

Technical View (Equity)

Daily call

Index	CMP	% up/dn	S2	S1	P	R1	R2
Nifty	11,157.00	-0.58%	11045	11100	11195	11250	11345
Sensex	37114.88	-0.55%	36730	36920	37240	37435	37755

Nifty Daily Chart



Comments:

Nifty opened with an upward gap but witnessed selling from the opening tick to end negative. Nifty closed at 11157 with a loss of 65 points.

On the daily chart Nifty has formed a bearish candle and remained restricted within previous session's High-Low range indicating absence of direction on either side. Since past three sessions Nifty is hovering around its 100 day SMA (11134) which remains a crucial support zone to watch for. The index is moving in a Lower Top and Lower Bottom formation on the daily chart indicating negative bias. The chart pattern suggests that if Nifty crosses and sustains above 11210 levels it would witness buying which would lead the index towards 11250-11300 levels. However if index breaks below 11130 level it would witness selling which would take the index towards 11100-11060. Nifty is trading below 20 and 50 day SMA's which are important short term moving averages, indicating negative 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 is moving downwards and is quoting below its reference line indicating negative bias. However momentum oscillator Stochastic has turned positive from the oversold zone indicating a possible consolidation or a up-move in the near term

The trend deciding level for the day is 11195. If NIFTY trades above this level then we may witness a further rally up to 11250-11345-11400 levels. However, if NIFTY trades below 11195 levels then we may see some profit booking initiating in the market, which may correct up to 11100-11045-10950 levels

STOCKS IDEAS FOR THE DAY

Company Name	BUY/SELL	RANGE	Stop Loss	Target
COLPAL	BUY	1128	1116	1140-1150
UPL	BUY	ABOVE 974	966	983-990

Note- Stocks Ideas are based on previous day's close and are activated only if they trade in buy/sell range.