

Daily Nifty Observer

Issue - 656

May 09, 2012

Nifty Outlook

.....5050 levels will be crucial levels for intraday.....

Support

4090/4070/4050

Resistance

5010/5030/5050

Market Strength Indicators

14 days RSI - Down by 6.91 points at 32.59 levels

14 days SchRSI - Down by 16.95 points at 0.00 levels

Stochastic - Down by 8.27 points at 19.93 levels

TSI - Down by 3.98 points

Market Intensity Indicator

NFP - At premium of 5.65 from premium of 11.8 earlier

Advance - 449

Decline - 1002

Volatility - Up by 0.03 points at 0.16 levels from previous

Moving Average Indicator

20 days SMA - 5212.04

50 days SMA - 5266.53

200 days SMA - 5112.14

Bollinger Band - Around Middle Band

Other Indicators

FII's Spot - Negative

DII's Spot - Positive

F&O - Positive

Global Indices

Asian --

Europe --

US --

Spot Nifty Daily Chart Analysis



Spot Nifty closed at 4999.95 down 2.23 % after volatile and down trending trading session with fall in volume which was above its 20 period SMA. It made a high of 5119.95 and low of 4983.60 levels in intraday.

Nifty closed below its 20 period, below its 50 periods and even below its 200 periods SMA. LONG TERM TREND WILL REMAIN BEARISH AS NIFTY CLOSED BELOW ITS 200 DAYS SMA ON MONDAY .

Momentum oscillator is indicating that Nifty is trading around its over sold zone on intraday chart. **Continuation of sustainability below its 200 days SMA, will force Nifty to trade below 5150 levels in days to come. If however Nifty manages to over come its 200 days SMA, it will be indicative for 5400 levels or above in days to come.**

60 Minute Chart Analysis



14 days Schotestic RSI (60 minutes chart) closed at 55.37 levels & traded across its 9 period EMA for whole of the trading session and managed to close below it. On Wednesday it may try to trade below its 9 period EMA levels allowing Nifty to trade below 5120 levels.

Today's Nifty failed to sustain above 5100 levels and closed below 5000 levels. For wednesday, sustainability below 5050 levels on intraday will clear roadmap for 4890/4810 levels. Above 5050 levels Nifty has ample resistance at 5120 levels.

240 Minute Chart Analysis



Today was 18th day for Nifty in bear zone after 4th day in bull zone for Super Trend, over 240 minutes **Heikin Candle**.

Today Nifty failed to sustain above 5100 levels and managed to close below 5000 levels.

Today Nifty again retested 2nd speed line and managed to close above it. Speed line is drawn from the high of 5629.95 (22/02/12) and low of 5136.10 (29/03/12).

If in next few 240 minute Heikin candle Nifty manages to close above 2nd speed line then around 5000 levels will act as a strong support levels in days to come. It will also increase the probability to move towards 5350 levels and above.

Note on Nifty Intraday Price,OI & Volume (08/05/2012)

On tuesday fall in Nifty (2.23 %) was registered with fall in Nifty May 12 futures open position (8.79 %) and fall in Nifty spot intraday volume (9.92 %).

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

Current fall of 2.23 % in Nifty was due to long liquidation in Nifty May 12 series.

For wednesday 5050 levels will be important resistance level. Continuation of trading below this levels will open gate for 4890 levels in days to come. However, sustainability above it will force Nifty to towards 5320 levels in days to come.

