

Daily Nifty Observer

Issue - 695

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Nifty Outlook

.....probability to breach & sustain above 5320 levels is strong on thursday to test 5350 levels with 5270 levels as strong intraday support.....

Spot Nifty Daily Chart Analysis



Spot Nifty closed at 5302.55 up 0.28 % after ranging trading session with fall in volume which was above its 20 period SMA. It made a high of 5317.65 and low of 5273.30 levels in intraday. Nifty closed above its 20 period, above its 50 periods and above its 200 periods SMA. Momentum oscillator is indicating that Nifty is trading just around its over bought zone on intraday chart.

After trading in short term bear zone for almost 24 trading days Nifty since twenty trading sessions is in bull zone. Continuation of trading above its 20 period SMA will be short to mid term bull phase for Nifty.

For thursday, 5290/5320 levels will continue to give immediate resistance above which 5350 levels will be intraday resistance for Nifty. Below 5280 levels intraday support for nifty will be at 5250/5220 levels zone. Probability to trade above 5200 levels is stronger in days to come.

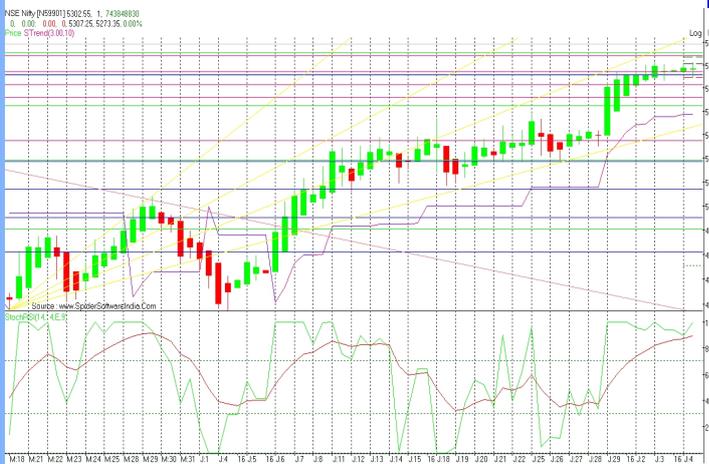
60 Minute Chart Analysis



14 days Schotestic RSI (60 minutes chart) closed at 55.90 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 trade above its 9 period EMA levels allowing Nifty to continue to trade above 5250 levels.

Today is fourth day of consolidation around 5300 levels. For thursday trading above 5300 levels will allow Nifty to break its consolidation range to move towards 5350 levels with 5320 as major hurdle for intraday. 5270/5280 levels will continue to provide strong support to nifty on intraday.

240 Minute Chart Analysis



After 3 day for Nifty in bear zone, since twenty one days it moved in bull zone and is closing above Super Trend, over 240 minutes Heikin Candle.

Today Nifty closed above 5300 levels .

Since last twenty one trading sessions Nifty is closing above 4th speed line on 240 minute chart. Speed line is drawn from the low of 4789.15 (18/05/2012) and high of 5020.10 (29/05/2012).

In next few 240 minute Heikin candle if Nifty manages to move above 3rd speed line then probability to move towards 2nd speed line around 5550 levels will grow stronger. Else Nifty may move towards its support 4th speed line around 5150 levels in coming few 240 minutes candle.

Note on Nifty Intraday Price,OI & Volume (04/07/2012)

On wednesday rise in Nifty (0.028 %) was registered with fall in Nifty July 12 futures open position (0.29 %) and fall in Nifty spot intraday volume (0.82 %).

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 0.28 % in Nifty was due to short covering in Nifty July12 series.

A mild level of short covering was observed in Nifty July12 future and along with it robust fresh long build up continued on stock futures. On going fresh long build up will continue to keep Nifty afloat 5250 levels with 5280 as immediate support. Further, continuation of trading above 5250 levels is mandatory for Nifty to break 5300 levels to test 5420 levels in days to come. Above 5281 levels, 5320 levels will provide immediate resistance to sustain at. Below 5250 levels, Nifty to find strong support at 5220/5180 levels zone.

