

Daily Nifty Observer

Issue - 662

May 17, 2012

Nifty Outlook

.....nifty to find resistance around 4950 levels on thursday.....

Support

4840/4810/4790

Resistance

4870/4890/4920

Market Strength Indicators

14 days RSI - Down by 4.5 points at 27.81 levels

14 days SchRSI - Down by 20.67 points at 0.00 levels

Stochastic - Down by 0.29 points at 20.82 levels

TSI - Down by 2.5 points

Market Intensity Indicator

NFP - At discount of 1.35 from discount of 0.05 earlier

Advance - 427

Decline - 1032

Volatility - Up by 0.01 points at 0.16 levels from previous

Moving Average Indicator

20 days SMA - 5114.60

50 days SMA - 5216.09

200 days SMA - 5091.98

Bollinger Band - Around Lower Band

Other Indicators

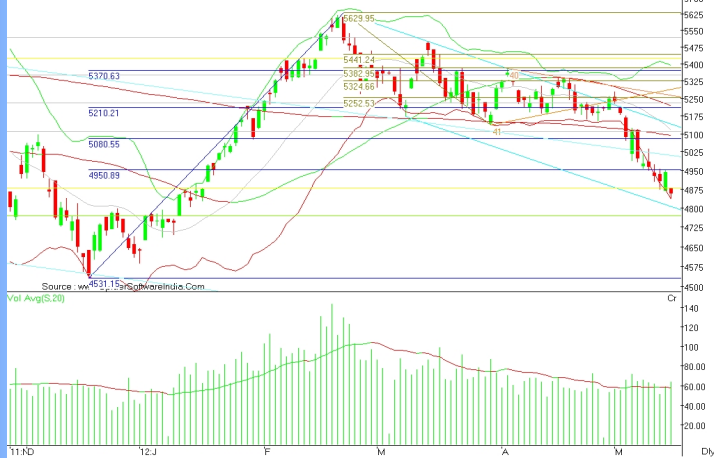
FII's Spot - Negative

DII's Spot - Positive

F&O - Positive

Spot Nifty Daily Chart Analysis

NSE Nifty [N59901] 4875.30, 4882.25, 4837.05, 4858.25, 64689988 -1.71%
Price Avg(5,20) Avg(50) Avg(200) Boll(5,20,2.00)



Spot Nifty closed at 4858.25 down 1.71% after down trending trading session with rise in volume which was above its 20 period SMA. It made a high of 4882.25 and low of 4837.05 levels in intraday. Nifty closed below its 20 period, below its 50 periods and even below its 200 periods SMA. SHORT TERM TREND WILL REMAIN BEARISH AS NIFTY CLOSED BELOW ITS 200 DAYS SMA ON MONDAY (07/05/2012). Momentum oscillator is indicating that Nifty is trading in its over sold zone on intraday chart.

On thursday, 4950 levels will act as an important resistance levels, sustainability above which will increase the probability of short term trend reversal which will initiate above 4990 levels. Below 4950 levels, 4890/4810 will continue to act as short term support zone for Nifty in days to come.

60 Minute Chart Analysis

NSE Nifty [N59901] 4869.45, 0.0, 0.0, 0.00, 0.00, 0.486215, 4788.65, 0.00%
Price STrend(3,00,1.0)



14 days Schotestic RSI (60 minutes chart) closed at 31.93 levels & traded across its 9 period EMA for whole of the trading session and managed to close below it. On thursday it may try to trade above its 9 period EMA levels allowing Nifty to trade above 4840/4890 levels.

Nifty tested 4840 levels but sustained above it, however closed below 4900 levels today. On thursday, 4910/4890 levels will act as resistance for intraday. If sustained above 4890 levels, it will force Nifty towards 4950 levels.

240 Minute Chart Analysis

NSE Nifty [N59901] 4857.65, 0.0, 0.0, 0.00, 0.00, 0.486215, 4788.65, 0.00%
Price STrend(3,00,1.0)



Today was 26th day for Nifty in bear zone after 4th day in bull zone for Super Trend, over 240 minutes Heikin Candle.

