Daily Nifty Observer

Issue - 710

July 26, 2012

Nifty Outlook

....july 2012 future series expected to expire above 5100 levels may be around 5137/5150

Support

5102/5083/5057

Resistence

5129/5137/5148

Market Strength Indicators

14 days RSI - Down by 1.7 points at 41.73 levels

14 days SchRSI - Down by 4.27

Stochastic - Down by 4.07 points

at 13.97 levels

TSI - Down by 3.25 points

Market Intensity <u>Indica</u>tor

NFP - At premium of 2.95 from premium of 7.15 earlier

Advance - 484

Decline - 974

Volatility - Unchanged at 0.12 levels from previous

Moving Average Indicator

20 days SMA - 5237.03

50 days SMA - 5098.55

200 days SMA - 5103.13

Bollinger Band - Trading around Middle Band

Other Indicators

FII's Spot - Negative

DII's Spot - Negative

F&O - Positive

Spot Nifty Daily Chart Analysis



Spot Nifty closed at 5109.60 down 0.36 % after ranging trading session with rise in volume which was below its 20 period SMA. It made a high of 5121.60 and low of 5076.60 levels in intraday. Nifty closed below its 20 period, above its 50 periods and above its 200 periods SMA. Momentum oscillator is indicating that Nifty is trading around its over sold zone on intraday chart. Nifty failed to sustain bull zone and again is closing in bear zone since last four trading days. Continuation of trading below its 20 period SMA will be short to mid term bear phase for Nifty. For thursday 5084 levels will act as intraday support to nifty, trading above which will ensure for 5138/5150 levels, else breach of which may move nifty below 5100 levels to test 5050/5020

60 Minute Chart Analysis



14 days Schotestic RSI (60 minutes chart) closed at 90.42 levels & traded across its 9 period EMA for whole of the trading session and managed to close above it. On thursday it may try to come below its 9 period EMA levels allowing Nifty to continue to consolidate above 5090 levels.

On wednessday nifty continued to consolidated around 5100 levels and managed to close above it. For thursday 5090 levels will continue to give immediate support to nifty, sustaining above which will open for 5150 levels and above. Below 5090 levels important support is at 5083/5057 levels.

240 Minute Chart Analysis



Afters two days in bull zone Nifty since last three days is closing in bear zone as it closed below Super Trend, over 240 minutes Heikin Candle. Today also Nifty closed above 5100 levels.

After 28 consecutive closing above 4th spped line on 240 minute chart for 10th consecutive day it closed below it. Speed line is drawn from the low of 4789.15 (18/05/2012) and high of 5020.10 (29/05/2012).

In 240 minute Heikin candle Nifty manages to close below 4th speed line. it also tested 5150 levels and is closing below it since last three trading sessions. 5090 and 5137 levels are immediate support and resistance levels on 240 minutes intraday chart. Sustainability above 5137 will open for 5200 levels and trading below 5090 levels will open for 5020 levels in next few 240 minutes candle.

Note on Nifty Intraday Price, OI & Volume (25/07/2012)

On monday rise in Nifty (0.20 %) was registered with rise in Nifty July 12 futures open position (2.78 %) and rise in Nifty spot intraday volume (15.06%).

Nifty rise with rise in OI and volume suggesting that the market is attracting larger numbers of trader willing to open positions from the long side and hold them. Traders are more confident that prices will continue to climb up. This scenario indicates for a bullish movement to continue. Current rise of 0.20 % in Nifty was due to fresh long builds up in Nifty July12 series.

On tuesday heavy fresh long build up in stocks future was seen. Along with it, short covering was also observed. Continuation of this trend will force Nifty to trade above 5100 levels on wednessday with 5090/5070 levels next support to it. However a little amount of fresh short build up and long liquidation was also there continuation of which means nifty to trade below 5150/5180 levels.

