframe, signalling reduced near-term volatility.

Volume: Stocks such as ANANTRAJ, OBERIORLTY, and PRESTIGE have recorded higher volumes over the past month, reflecting increased market activity in these counters.

Our Take: The benchmark index is trending in a “down-sloping channel”, forming a series of lower tops and bottoms on the weekly and monthly charts, indicating a short to medium-term downtrend. However, any sustainable close above the “channel’s upper band” (6,700) may cause a trend reversal. Hence, investors may consider using price corrections to accumulate quality stocks within the sector around the major support zones. On the upside, if the index sustains above 6,700 on a closing basis, then it may rally towards the 7,000-7,500 zone in the upcoming months. The crucial support zone is placed around the 5,600-5,400 level, which can be considered as an accumulation zone.

Bullish Stocks	Neutral Stocks	Bearish Stocks
	PHOENIXLTD, SOBHA, PRESTIGE	EMBDL, GODREJPROP, BRIGADE, SUNTECK, LODHA, DLF, PRESTIGE

CMP: 59099 (12.3%)

Resistance: 62300-63000-66000

Support: 58000-56500-54500



Trend: The benchmark index has witnessed a sharp bounce-back from the past two years' "multiple support zone" (52,500-52,000), indicating positive bias. On the larger time frame, the index is in an uptrend, hence the ongoing sideways price action remains a short-term pause.

Pattern: The monthly price action has formed a sizable bullish candle and has closed above the previous month's high, indicating positive bias. In addition, the index has been consolidating within a "triangular" pattern, and any sustainable close above 62,000-63,000 levels may signal upward momentum.

Momentum: The daily and weekly RSIs have turned positive, signalling rising strength on the short-term chart. Currently, the index is sustaining above its moving averages like 20-, 50-, 100-, and 200-day SMAs, reconfirming the short-term bullish trend.

Direction: The sector's outlook remains neutral, and a Triangle breakout above 62,000-63,000 levels causes further strength.

Volatility: The weekly ATR has reached 3,210, suggesting a weekly range of 3,210 points for the Consumer Durable index. The ATR varies between 1,766 and 800 in the daily timeframe, indicating reduced momentum.

Volume: Stocks such as BLUESTAR, CROMPTON GREAVES and TITAN have recorded above-average volumes compared to previous months, highlighting increased interest in specific counters.

Our Take: The index is in a sideways trend within a triangular formation, and hence any breakout above the 62,000-63,000 zone will indicate an upward breakout. The primary long-term trend remains bullish. Hence, any decisive breakout above the consolidation zone will trigger fresh upside momentum towards the 65,000-66,000 levels. The immediate support zone is around 58,000-56,500-54,500 levels.

Bullish Stocks	Neutral Stocks	Bearish Stocks
TITAN	BLUESTARCO, VIPIND, VOLTAS	BAJAJELEC, BATAINDIA, RELAXO, ORIENTELEC, DIXON, TTKPRESTIG, RAJESHEXPO

CMP: 18891 (12.6%)

Resistance: 19300-20000-20800

Support: 18400-17800-17400



Trend: The index is trending down within a “downward-sloping channel”, forming a series of lower tops and bottoms, indicating a down trend.

Pattern: On the monthly chart, the index has formed a sizable bullish candle and has also closed above the previous month’s high, indicating a short-term positive bias.

Momentum: The monthly RSI (14) has turned bearish and is sustaining below its reference line, which signals a loss of strength in the short- to medium-term timeframe.

Direction: The index is sustaining above its 20-, 50-, and 100-day SMAs, indicating the short to medium term up trend.

Volatility: The weekly ATR has increased to 678 points, indicating a current weekly range of 678 points for the index. On the daily timeframe, the ATR has consolidated between 361 and 226, signalling reduced volatility in the short term.

Volume: Stocks such as ADF FOODS, AVANTI FEEDS, APEX FROZEN FOODS and BAJAJ CONSUMER have witnessed above-average volumes compared to previous months, indicating heightened activity in select counters.