Today also Nifty sustained and closed below 4950 levels.

After 1 days closing below 2nd speed line Nifty failed to sustain above it and closed below it today. Speed line is drawn from the high of 5629.95 (22/02/12) and low of 5136.10 (29/03/12).

In next few 240 minute Heikin candle Nifty have to give close above 2nd speed line to move towards 3rd speed line (around 5100 levels). If it continues closing below 3rd speed line then it will increase probability to slide towards 1st speed line (around 4500 levels).

Note on Nifty Intraday Price,OI & Volume (15/05/2012)

On wednesday fall in Nifty (1.71%) was registered with rise in Nifty May 12 futures open position (1.92%) and rise in Nifty spot intraday volume (8.53%).

Nifty fall with rise in OI and in volume suggesting that the downtrend is secure and that the trend may continue for a period of time. Current fall of 1.71% in Nifty was due to fresh short build up in Nifty May 12 series.

For thursday, 4840/4810 levels will act as a crucial support zone. Sustainability above 4840 levels on intraday will force Nifty to move towards 4950 levels or above. However, fresh short build up at higher levels will weaken the probability of sustainability above 4910 levels.

Stocks Corner

Fresh Long

UNITECH	JISLJALEQS	DELTACORP	BPCL	TATAGLOBAL
JUBLFOOD	EXIDEIND	COREEDUTE		ZEEL MAX
KOTAKBANK		POWERGRID	VIPIND	MRF
BANKBARODA		CAIRN	OPTOCIRCUIT	BGREENERGYHINDPETRO
BIOCON	LUPIN	VIDEOIND	OFSS	ADANIPOWER
IOC	DRREDDY	AUROPHARMA		M&M
ULTRACEMCO		APIL	RUCHISOYA	

Long Liquidation

GLAXO	RANBAXY	VIJAYABANK		ASIANPAINT	TATACHEM
HEROMOTOCO		WELCORP	LICHSGFIN	ABGSHIP	PATNI
COLPAL	BOMDYEING	RELIANCE	TTKPRESTIG	ORIENTBANK	
DENABANK	CIPLA	BAJAJHLDNG		BHUSANSTL	HINDUNILVR
IDEA	ORCHIDCHEM		BRFL	PTC	IGL
TTML	DIVISLAB	CENTURYTEX		BEL	TATACOFFEE
EDUCOMP	PUNJLLOYD	LT	BFUTILITIE		CENTRALBK CESC
GODREJIND	SESAGOA	NCC	RPOWER		FINANTECH
CHAMBLFERT		APOLLOTYRE			HAVELLS
ASHOKLEY	INFY	IDFC	IBREALEST		GUJFLUORO
TVSMOTOR	BHARTIARTL		INDIANB	DCB	CANBK
RELCAPITAL		PATELENG	RCOM	ARVIND	TATAPOWER
ADANIEM	ABAN	MTNL	JPOWER	INDIACEM	DLF
STRTECH	BAJAJHIND	RAYMOND	SKUMARSYNF		JINDALSTEL
INDIAINFO	HDIL	RELINFRA	HDFC	JSWISPAT	YESBANK
HEXAWARE	SREINFRA	MCDOWELL-N		SUNTV	PANTALOONR
NMDC	PRAJIND	NAGAROIL			

