

Technical View (Equity)

Daily call

Index	CMP	% up/dn	S2	S1	P	R1	R2
Nifty	11,341.70	0.36%	11250	11295	11325	11370	11400
Sensex	37752.17	0.58%	37360	37555	37675	37875	37995

Nifty Daily Chart

NIFTY [N59901]11342.35, 0.36%
Price Avg3(S,20,5,50,5,100)



Comments:

Nifty opened with an upward gap and remained lacklustre within narrow trading range throughout the day. However last hour buying momentum pulled Nifty to end near day's high. Nifty closed at 11342 with a gain of 41 points.

On the daily chart index has formed a bullish candle forming higher High-Low compare to previous session and has closed above previous session's high indicating positive bias. Nifty has formed "Hanging man" candlestick pattern which is typically interpreted as a bearish reversal candlestick pattern that mainly occurs at the top of uptrend. For such formation confirmation is necessary, so if Nifty breaks below previous day's low, it would witness some profit booking. The index is moving in a Higher Top and Higher Bottom formation on the daily chart indicating sustained up trend. The chart pattern suggests that if Nifty crosses and sustains above 11370 levels it would witness buying which would lead the index towards 11400-11450 levels. However if index breaks below 11300 level it would witness selling which would take the index towards 11270-11230 levels. Nifty is trading above 20, 50 and 100 day SMAs which are important short term moving averages, indicating positive bias in the short to medium term. Nifty continues to remain in an uptrend in the short and medium term, so buying on dips continues to be our preferred strategy.

The daily strength indicator RSI continue to remain in positive terrain indicating sustained strength whereas momentum oscillator Stochastic continue to remain flat indicating a possible consolidation in near term.

The trend deciding level for the day is 11325. If NIFTY trades above this level then we may witness a further rally up to 11370-11400-11445 levels. However, if NIFTY trades below 11325 levels then we may see some profit booking initiating in the market, which may correct up to 11295-11250-11220 levels

STOCKS IDEAS FOR THE DAY

Company Name	BUY/SELL	CMP	Stop Loss	Target
YES BANK	BUY	244-243	240	250/254
MGL	BUY	928-926	920	952/960