Stocks Corner

Fresh Long

PETRONET BOSCHLTD BHARATFORG CESC BEML
HINDALCO IVRCLINFRA ONMOBILE PATNI IGL HINDUNILVR
HAVELLS DLF

Long Liquidation

POWERGRID GSPL FEDERALBNK NTPC TATACHEM
AMBUJACEM BHARTIARTL IRHEALTH ALOKTEXT
BAJAJHLDNG DRREDDY MARUTI SOBHA CNXPSE
RECLTD ULTRACEMCO OFSS VIDEOIND GRASIM BEL
CIPLA BRFL LUPIN BPCL PFC ASHOKLEY
BHUSANSTL ONGC RELIANCE ACC SOUTHBANK NHP
HINDZINC ABIRLANUVO APOLLOTYRE BATAINDIA
UNIONBANK MAX AUROPHARMA ABGSHIP HINDPETRO
ANDHRABANK SESAGOA GODREJIND DABUR GMDCLTD
TTML COREEDUTEC M&M ZEEL VOLTAS
NFTYMCAP50 CANBK GVKPIL LICHSGFIN MPHASIS
ICICIBANK JISLJALEQS NIIFTY RENUKA MRF IBREALEST
IDBI RANBAXY TECHM GESHIP MCDOWELL-N
BANKINDIA IDEA ABB SCI HEROMOTOCO
FORTIS CNXINFRA MTNL BANKNIFTY TATACOMM ADANIEN
YESBANK CNXIT BAJAJHIND BANKBARODA HDFCBANK
ORIENTBANK MRPL TATASTEEL PTC JINDALSTEL
HINDOILEXPSBIN STER JPOWER JETAIRWAYS
ADANIAPORTS LT UNITECH AXISBANK TATAMOTORS
SYNDIBANK TATAMTRDVR CENTURYTEX ALBK
SINTEX DCB BGREENERGY RELINFRA NAGAROIL HCC
INDIANB HDIL RELCAPITAL IFCI BHEL
EDUCOMP STRTECH PATELENG UCOBANK DELTACORP RCOM
SREINFRA PUNJLLOYD RPOWER PANTALOONR

Short Covering

TTKPRESTIGCOALINDIA OIL GAIL UNIPHOS RUCHISOYA
SAIL IRB COLPAL ASIANPAINT IOC

Fresh Short

ARVIND SUNTV BIOCON INDIACEM EXIDEIND SUNPHARMA
TATACOFFEE HDFC POLARIS DISHTV JINDALSAW
GLAXO ORCHIDCHEM PNB TITAN INFY
CHAMBLFERT BAJAJ-AUTO MCLEODRUSS ESSAROIL
ESCORTS IOB WIPRO TATAPOWER JUBFOOD
APIL INDHOTEL WELCORP TATAGLOBAL KTKBANK
NMDC CAIRN SUZLN INDUSINDBK HEXAWARE CUMMINSIND
OPTOCIRCUITVPIIND VIJAYABANK JSWISPAT DIVISLAB
IDFC KOTAKBANK BFUTILITE GUFLUORO SKUMARSYNF
ITC SIEMENS BOMDYEING CROMPGREAV ADANIPOWER
PRAJIND RAYMOND TVSMOTOR ABAN JSWSTEEL HCLTECH
ROLTA LITL BALRAMCHIN DENABANK FINANTECH
JSWENERGY NCC TCS SRTRANSFIN GMRINFRA JPASSOCIAT
INDIAINFO CENTRALBK

Performance Corner

Daily Calls Monitor

Short Infy May 12 future @ 2350/2360 (spot) sl 2385 tgt 2320/2290; sl triggered in Infy intraday short call
Buy Hindalco @ 116 sl 114.50 tgt 119
Buy Nifty May 12 future @ 5100/5107 (spot) sl 5079 tgt 5145; sl triggered in Nifty intraday buy call
Buy NMDC @ 172 sl 169 tgt 177/185
Buy BPCL @ 689/692 sl 683 tgt 699/705
Buy SBI @ 2000/2005 sl 1980 tgt 2029/2047
May buy Nifty may 12 future again @ 5061/5067 (spot) sl 5047 tgt 5090/5110; sl of earlier intraday buy call triggered
Buy Reliance @ 704/707 sl 697 tgt 714/721

Buy Gold June 12 future @ 28840/28820 sl 28740 tgt 28950/29050
Buy Silver July 12 future @ 55250/55350 sl 54700 tgt 55900/56300
Buy Crude May 12 future @ 5155/5160 sl 5134 tgt 5184/5197
Buy Copper July 12 future @ 436.50/437.00 sl 434.90 tgt 439.00/442.50
Short Natural Gas May 12 future @ 124.00/124.50 sl 125.50 tgt 122.50/121.10
May Buy Gold June 12 future again @ 28650/28680 sl 28599 tgt 28780/28850; sl of earlier intraday buy call triggered
May buy copper June 12 future again @ 435.00/435.50 sl 433.90 tgt 437.00/439.00; sl of earlier intraday buy call triggered

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