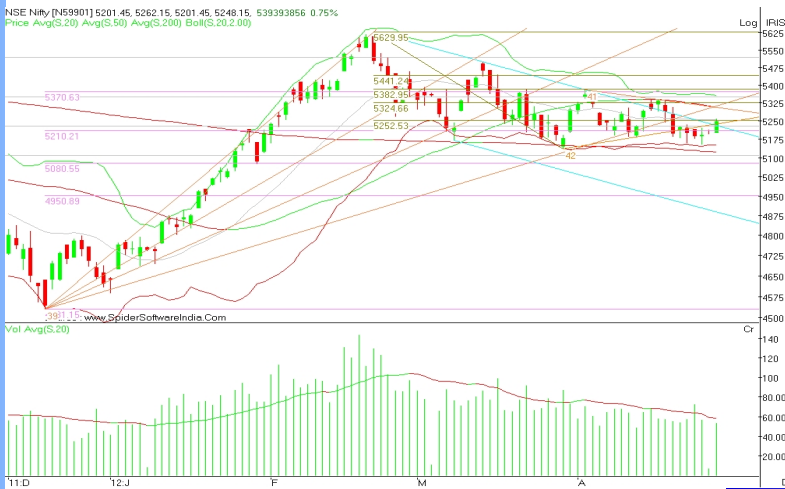


Daily Nifty Observer

Issue - 650

May 02, 2012

Spot Nifty Daily Chart Analysis



Spot Nifty closed at 5248.15 up 0.75 % after up trending trading session with fall in volume which was below its 20 period SMA. It made a high of 5262.15 and low of 5201.45 levels in intraday.
 Nifty closed below its 20 period, below its 50 periods and above its 200 periods SMA. Long term trend will remain bullish till Nifty is trading above its 200 days SMA .
 Momentum oscillator is indicating that Nifty is trading around its over sold zone on intraday chart.
5257 levels will be very crucial for wednesday trading. Above it Nifty will resist at 5270/5290 levels. Nifty may find stiff support to breach 5230/5210 levels on intraday.

Nifty Outlook

.....5257 levels will be very crucial levels for intraday.....

Support

5230/5210/5190

Resistance

5257/5270/5290

Market Strength Indicators

14 days RSI - Up by 5.78 points at 49.54 levels

14 days SchRSI - Up by 54.75 points at 56.25 levels

Stochastic - Up by 32.8 points at 53.44 levels

TSI - Up by 0.45 points

Market Intensity Indicator

NFP - At premium of 19.7 from premium of 20.2 earlier

Advance - 844

Decline - 623

Volatility - Down bu 0.01 points at 0.12 levels from previous

Moving Average Indicator

20 days SMA - 5254.48

50 days SMA - 5305.75

200 days SMA - 5123.30

Bollinger Band - Around Lower Band

Other Indicators

Gold --

Crude --

FII's Spot - Positive

DII's Spot - Negative

F&O - Positive

Global Indices

Asian --

Europe --

US --

60 Minute Chart Analysis



14 days Schotestic RSI (60 minutes chart) closed at 74.96 levels & traded across its 9 period EMA for whole of the trading session and managed to close above it. Today it may try to trade below its 9 period EMA levels forcing Nifty to trade below 5257 levels.
 Gap up opening was observed in Nifty which was not filled up by rest of the trading hours. On Wednesday, sustainability above 5230 levels will open gate for 5270 levels and above. If however, Nifty fails to hold above 5230 levels then probability to move below 5200 levels will grow stronger. Below 5230 levels Nifty has major support at 5210 levels.

240 Minute Chart Analysis



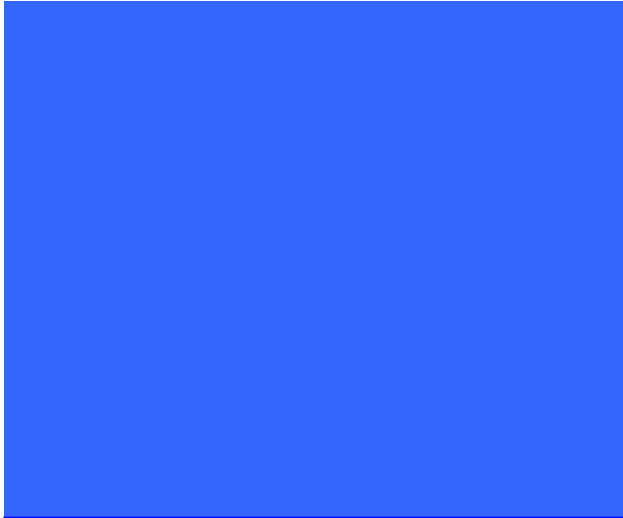
Today was 13th day for Nifty in bear zone after 4th day in bull zone for Super Trend, over 240 minutes **Heikin Candle**.
Continuation of sustainability below 5350 levels in next few 240 minutes candle will allow Nifty to move towards 5200 levels or below upto 5000 levels. Below it, Nifty to find support at 4840 levels.
Today Nifty breached and closed above rd speed line over 240 minutes candle. Speed line is drawn from the high of 5629.95 (22/02/12) and low of 5136.10 (29/03/12).
Only sustainability below 3rd speed line will force Nifty to move towards 2nd speed line (5095 levels or below) in next few 240 minutes candle.
In next few 240 minutes 5230 levels will act as a reversal point in short term. Sustainability below it ensures 5000 levels or below and above it means 5450 levels.