Our Take: Currently, the index is in a downtrend, and any decisive breakout above the channel upper band zone of 19,500-20,000 levels may indicate trend reversal. As the primary trend is bullish, investors should view these corrections as opportunities for buying and accumulation within the support zones for investment purposes. Any minor corrections towards the 18,400-17,800-17,400 levels may remain as a buying and accumulation opportunity for the traders.

Bullish Stocks	Neutral Stocks	Bearish Stocks
RADICO, TATACONSUM, NESTLEIND, MARICO	UNITEDSPR, GODREJCP, HINDUNILVR, BRITANNIA, DABUR, COLPAL	EMAMI, UBL, PGHH, ITC, VBL

CMP: 28406 (1.7%)

Resistance: 30400-32400-33800

Support: 27000-25500-23600



Trend: The BSE IT Index remains locked in a primary downtrend, though it has entered a phase of tentative stabilisation. At 28,406.8, the index managed a modest 1.7% gain this month, pausing the aggressive vertical decline seen previously. However, the structural trend remains "bearish to neutral" as the index continues to trade significantly below the multi-year support-turned-resistance zone.

Pattern: The monthly chart continues to be dominated by the Head & Shoulders distribution pattern. While the index found some minor buying interest near the 27,500 psychological level, it remains pinned below the decisive 32,500 neckline. The current price action represents a "dead cat bounce" or a minor consolidation candle following a major breakdown. Unless the index decisively reclaims the neckline resistance, the broader structural weakness is likely to persist.

Momentum: The Monthly RSI (14) has flattened out near the 44 level, showing a slight uptick but remaining well below the median 50 line. It continues to be strictly capped by the long-term descending trendline, indicating that bearish momentum still has the upper hand. A breakout above this RSI trendline is a mandatory prerequisite for any sustainable recovery.

Direction: The tactical bias remains cautiously bearish. The immediate support at 27,500 has held for now, providing a temporary floor. On the upside, any recovery attempt will encounter a massive "supply wall" between 30,000 and 32,500. A breach below the current monthly low would signal a resumption of the correction toward the 25,000 zone, whereas a sideways move is the most likely scenario in the near term.

Volatility: The weekly ATR has reached 1,617, meaning the index currently has a range of 1,617 points for a given week. On the daily timeframe, we observed a decrease in the ATR from 1,442 to 492, suggesting a decrease in volatility.

Volume: COFORGE, CYIENT, HCLTECH, INFY, INTELLECT, LTIM, LATENT, NELCO, OFSS, TANLA, TATAELXSI, TECHM, and WIPRO recorded trading volumes above their 12-month average in April.

Our Take: The BSE IT Index has shown a minor reprieve, but the technical setup does not yet suggest a bottom is in place. The overhead resistance from the broken Head & Shoulders pattern is formidable. We maintain a cautious stance. We continue to favour a "sell-on-rallies" strategy for tactical traders.

Bullish Stocks	Neutral Stocks	Bearish Stocks
	MPHASIS, TECHM	COFORGE, HCLTECH, INFY, KPITTEC, TCS, TATAELXSI, LTTS, WIPRO

*Charts and levels are as per the last working day of the month.

CMP: 44615 (6.8%)

Resistance: 46300-48000-50000

Support: 43250-41600-38550



Trend: The BSE Healthcare Index continues to navigate its primary structural uptrend, though it remains tethered to the massive multi-year horizontal consolidation phase. This month's 6.8% gain represents a strong recovery attempt, pushing the index back toward the upper band of its established range.

Pattern: The monthly chart confirms the ongoing Rectangle Formation, with price action currently challenging the upper resistance boundary near 46,000. The formation of a strong bullish candle following the previous month's rejection suggests renewed buying interest. However, the index is once again at a "make-or-break" junction. It must clear the 46,000 ceiling on a closing basis to transition from consolidation to a fresh expansion phase.

