

Technical View (Equity)

Daily call

Index	CMP	% up/dn	S2	S1	P	R1	R2
Nifty	10,672.25	-1.11%	10565	10620	10715	10770	10870
Sensex	35513.71	-1.05%	35140	35325	35665	35850	36185

Nifty Daily Chart





Comments:

Nifty opened on a flat note but selling throughout the session led the index downwards to end near the low of the day. Nifty closed at 10672 with a loss of 120 points.

On the daily chart index has formed a sizable bearish candle forming lower High-Low compare to previous session and has closed below previous session's low indicating negative bias. In yesterday's session Nifty broke its 20 day SMA which indicates weakness ahead. The chart pattern suggests that if Nifty breaks and sustains below 10600 levels it would witness selling which would lead the index towards 10550-10530 levels. However if index crosses above 10750 level it would witness pullback rally which would take the index towards 10800-10830 levels. Nifty is trading below its 20 day SMA which indicating negative bias in the short term. Nifty continues to remain in a downtrend in the short term, so exit on small pullback rallies to be our preferred strategy.

The daily strength indicator RSI and momentum oscillator Stochastic have both turned negative and are below their respective reference lines indicating negative bias

The trend deciding level for the day is 10715. If NIFTY trades above this level then we may witness a further rally up to 10770-10870-10925 levels. However, if NIFTY trades below 10715 levels then we may see some profit booking initiating in the market, which may correct up to 10620-10565-10465 levels

Stocks to focus for intraday Long		Asianpaint, Infratel, Balramchin, Kajariacer, Naukri
Stocks to focus for intraday Short		Adaniports, Bajfinance, Drreddy, Grasim, Hdfc