

Daily Nifty Observer

Issue - 674

June 04, 2012

Nifty Outlook

.....4810/4824 levels will be crucial and short term trend deciding support levels for monday....

Support

4840/4810/4777

Resistance

4880/4910/4937

Market Strength Indicators

14 days RSI - Down by 6.13 points at 35.15 levels

14 days SchRSI - Down by 31.22 at 39.23 levels

Stochastic - Down by 30.78 points at 33.23 levels

TSI - Down by 1.16 points

Market Intensity Indicator

NFP - At discount of 17.05 from discount of 8.00 earlier

Advance - 399

Decline - 1052

Volatility - Up by 0.03 points at 0.17 levels from previous

Moving Average Indicator

20 days SMA - 4929.52

50 days SMA - 5115.95

200 days SMA - 5066.82

Bollinger Band - Moving towards Middle Band from Below

Other Indicators

FII's Spot - Negative

DII's Spot - Positive

F&O - Positive

Spot Nifty Daily Chart Analysis



Spot Nifty closed at 4841.60 down 1.68 % after down trending trading session with fall in volume which was below its 20 period SMA. It made a high of 4925.00 and low of 4831.75 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 Monday if Nifty manages to trade above 4810 levels then probability to move towards 4880 levels will increase. Above 4880 levels it will resist at 4910/4937 levels. 4777 levels will give strong support.

60 Minute Chart Analysis



14 days Schotestic RSI (60 minutes chart) closed at 0.00 levels & traded across its 9 period EMA for whole of the trading session and managed to close below it. On monday it may try to come above its 9 period EMA levels allowing Nifty to come above 4880/4910 levels.

Today, Nifty traded below 4900 levels and closed around 4840 levels, an important mid term support levels. On monday 48800 levels will give immediate resistance to nifty with 4810/4777 as strong intraday support zone below 4840 levels..

240 Minute Chart Analysis



After 4 day for Nifty in bull zone, today it closed below Super Trend, over 240 minutes Heikin Candle, giving an indication for short term bull run .

Today Nifty closed below 4900 levels.

Nifty for 7th day closed above its 2nd speed line and moved down 3rd speed line on intraday. 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 5000 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 (01/07/2012)

On friday fall in Nifty (1.67%) was registered with fall in Nifty June 12 futures open position (21.22 %) and fall in Nifty spot intraday volume (39.88 %).

Nifty fall with fall in OI and volume suggesting the market is making its bottom and the higher probability is that the price will rise at some point forward.

Current fall of 1.67 % in Nifty was due to long liquidation in Nifty June 12 series.

For monday, Nifty likely to find support around 4810/4777 levels below 4840 levels on intraday. Above 4840 levels 4880/4910 levels will act as intraday resistance zone. Probability to trade above 4900 levels seems to be higher on monday.