Short Covering

IRB	HINDOILEXP	UNIPIHOS	CUMMINSIND	STER
LITL	BAJAJ-AUTO	IVRCLINFRA	GESHIP	MCLEODRUSS

Fresh Short

ACC	MRPL	TECHM	TCS	DJIA	MPHASIS
S&P500	ONGC	DISHTV	PIRHEALTH	HCLTECH	HDFCBANK
ALOKTEXT	JETAIRWAYS		OIL	ABB	ESSAROIL
NFTYMCAP50		PETRONET	JINDALSAW	JSWENERGY	BHARATFORG
BOSCHLTD	GSPL	CNXNSE	ANDHRABANK		GRASIM
DABUR	AMBUJACEM		CNXT	HINDZINC	GAIL ITC
NTPC	SOBHA	INDUSINDBK	BANKNIFTY	ESCORTS	NIFTY
SBIN	CNXINFRA	COALINDIA	CROMPGREAV		MARUTI
NHPC	FEDERALBNK		AXISBANK	SIEMENS	IDBI IOB
GMDCLTD	BATAINDIA	SOUTHBANK	GVKPIL	SUZLON	IFCI
ALBK	BALRAMCHIN		ICICIBANK	INDHOTEL	PNB
KTKBANK	ROLTA	FORTIS	ADANIPTS		UCOBANK
SYNDIBANK	JPASSOCIAT	WIPRO	BIHEL	HINDALCO	POLARIS SCI
HCC	UNIONBANK	TATACOMM	PFC	TITAN	VOLTAS
BANKINDIA	TATASTEEL	GMRINFRA	ONMOBILE	RECLTD	SAIL
SINTEX	JSWSTEEL	ABIRLANUVO		SRTRANSFIN	TATAMTRDVR
TATAMOTORS					

Performance Corner

Daily Calls Monitor

Buy Nifty May 12 future @ 4870/4875 (spot) sl 4849 tgt 5897/4915; sl triggered in Nifty intraday buy call

Buy BPCL @ 740 sl 734 tgt 749; tgt

Buy LT @ 1205/1210 sl 1194 tgt 1224/1235

Short BHEL May 12 future @ 209/210 (spot) sl 213 tgt 206/203

Buy JSW Steel @ 621/622 sl 614 tgt 632

Buy DLF @ 182.50 sl 181 tgt 185

May Buy Nifty May 12 future again @ 4840/4845 sl 4819 tgt 4870/4887; sl of earlier intraday

buy call in Nifty triggered

Buy Jublfood @ 1140/1145 sl 1127 tgt 1170/1185

Buy Copper June 12 future @ 417.70/418.00 sl 416.90 tgt 419.40/420.50

Analyst Certificate & Disclaimer

DISCLAIMER: The document is not for public distribution and has been furnished solely for information and must not be reproduced or redistributed to others. Opinion expressed is the current opinion as of the date appearing on the material only. Further, the information in the document has been printed on the basis of publicly available information; internal data and other reliable sources believed to be true and are for general guidance only but which may not be verified independently. While every effort is made to ensure the accuracy and completeness of information contained, the company takes no guarantee and assumes no liability for any errors or omissions of the information. No one can use the information as the basis for any claim, demand or cause of action. All investment information and opinion are subject to change without notice. Recipients of this material should rely on their own investigations and take their own professional advice. Each recipient of this document should make such investigations as it deems necessary to arrive at an independent evaluation of an investment in the securities of companies referred to in this document (including the merits and risks involved), and should consult their own advisors to determine the merits and risks of such an investment. This material is for personal information and none is responsible for any loss incurred based upon it. The investments discussed or recommended in this report may not be suitable for all investors. It should not be considered to be or taken as an offer to sell or a solicitation to buy/sell any security. Price and value of the investments referred to in this material may go up or down. Past performance is not a guide for future performance. Certain transactions - futures, options and other derivatives as well as non-investment grade securities - involve substantial risks and are not suitable for all investors. Reports based on technical analysis centers on studying charts of a stock's price movement and trading volume, as opposed to focusing on a company's fundamentals and as such, may not match with a report on company's fundamentals. Analyst who has issued this report, may, on the date of this report, and from time to time, have long or short positions in, and buy or sell the securities of the companies mentioned herein or engage in any other transaction involving such securities and earn brokerage or compensation or act as advisor or have other potential conflict of interest with respect to company/ies mentioned herein or inconsistent with any recommendation and related information and opinions.