Note on Nifty Intraday Price,OI & Volume (30/04/2012)

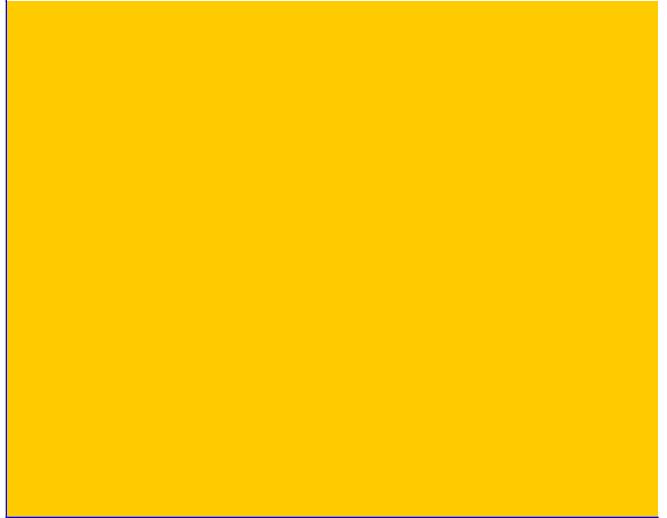
On monday rise in Nifty (1.10 %) (from friday closing) was registered with fall in Nifty May 12 futures open position (5.66 %) and fall in Nifty spot intraday volume (5.41 %).
 Nifty rise with fall in OI and volume suggesting that the market is running out of traders willing to open or hold an open long. 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 1.10% in Nifty was due to short covering in Nifty May 12 series.
For Wednesday 5257 levels will be crucial levels. Sustainability below it will move Nifty to test 5230/5210 levels on intraday, else Nifty will test 5270 levels or above.

Stocks Corner

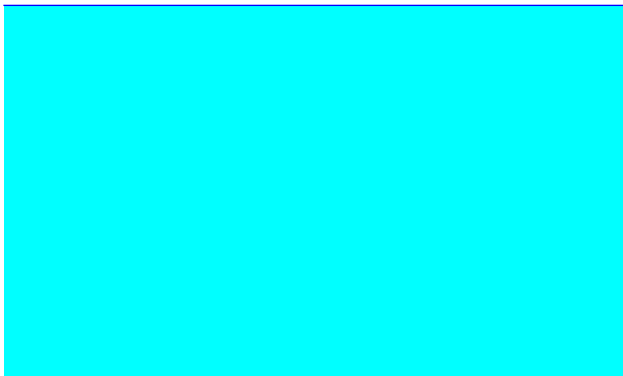
Fresh Long



Long Liquidation



Short Covering



Fresh Short



Performance Corner

Daily Calls Monitor

Short M&M May 12 future @ 708/711 (spot) sl 717 tgt 702/694
Short Hero Motors May 12 futures @ 2182/2187 (spot) sl 2210 tgt 2155; sl triggered in Heromotors intraday short call
Short Tata Steel May 12 future @ 467 (spot) sl 472 tgt 461
Europe Market Update - FTSE 100 to open up about 5 points, or as much as 0.1 %, Germany's DAX to rise 8 to 13 points, or as much as 0.2 %, and France's CAC-40 to open flat.
Short Nifty May 12 future @ 5252 (spot) sl 5270 tgt 5229/5217
Short Bank Nifty May 12 future @ 10290/10320 sl 10440 tgt 10140/10050
Short SBI May 12 future @ 2144 (spot) sl 2159 tgt 2117

Short Silver May 12 future @ 56000/56100 sl 56450 tgt 55550/55270

Buy Crude May 12 future @ 5527 sl 5510 tgt 5549;sl triggered in crude intraday buy call
Short Copper April 12 future @ 444 sl 446 tgt 442/441

Short Crude May 12 future @ 5500/5507 sl 5520 tgt 5470/5455; sl of earlier intraday buy call in crude triggered

Short Gold June 12 future @ 29000/29050 sl 29170 tgt 28890/28810

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