

Technical View (Equity)

Daily call

Index	CMP	% up/dn	S2	S1	P	R1	R2
Nifty	10,776.60	0.46%	10700	10740	10790	10825	10875
Sensex	35850.16	0.43%	35645	35745	35910	36015	36180

Nifty Daily Chart





Comments:

Nifty opened with an upward gap and remained in positive terrain throughout the day. Nifty closed at 10777 with a gain of 49 points.

On the daily chart the index has formed a small Bearish candle with shadows on either side indicating indecisiveness amongst participants regarding the direction. From last few weeks Nifty is trading in the range of 10660-10920 levels. Any side breakout will give signal for further direction of Nifty. The chart pattern suggests that if Nifty crosses and sustains above 10830 levels it would witness buying which would lead the index towards 10870-10900 levels. However if index breaks below 10750 level it would witness selling which would take the index towards 10700-10650 levels. Nifty is trading below its 20 day SMA 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 both are marginally below their respective reference lines indicating lack of strength and momentum in near term.

The trend deciding level for the day is 10790. If NIFTY trades above this level then we may witness a further rally up to 10825-10875-10910 levels. However, if NIFTY trades below 10790 levels then we may see some profit booking initiating in the market, which may correct up to 10740-10700-10655 levels

Stocks to focus for intraday Long		Asianpaint, Infratel, Gail, Grasim, Nbcc
Stocks to focus for intraday Short		Bajaj-auto, Bajfinance, Drreddy, Ibulhsgfin, Bandhanbnk