Stocks Corner

Fresh Long

POLARIS HCLTECH ZEEL HEXAWARE MCLEODRUSS GLAXO I AMBUJACEM YESBANK I MRF ALBK ABGSHIP ABB TATACOMM IGL DLF TECHM BIOCON BATAINDIA CNXIT GSPL DISHTV CIPLA VIJAYABANK DIVISLAB ACC GAIL TCS BAJAJ-AUTO PIRHEALTH HDFC INDUSINDBK BOSCHLTD INFY SOUTHBANK

Long Liquidation

SRTRANSFIN APOLLOTYRE CAIRN INDIANB HEROMOTOCO ONGC MARUTI OFSS NHPC HINDZINC ALOKTEXT M&M KTKBANK BHEL DRREDDY BHARATFORG FEDERALBNK APIL SYNDIBANK BREL SIEMENS IOC OIL DENABANK LT SINTEX KOTAKBANK HAVELLS ASIANPAINT HINDPETRO TTKPRESTIGIFCI AXISBANK IDBI VOLTAS GMOCLTD ADANIENT BANKBARODA SCIEXIDEIND ADANIPORTS UNIONBANK RELCAPITAL STER IVRCLINFRA RENUKA ANDHRABANK JPASSOCIAT RCOM UNIPHOS ONMOBILE RAYMOND PURJILOYD WIPRO TATAGLOBAL DABUR UNITECH GMRINFRA JSWENERGY HINDUNILVR MRPL CANBK BHARTIARTL BGRENERGY VIPIND GUJFLUORO PATELEGG RELINFRA CROMPGREAV BFUTILITIE INDIAINFO ASHOKLEY PANTALONR LICHSGFIN

Short Covering

GODREJIND GRASIM INDIACEM BAJAJHLDNG LUPIN
GESHIP CUMMINSIND IDEA MPHASIS SUNPHARMA
MCDOWELL-N HDFCBANK HDIL ICICIBANK
ULTRACEMCO BHUSANSTL

Fresh Short

JSWSTEEL POWERGRIDUCOBANK BANKNIFTY NIFTY SUNTV AUROPHARMA VIDEOIND SOBBIA ARVIND FINANTECH PETRONET TATAPOWER RELIANCE COLPAL CNXPSE CHAMBLERT RANBAXY BANKINDIA CENTURYTEX MIDO NFTYMCAP50 CENTRALBK SBIN IOB CANTURYTEX DAVING COLLINIA INDHOTEL IDFC BPCL JUBLFOOD SESAGOA MAX BEL SUZLON TATACOFFEE RECLTD PNB TATACHEM OPTOCIRCULABIRLANUVO NIPC BOMDVEIGR HINDOLLEAPROLTA TATAMTRDVR CORECULTEC BREALEST NCC HINDALCS JISLJALEQS ABAN TATASTEEL TVSMOTOR CESC RPOWER TITAN PTC ORIENTBANK JPPOWER ESCORTS GVEPIL SAIL BEML WELCORP RUCHISOYA ESSAGOIL NAGAROIL BAJAJHIND TIML JINDALSTEL DELTACORP DCB ORCHIDCHEM HCC PRAJIND JETAIRWAYS SREINFRA SKUMARSYNF JSWISPAT STRIECH LITL EDUCOMP

Performance Corner

Daily Calls Monitor

Buy Yes bank @ 240/242 st 238.50 tat 245/248.50; may book full profit in yes bank intraday buy call in the range of 346/347

Buy Zeel @ 157.50 st 155.90 tat 159/161; book full profit in zeel intraday buy call in the range of 160.50/161.00
Buy Ambuja Cement @ 172/173 st 170.50 tat 175.50/177.00; book full profit in Ambuja Cement in the range of 176.50/177.00

Short IGL july 12 future @ 220/225 (spot) sl 230 tgt 210/204; sl Buy SBl 2070/2077 sl 2055 tgt 2090/2109
Buy DLF @ 202/203 sl 199.50 tgt 205/207: 1st tgt
Buy ACC @ 1288/1283 sl 1267 tgt 1305/1317
Buy Maruti @ 1100/1107 sl 1089 tgt 1117/1129
Buy JSW Steel @ 670/673 sl 664 tgt 678/685

<u>Short USDINR July 12 future @ 56.4250/56.4425 sl</u> <u>56.5450 tgt 56.2950; tgt achieved</u>

May Short USDINR July future again @ 56.3550/56.3750 sl 56.5225 taf 56.2150/56.1450; taf of earlier intraday short call in USDINR achieved; may book full profit in USDINR 2nd intraday short call @ 56.2000

Buy Nifty August 12 future @ 5085/5090 (spot) sl 5069 tat 5107/5119; may hold nifty intraday buy call for 5135/5147 with revised sl to cost

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