

Daily Nifty Observer

Issue - 615

March 05, 2012

Nifty Outlook

.....sustainability below 5350 levels on intraday will open gate for 5230 levels in days to come.....

Support

5350/5370/5390

Resistance

5320/5290/5270

Market Strength Indicators

14 days RSI - Up by 1.34 points at 52.95 levels

14 days SchRSI - Up by 4.25 points at 14.85 levels

Stochastic - Up by 5.77 points at 39.24 levels

TSI - Down by 2.59 points

Market Intensity Indicator

NFP - At premium of 32.15 from premium of 51 earlier

Advance - 709

Decline - 775

Volatility - Unchanged at 0.21 levels from previous

Moving Average Indicator

20 days SMA- 5418.76

50 days SMA - 5106.82

200 days SMA - 5167.34

Bollinger Band - Around Upper Band

Other Indicators

Gold - Up

Crude - Up

FII's Spot - Negative

DII's Spot - Negative

F&O - Positive

Global Indices

Asian - Down

Europe - Down

US - Mixed

Spot Nifty Daily Chart Analysis



Spot Nifty closed at 5359.35 up by 0.36 % after ranging trading session with fall in volume which was below its 20 period SMA. It made a high of 5392.55 and low of 5315.05 levels in intraday.

Nifty is trading below its 20 period, above its 50 periods and above its 200 periods SMA. Long term trend is turned out to be bullish as Nifty started trading above its 200 days SMA.

Momentum oscillator is indicating that Nifty is trading around its over sold zone on intraday chart.

On daily chart 5370 levels continues to be an important levels to watch, above it, it may move towards 5510 levels or above in days to come. Sustainability below 5370 levels, Nifty may find stiff support around 5320/5250 levels.

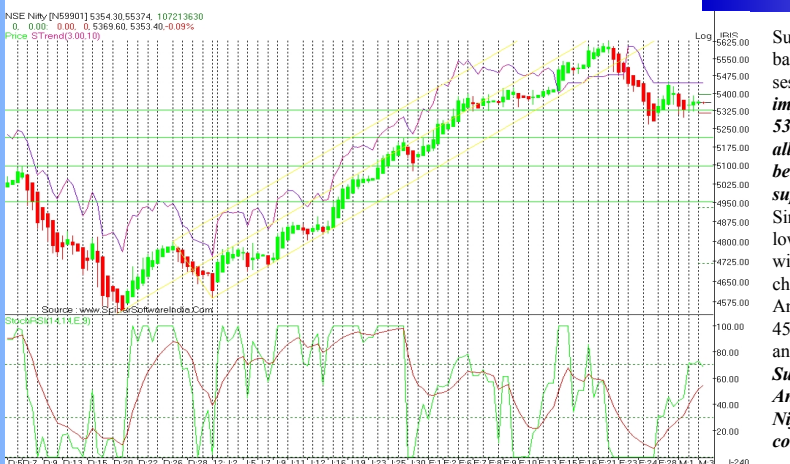
60 Minute Chart Analysis



14 days Schotestic RSI (60 minutes chart) closed at 82.30 levels & traded above its 9 period EMA for whole of the trading session and managed to close above it. Today it may try to come below its 9 period EMA levels allowing Nifty to trade below 5370/5390 levels.

Nifty today also failed to sustain above 5370 levels and closed below it on intraday. Continuation of sustainability below 5370 levels in intraday is necessary for Nifty to move towards 5240/5190 levels or below. Above 5370 levels it will find stiff resistance around 5420/5450 levels on intraday.

240 Minute Chart Analysis



Super Trend in 240 minute Nifty chart is again back in its bear phase since last eight trading sessions. **Nifty today also closed below an important levels of 5370. Sustaining below 5370 levels in next few 240 minutes candle will allow Nifty to move towards 5200 levels or below upto 5000 levels. Below it, Nifty to find support at 4840 levels.**

Since last eight trading sessions Nifty broke the lower channel of an Andrews Pitch fork. Nifty will finding stiff resistance around its lower channel on 240 minutes Heikin candles. The Andrews Pitch Fork is drawn from the low of 4531.80 (20/12/11), high of 4800.40 (27/12/11) and low of 4588.15 (02/01/12).

Sustainability below the lower channel of the Andrew's Pitchfork around 5600 will allow Nifty to move towards 5000 levels or below in coming 240 minutes candle..

Note on intraday Price,OI & Volume

On Thursday rise in Nifty (0.37 %) was registered with fall in Nifty March 12 futures open position (2.78 %) and fall in Nifty spot intraday volume (9.82 %).

Nifty rise with fall in OI and volume suggesting that the market is running out of traders willing to open or hold an open long. Trades are liquidating both loosing short position and closing winning long positions. A higher probability the market is set to retrace in price lower at some point forward.

Current rise of 0.37 % in Nifty was due to short covering in Nifty March 12 series.