Momentum: The Monthly RSI (14) has staged a notable recovery, hooking upward from the 60 level. While it remains within its broad descending channel of the last two years, the RSI is showing signs of stabilising in bullish territory. A cross above the recent momentum peak would confirm that the bulls have gathered enough strength to finally challenge the long-standing overhead supply.

Direction: The tactical bias has shifted back to neutral-to-positive. Immediate support has moved up to the 42,000 mark, while the structural floor remains firm at 38,000. The primary focus remains on the 45,500–46,000 zone. A decisive monthly breakout above 46,000 would likely trigger a rapid move toward the 50,000 psychological milestone.

Volatility: The weekly ATR has reached 1,660, meaning the index currently has a range of 1,660 points for a given week. On the daily timeframe, we observed a decrease in the ATR from 1,081 to 620, suggesting a decrease in volatility.

Volume: Stocks such as ABBOTINDIA, CIPLA, COHANCE, DIVISLAB, DRREDDY, LALPATHLAB, IPCALAB, PFIZER, PGHL, RPGLIFE, RAINBOW, SUNPHARMA showed good volume in April'26.

Our Take: By reclaiming the 44,500 level, it has neutralised the bearishness of the previous month. While the sector remains in a "range-bound" for now, the internal strength suggests a breakout attempt is imminent. We recommend a "buy-on-strength" approach: initiate aggressive long positions only upon a confirmed close above 46,000, or continue to accumulate on dips toward the 40,000 support level.

Bullish Stocks	Neutral Stocks	Bearish Stocks
AUROPHARMA, GRANULES, NATCOPHARMA, TORNTPHARMA,	ALKEM, BIOCON, LAURUSLAB, DIVISLAB, DRREDDY, LUPIN, GLAND, GLENMARK, IPCALAB, PFIZER, SUNPHARMA	ABBOTINDIA, APLTLD, CIPLA, ZYDUSLIFE

*Charts and levels are as per the last working day of the month.

CMP: 8156 (22.3%)

Resistance: 8800-9450-10500

Support: 7700-7000-6000



Trend: The BSE Power Index has delivered an explosive breakout, surging by 22.3%. This vertical move has decisively resolved the multi-month consolidation to the upside, signalling a powerful resumption of the primary structural uptrend. The index has successfully bounced off the lower boundary of its long-term ascending channel and is now racing toward the upper parallel.

Pattern: The monthly chart displays a massive bullish breakout candle that has sliced through the previous multi-month resistance at 7,100 with ease. This "range expansion" signifies a major shift in investor sentiment from accumulation to aggressive markup. By clearing the 7,000–7,100 horizontal barrier, the index has confirmed a clean structural breakout after nearly a year of sideways movement.

Momentum: Momentum has shifted into high gear. The Monthly RSI (14) has staged a sharp breakout from its consolidation zone, surging past the 60 level. This move indicates a definitive end to the "volatility contraction" phase and the beginning of a fresh leg of high-velocity momentum. The widening gap between the RSI and its signal line suggests that the bulls are in complete control of the price action.

Direction: The tactical bias is now unambiguously bullish. Having cleared the major milestone of 8,000, the index is technically in an "uncharted territory" blue-sky zone. The previous resistance zone of 7,000–7,100 now transitions into a formidable structural floor. On the upside, the index is likely to target the upper channel resistance near the 8,800–9,000 mark in the coming sessions.

Volatility: The weekly ATR is around 422, which means the index currently has a range of 422 points for a given week. On the daily timeframe, we saw the ATR decrease from 245 to 123 levels, indicating a decrease in volatility.

Volumes: ABB, ADANIGREEN, CGPOWER, SIEMENS, THERMAX, and TORNTPOWER have registered higher volumes above 12 months' average volumes in the previous month.

Our Take: The BSE Power Index has staged a significant monthly breakout. The combination of a massive price surge and a clear RSI breakout suggests that this is not just a tactical bounce but a major structural shift. We maintain a high-conviction bullish outlook. Any minor pullbacks toward the 7,200–7,500 zone should be viewed as a "golden opportunity" to add exposure.

