

# Daily Nifty Observer

Issue - 665

May 22, 2012

## Nifty Outlook

.....nifty may test 4950 levels on tuesday with 4890 levels as immediate support for intraday.....

## Support

4890/4870/4840

## Resistance

4910/4934/4950

## Market Strength Indicators

14 days RSI - Up by 1.87 points at 33.88 levels

14 days SchRSI - Up by 9.76 points at 29.09 levels

Stochastic - Up by 22.59 points at 53.36 levels

TSI - Up by 0.01 points

## Market Intensity Indicator

NFP - At discount of 12.15 from discount of 2.5 earlier

Advance - 927

Decline - 516

Volatility - Down by 0.01 points at 0.15 levels from previous

## Moving Average Indicator

20 days SMA - 5056.79

50 days SMA - 5194.98

200 days SMA - 5082.73

Bollinger Band - Around Lower Band

## Other Indicators

FII's Spot - Negative

DII's Spot - Positive

F&O - Negative

## Spot Nifty Daily Chart Analysis



Spot Nifty closed at 4906.05 up 0.30 % after ranging trading session with fall in volume which was below its 20 period SMA. It made a high of 4937.50 and low of 4888.50 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 tuesday probability to move towards 4950 and above is high. Below 4900 levels, 4840/4777 will act as short term support zone for Nifty in days to come.**

## 60 Minute Chart Analysis



14 days Schotestic RSI (60 minutes chart) closed at 78.36 levels & traded across its 9 period EMA for whole of the trading session and managed to close below it. On tuesday it may try to trade across its 9 period EMA levels allowing Nifty to trade above 4850/4840 levels.

After opening below 4900 levels, Nifty for remaining trading hours consolidated above 4900 levels. It failed to sustain above 4934 levels and closed below it. On tuesday Nifty will continue to face resistance at 4934/4950 zone with 4840 as intraday support. Probability of further short covering before May 12 future expiry is high due to which Nifty may move towards and above 5000 levels.

## 240 Minute Chart Analysis



Today was 28th 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.

Today Nifty manages to close above 3rd speed line. 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 (21/05/2012)

On monday rise in Nifty (0.30 %) was registered with fall in Nifty May 12 futures open position (14.40 %) and fall in Nifty spot intraday volume (16.03 %).

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 losing 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 0.33 % in Nifty was due to short covering in Nifty May 12 series.

**For tuesday also, 4840 levels will act as a crucial support levels. Sustainability above 4840 levels on intraday only will force Nifty to move towards 4950 levels or above.**

## Stocks Corner

### Fresh Long

RELCAPITAL	BOMDYEING SUZLON	GODREJIND
BANKBARODA	PETRONET IGL	RELINFRA HAVELLS
GUJFLUORO ALOKTEXT	RPOWER ADANIENIT	CROMPGREAV
LITL ESCORTS	RECLTD DENABANK	KOTAKBANK
TVSMOTOR SUNPHARMACENTURYTEX		BATAINDIA INDIANB
RCOM SCI	RAYMOND SRTRANSFIN PFC	DIVISLAB
IDFC GESHIP	SAIL ADANI PORTS	RANBAXY
ESSAROIL IDEA	TATASTEEL BOSCHLTD	COREEEDUNEC
TATACOFFEE	IFCI ORCHIDCHEM	
ANDHRABANK	TTML SOBHA	ZEEL TTKPRESTIG
OIL MRPL	SYNDIBANK SESAGOA	BHUSANSTL INDHOTEL

### Long Liquidation

BRFL	HINDZINC	MCLEODRUSS	JISLJALEQS	LICHSGFIN
HEROMOTOCO		HINDPETRO JINDALSAW	PNB	ABB
GLAXO	GSPL	ASHOKLEY JUBLFOOD	DRREDDY	BHARATFORG
BAJAJHIND	HDFCBANK	HEXAWARE VIDEOIND	RUCHISOYA	ONGC
MPHASIS	SIEMENS	AMBUJACEM	NTPC	BAJAJHLDNG
DELTA CORP	DABUR	POWERGRID CNXIT	JSWENERGY CIPLA	
HINDUNILVR		SINTEX VIPIND	CESC	ITC
PRAJIND	WELCORP	CUMMINSIND	DISHTV	MAX

### Short Covering

TATAPOWER	ARVIND	IBREALEST	IRB	MARUTI
UNIONBANK SBIN	YESBANK	BHEL	PTC	LT
JPOWER	BGREENERGY VOLTAS	JETAIRWAYS		BFUTILITIE
ABAN	TATAMTRDVR	COALINDIA	HINDALCO	HINDOILEXP
JPASSOCIAT	GVKPIL	SKUMARSYNF		FEDERALBNK
UCOBANK	DLF	HDIL	VIJAYABANK	NHPC
JSWSTEEL	PANTALOONR	HCC	STRTECH	GMRINFRA
BEML	PIRHEALTH	MRF	BEL	GRASIM CNXINFRA
ORIENTBANK		LUPIN	AXISBANK	ASIANPAINT PUNJILLOYD
NCC	IDBI	PATELENG	ALBK	TATAGLOBAL
APIL	ABIRLANUVO		IOB	BANKNIFTY
ADANIPOWER		APOLLOTYRE		RENUKA RELIANCE
CHAMBLFERT		HDFC	BANKINDIA	CAIRN MTNL
FORTIS	SOUTHBANK	M&M	GAIL	CENTRALBK INDUSINDBK
TATAMOTORS		NFTYMCAP50		ICICIBANK UNITECH
FINANTECH	TITAN	KTKBANK	MCDOWELL-N	SREINFRA
DCB	NIFTY	ULTRACEMCO		CNXNSE IVRCLINFRA
GMDCLTD	AUROPHARMA		EXIDEIND	BPCL TECHM
JSWSPAT	ROLTA	BALRAMCHIN		NAGAROIL

### Fresh Short

COLPAL	TCS	BIOCON	INDIAINFO	IOC	BHARTIARTL
BAJAJ-AUTO	HCLTECH	JINDALSTEL	ABGSHIP	STER	UNIPHOS
OFSS	ACC	CANBK	EDUCOMP	TATACHEM	OPTOCIRCUI
INFY	WIPRO	POLARIS	INDIACEM	SUNTV	TATACOMM
NMDC	ONMOBILE				

## Performance Corner

### Daily Calls Monitor

[Buy Nifty May 12 future @ 4910/4917 \(spot\) sl 4884 tat 4934/4954](#)  
[Buy COal India @ 306/308 sl 303 tat 311/314](#)  
[Buy Reliance @ 694 sl 687 tat 705](#)  
[Buy Tata Steel @ 393/395 sl 389 tat 401/405](#)  
[Buy SBI @ 2000/2007 sl 1987 tat 2027/2037](#)  
[Buy Axis Bank @ 960 sl 949 tat 974/987](#)  
[Buy LI @ 1187/1193 sl 1177 tat 1217](#)

[Buy Crude May 12 future @ 5032/5037 sl 5015 tat 5064](#)  
[BUY Silver July 12 future @ 54300/54400 sl 53800 tat 54900/55100](#)  
[Buy Gold June 12 future @ 29090/29120 sl 29010 tat 29240/29320](#)  
[Buy Copper June 12 future @ 425.00/425.50 sl 423.70 tat 427.40/429.00](#)  
[Buy Natural Gas May 12 future @ 147.00 sl 145.90 tat 149](#)

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