Nifty March 12 future may continue to face stiff resistance around 5370/5420 levels on intraday. At the same time, continuation of sustainability below 5420 levels will open gate for Nifty to move below 5000 levels in days to come. Above 5420 levels will clear road map for 6000 levels or above in days to come.

Stocks Corner

Fresh Long

AUROPHARMA	IRB	ZEEL	ALOKTEXT	MAX
SUNTV	FEDERALBNK	FINANTECH	ORIENTBANK	
YESBANK	IDBI	DELTACORP	SUNPHARMA	AASHOKLEY
BIOCON				
DENABANK	VOLTAS	AMBUJACEM	BALRAMCHIN	
VIPIND	DABUR	INDUSINDBK	KOTAKBANK	IDEA
BAJAJHIND	MCLEODRUSS	MRF	IOB	VIJAYABANK
DCIL	VIDEOIND	3INFOTECH	EXIDEIND	NTPC
PATELENG				
SBIN	ACC	ABB	AXISBANK	BHARTIARTL
COREEDUTECH	LUPIN	ARVIND	KTKBANK	PATNI
HDFCBANK	RELINFRA	GESHIP	BPCL	CANBK
GMRINFRA				
EKC	S&P500	DRREDDY	PNB	MRPL
UCOBANK				
COLPAL	ADANIPTS	SYNDIBANK	ASIANPAINT	TECHM
CENTURYTEX	DJIA	TATAMOTORS	STER	
BANKINDIA	APIL	CIPLA	SOBHA	DHANBANK

Long Liquidation

RECLTD	HCLTECH	PUNJLLOYD	SAIL	TULIP	BGREENERGY
GLAXO	CESC	PANTALOONR		BAJAJHLDNG	
HINDZINC	POLARIS	HOTELEELA	ABAN	CNXIT	SINTEX
INFY	JINDALSAW	MCDOWELL-N		JSWENERGY	PETRONET
NFTYMCAP50	GAIL	CHAMBLFERT		CNXPSE	
DIVISLAB	COALINDIA	BOSCHLTD	ESCORTS	JISLJALEQS	ANDHRABANK
BHEL	INDHOTEL	GODREJIND	BOMDYEING	RELCAPITAL	
TATACHEM	LICHSGFIN	NHPC	LITL	SREINFRA	JPOWER
TATAPOWER		RCOM	IFCI	ONMOBILE	SUZLON
TTML	TATACOFFEE		DISHTV	GSPL	IVRCLINFRA
PFC					
ESSAROIL	NEYVELLIG	ADANIPOWER		TATAGLOBAL	
CUMMINSIND	WELCORP	ONGC	SCI	HEXAWARE	
APOLLOTYRE	GMDCLTD	ROLTA	OFSS	IBREALEST	
TTKPRESTIGDCB	MTNL	JUBLFOOD	HDIL	DLF	

Short Covering

NCC	TATACOMM	IDFC	JINDALSTEL	RENUKA	ICICIBANK
LT	UNIONBANK	BANKNIFTY	IGL	MARUTI	WIPRO
PIRHEALTH	JSWSTEEL	SKUMARSYNF	FORTIS		
TATAMTRDVR	TATASTEEL	RANBAXY	HINDUNILVR		
OPTOCIRCUIT	GVKPIL	ULTRACEMCO	CNXINFRA	MERCATOR	
HDFC	STRTECH	NMDC	INDIAINFO	CROMPGREAV	
RELLANCE	CENTRALBK	NIFTY	RPOWER	RUCHISOYA	TITAN
BANKBARODA	BRFL	HEROMOTOCO	OIL		
JPASSOCIAT	EDUCOMP	BATAINDIA	JETAIRWAYS	IOC	
BHUSANSTL	SOUTHBANK	JSWISPAT	PTC		

Fresh Short

ORCHIDCHEM	INDIANB	INDIACEM	BFUTILITIE	TCS
POWERGRID	PRAJIND	M&M	SESAGOA	BEML
ALBK				
AREVAT&D	GUJFLUORO	HAVELLS	ABIRLANUVO	ITC
HINDPETRO	BEL	RAYMOND	NATIONALUM	GRASIM
UNITECH	SRTRANSFIN	BHARATFORG	HINDOILEXP	BAJAJ-AUTO
HINDALCO	ABGSHIP	CAIRN	SIEMENS	TVSMOTOR
ADANIEN				
HCC	UNIPOS	MPHASIS		

Performance Corner

Daily Calls Monitor

Short JublFood March 12 future @ 981/986 (spot) sl 995
tgt 970/959; 2nd tgt

Correction - Short Nifty March 12 future @ 5377/5384 sl
5410 tgt 5354/5329; 2nd tgt

Short JSW Steel March 12 future @ 790/793 (Spot) sl 805
tgt 781/773; range (closing - 783.50)

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