Bullish Stocks	Neutral Stocks	Bearish Stocks
BHEL, THERMAX, ADANIPOWER,	ABB, ADANIENSOL, CGPOWER, CESC, NHPC, NTPC, PTC, POWERGRID, SIEMENS, TATAPOWER, TORNTPOWER, KALPATPOWER	

*Charts and levels are as per the last working day of the month.

CMP: 42195 (14.6%)

Resistance: 44800-47500-51600

Support: 40650-38000-33850



Trend: Propelled by a powerful 14.6% monthly surge, the BSE Metal Index has decisively reaffirmed its primary structural uptrend. The index has successfully navigated its recent "throwback" and is now trading at record highs, firmly positioned within the upper half of its multi-year ascending channel. This move validates the long-term rising trendline as a rock-solid foundation, shifting the narrative from a corrective phase back to aggressive bullish expansion.

Pattern: The index has formed a large bullish "marubozu-style" candle, completely eclipsing the previous month's consolidation. The price action has surged past the 40,000 psychological barrier and is now trending toward the upper boundary of the channel. The successful defence of the 35,000–37,500 support zone confirms that the previous resistance has transitioned into a powerful floor.

Momentum: The Monthly RSI (14) has undergone a sharp bullish reversal, turning upward to reclaim the 70 level. This indicates that the temporary "time correction" has ended, and strong vertical momentum has returned. The RSI is once again entering the "super-bullish" zone, suggesting that the bulls have regained complete control of the trend trajectory.

Direction: The tactical bias is now decisively positive. With the index clearing the previous peaks, the path of least resistance is upward toward the upper channel resistance near 44,000–45,000. On the downside, the 40,000 level, which previously acted as resistance, will now serve as immediate tactical support, followed by the major structural floor at 37,500.

Volatility: The weekly ATR is 1,952, indicating that the metal index ranges 1,952 points in a given week. We have observed the ATR decrease from 1,673 to 557 on the daily timeframe, indicating decreased volatility in the shorter timeframe.

Volume: APLAPOLLO, JINDALSTEL, JSWSTEEL, and VEDL have shown above-average volumes in the last month.

Our Take: The BSE Metal Index has staged an impressive breakout, confirming its status as a market leader. We maintain a high-conviction bullish outlook and suggest using any minor intraday dips toward 41,000 as buying opportunities, targeting a move toward the upper channel limits.

Bullish Stocks

HINDALCO, JINDALSTEL, SAIL, TATASTEEL, VEDL

Neutral Stocks

APLAPOLLO, JSWSTEEL, HINDCOPPER, HINDZINC, COALINDIA, RATNAMANI

Bearish Stocks

CMP: 27684 (8.3%)

Resistance:28900-30100-32000

Support: 27000-25750-23850



Trend: The index has staged a significant recovery following the previous month's breakdown. The primary rising trendline, which was briefly breached, is being retested from below. The 8.3% monthly gain in Apr'26 has neutralised the immediate bearish threat, though the long-term structural integrity remains in a "wait-and-watch" mode as the price attempts to climb back into the previous ascending channel.

Pattern: The index formed a bullish candle, largely offsetting the prior month's losses. Price action is currently consolidating just below the 28,000 mark. The multi-year support line continues to act as a pivot point, with the most recent bounce suggesting strong accumulation at lower levels.

Momentum: The Monthly RSI (14) has stabilised and hooked upward, currently hovering around the 59 level. Crucially, it has avoided a deep dive into bearish territory and is attempting to reclaim its position above the 60 mark. The "aggressive liquidation" seen previously has cooled off, replaced by a cautious return of buying strength as the RSI remains in a neutral-to-bullish zone.

Direction: The tactical bias has shifted from "decisively negative" to "neutral-positive". The index has reclaimed the 27,000 level and is now facing immediate overhead resistance at the 28,000–28,500 "supply wall". A sustained close above this zone would open the doors for a retest of the psychological 30,000 peak. On the downside, the recent low near 25,000 now serves as the critical floor.