Stocks Corner

Fresh Long

IGL	GSPL	PETRONET	JPOWER
-----	------	----------	--------

Long Liquidation

HINDALCO	INDUSINDBK	TATACHEM	ICICIBANK	VIDEOIND	ABGSHIP
TTML	JINDALSAW	TATAPOWER	IRB	CIPLA	
BPCL	GUJFLUORO	HEROMOTOCO	JISLJALEQS	KTKBANK	
BHARTIARTL	TITAN	FINANTECH	LUPIN	TATAMTRDVR	
JPASSOCIAT	ORIENTBANK	SCI	BAJAJ-AUTO	CESC	PTC
JSWISPAT	ESCORTS	SREINFRA	PIRHEALTH	DABUR	DLF
NHPC	CNXPSE	M&M	NTPC	IOB	ACC
RECLTD	IDBI	SBIN	AMBUJACEM	APIL	
TATASTEEL	TATACOFFEE	FORTIS	ESSAROIL	MPHASIS	
ABAN	CANBK	INFY	TCS	NIFTY	HDFC
MCLEODRUSS	CNXIT	ALBK	ABIRLANUVO		
COLPAL	PUNJLLOYD	GLAXO	BANKNIFTY	STRTECH	SRTRANSFIN
UCOBANK	NFTYMCAP50	BAJAJHIND	SUZLON	YESBANK	
HUNDUNILVR	WIPRO	CNXINFRA	CUMMINSIND		
PATELENG	DRREDDY	DISHTV	DELTACORP	BANKINDIA	OFSS
HCC	INDHOTEL	MARUTI	POWERGRID	ROLTA	ABB
RENUKA	SOUTHBANK	BHEL	CENTRALBK	GVKPIL	TECHM
GRASIM	GESHIP	DIVISLAB	UNIPIOS	ONGC	SOBHA
VOLTAS	MRF	RELIANCE	ANDHIRABANK		GMRINFRA
RCOM	SESAGOA	BEML	STER	HDFCBANK	BHARATFORG
LITL	RUCHISOYA	BGREENERGYNCC	JUBLFOOD	ADANIPOWER	
BRFL	AUROPHARMA	INDIAINFO	KOTAKBANK		
TATAMOTORS	HEXAWARE	SYNDIBANK	PNB	SAIL	
UNIONBANK	DENABANK	IDFC	INDIANB	GODREJIND	BANKBARODA
JSWSTEEL	ZEEL	BOMDYEING	RPOWER	RANBAXY	SIEMENS
POLARIS	EDUCOMP	CAIRN	NAGAROIL	HDIL	HAVELLS
MTNL	ASIANPAINT	ADANIEMT			

Short Covering

MCDOWELL-N	ULTRACEMCO	GAIL
SKUMARSYNF	HINDPETRO	ITC
WELCORP	OIL	COREEDUTECH
IOC	ASHOKLEY	IDEA
		MAX
		COALINDIA
		UNITECH

Fresh Short

HINDZINC	INDIACEM	BALRAMCHN	PFC	AXISBANK
NMDC	TATACOMM	BHUSANSTL	LICHSGFIN	VJAYABANK
DCB	EXIDEIND	RAYMOND	ALOKTEXT	GMDCLTD
BFUTILITE	TATAGLOBAL	BEL	IFCI	OPTOCIRCU
ONMOBILE	BATAINDIA	TVSMOTOR	JINDALSTEL	VIPIND
ORCHIDCHEM	BAJAJHLDNG			TTPRESTIGJETAIRWAYS
RELCAPITAL	LT	HINDOILEXP	ICL	TECH
MRPL	BIOCON	CENTURYTEX	SINTEX	PRAJIND
IBREALEST	RELINFRA	SUNTV	IVRCLINFRA	JSWENERGY
ARVIND	PANTALOONR			APOLLOTYRE

Performance Corner

Daily Calls Monitor

[Buy Nifty June 12 future @ 4870/4877 \(spot\) sl 5849 tgt 4897/4927;sl](#)
[Buy Coal India @ 322.50/322.00 sl 319.00 tgt 325.50/327.50](#)
[Buy BajajAuto @ 1492/1499 sl 1470 tgt 1524/1539](#)
[Buy M&M @ 649/652 sl 644 tgt 658/663;sl triggered](#)
[Buy SBI @ 2030/2037 sl 2017 tgt 2050/2067](#)

[Buy Copper June 12 future @ 415.50/416.00 sl 414.40 tgt 418.20/420.10; sl triggered in copper intraday buy call](#)
[Buy Copper June 12 future again @ 411.50/411.00 sl 409.00 tgt 414.50/416.70; sl of earlier intraday buy call in copper triggered](#)
[Buy Silver July 12 future @ 53500/53600 sl 52900 tgt 54100/54400](#)
[Buy Gold June 12 future @ 29070/29090 sl 28970 tgt 29150/29195](#)
[May Buy Gold June 12 future again @ 29190/29220 sl 29090 tgt 29370/29450; 2nd tgt of earlier intraday buy in gold achieved](#)
[May Buy Silver July 12 future @ 54300/54400 sl 43800 tgt 54900/55350; 2nd tgt of earlier intraday buy call in silver achieved](#)
[Buy Gold June 12 future again @ 29450/29490 sl 29390 tgt 29590/29680; 2nd tgt of earlier intraday 2nd buy call achieved](#)

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.