Volatility: The weekly ATR is 1,092, indicating the metal index has a weekly range of 1,092 points. We have seen the ATR decrease from 748 to 403 on the daily timeframe, indicating decreased volatility in the shorter timeframe.

Volume: BPCL, GAIL, HINDPETRO, IGL, and RELIANCE had shown above the 12-month average volumes in the previous month

Our Take: The BSE Oil & Gas Index has shown resilient recovery after a brief technical scare. While the breach of the trendline was concerning, the swift 8.3% rebound suggests the long-term uptrend is trying to reassert itself. Our outlook is now cautiously optimistic. We recommend holding existing positions with a trailing stop-loss below 26,500 and suggest fresh long entries only on a decisive breakout above the 28,200 resistance level.

Bullish Stocks

Neutral Stocks

Bearish Stocks

RELIANCE
CASTROLIND, GAIL, ONGC

BPCL, HINDPETRO, IGL, IOC,
PETRONET

*Charts and levels are as per the last working day of the month.

CMP: 57171 (8.6%)

Resistance: 60100-63000-67000

Support: 56100-53150-49150



Trend: The index has staged a technical pullback but continues to trade beneath the primary rising trendline (blue). While the sharp slide seen previously has paused, the multi-year support line—which anchored the index since 2020—now acts as a formidable overhead resistance. The long-term structural integrity remains compromised until the index can decisively reclaim its position above this diagonal.

Pattern: The 60,000–61,000 resistance zone remains the primary structural barrier. The index is currently attempting to recover from its recent lows, trading near the 57,170 level. However, this recovery is currently categorised as a "retest" of the breakdown point. For a bullish reversal to be confirmed, the index must invalidate the recent lower-high sequence by pushing back toward the horizontal ceiling.

Momentum: The Monthly RSI (14) is showing signs of a tentative floor near the 50–55 zone but remains well below the previous bullish threshold of 60. The breach of its internal trendline support remains in effect. Until the RSI climbs back above 60, the broader momentum is considered "corrective", suggesting that the current price action lacks the necessary strength for a sustained new high.

Direction: The tactical bias remains cautious. The index has recovered from the 52,000–55,000 support range and is now testing the immediate resistance zone of 57,500–58,500. A failure to cross this zone on a monthly closing basis could result in a secondary sell-off toward the 52,000 mark. Conversely, a sustained move above 58,500 would signal a return to the long-term uptrend and a potential retest of the 61,000 life highs.

Volatility: The weekly ATR is 3,385 points, indicating the index's average weekly movement. During the daily timeframe, the ATR increased from 795 to 1,191, highlighting an increase in volatility.

Volumes: APOLLOTYRES, ASHOKLEY, BAJAJ-AUTO, BHARATFORGE, HEROMOTOCO, EICHERMOT, M&M, MRF, MOTHERSON, and TATAMOTORS have reported trading volumes in April.

Our take: The BSE Auto Index is currently in a "relief rally" phase following its recent breakdown. While the immediate panic has subsided, the outlook remains neutral-to-bearish as long as the index stays below the previous trendline support. We recommend a selective approach, focusing on individual stocks rather than the index. Fresh long positions on the index should be deferred until a confirmed close above 58,500 is achieved.

Bullish Stocks	Neutral Stocks	Bearish Stocks
BHARATFORG	ASHOKLEY, BOSCHLTD, EICHERMOT, ESCORTS, BAJAJAUTO, HEROMOTOCO, M&M, TVSMOTOR	ARE&M, TMPV

*Charts and levels are as per the last working day of the month.

Fresh Ideas for the Month of May'26

Stocks	Buying Range	Stoploss	Target
BIOCON	385-375	359	427-448
GRASIM	2900-2840	2727	3186-3329
KEI	4960-4860	4675	5430-5665

Past Month's Performance

Stocks	Buying Range	Stoploss	Target	Remarks
SAIL	165-160	150	190-203	Target1
TATAPOWER	410-402	385	452-473	Target1
SCI	249-244	231	280-296	Target2

*Charts and levels are as per the last working day of the month.

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