Support

5280/5250/5220

Resistance

5320/5350/5370

Market Strength Indicators

14 days RSI - Up by 0.94 points at 68.94 levels

14 days SchRSI - Unchanged at 100 levels

Stochastic - Down by 1.28 points at 88.54 levels

TSI - Up by 2.34 points

Market Intensity Indicator

NFP - At premium of 20.1 from premium of 17.8 earlier

Advance - 961

Decline - 517

Volatility - Unchanged at 0.14 levels from previous

Moving Average Indicator

20 days SMA - 5143.87

50 days SMA - 5050.55

200 days SMA - 5081.16

Bollinger Band - Trading around Upper Band

Other Indicators

FII's Spot - Positive

DII's Spot - Negative

F&O - Positive

Stocks Corner

Fresh Long

STRTECH	ONMOBILE	JSWSPAT	VOLTAS	DISHTV	STER
MCLEODRUSS	HDIL	JSWSTEEL	PUNJLLOYD	SESAGOA	SRTRANSFIN
ARVIND	DCB	JPASSOCIAT	INDIANB	JINDALSTEL	
HINDZINC	GMDCLTD	VIDEOIND	ASHOKLEY	TTML	
ABAN	MAX	CHAMBLFERT	SINTEX	OPTOCIRCUI	
MARUTI	RPOWER	IBREALST	BHUSANSTL	ESCORTS	APIL
SAIL	BHARATFORG		LICHSGFIN	JPOWER	JSWENERGY
RCOM	NHPC	GSPL	JINDALSAW	BFUTILITIE	SBIN
LITL	PETRONET	BIOCON	HINDALCO	ADANIPOWER	
TATASTEEL	INDHOTEL	SOUTHIBANK	TATAMTRDVR	SREINFRA	
TVSMOTOR	CANBK	MRF	SYNDIBANK	INDIAINFO	MPHASIS
ALOKTEXT	PATELENG	IOB	IDFC	CAIRN	TECHM
TATAPOWER	UNIPHOS	WELCORP	RECLTD	ZEEL	
HDFCBANK	FEDERALBNK		HDFC	M&M	LUPIN

Long Liquidation

GUJFLUORO	NTPC	IFCI	ITC	DENABANK	FORTIS
CNXIT	BRFL	HCLTECH	BEL	UCOBANK	JUBLFOOD
TATACOFFEE		ADANIENT	RELIANCE	YESBANK	CENTRALBK
TATACHEM	CNXPSE	PIRHEALTH	RAYMOND	GODREJIND	BGREENERGY
ABB	ANDHRABANK		BATAINDIA	ACC	BAJAJHIND
CUMMINSIND		IOC	SKUMARSYNF		GRASIM
KTKBANK	HINDUNILVR		GLAXO	BPCL	IRB
BOMDYEING	COALINDIA	ABGSHIP	AUROPHARMA		OFSS
EXIDEIND	PANTALOONR		DRREDDY	HINDPETRO	ASIANPAINT
TITAN	CROMPGREAV		MCDOWELL-N		ESSAROIL
MRPL	SUNTV				

Short Covering

IDEA	GMRINFRA	BHARTIARTL		SOBHA	GESHIP
TATACOMM	BAJAJHLDNG	TTKPRESTIGPTC		PNB	
DLF	PFC	JISLJALEQS	RELINFRA	CNXINFRA	RANBAXY
BAJAJ-AUTO	VIPIND	IGL	UNITECH	GVKPIL	POWERGRID
LT	SUZLON	BANKBARODA		NFTYMCAP50	
DABUR	HCC	HEROMOTOCO		BHEL	HINDOILEXP
NCC	INDUSINDBK	EDUCOMP	BEML	ABIRLANUVO	
CIPLA	RELCAPITAL		TCS	MTNL	SUNPHARMA
DELTAACORP	UNIONBANK	VJAYABANK		IDBI	BANKNIFTY
ORCHIDCHEM		ADANIPORTS		ALBK	CESC
BOSCHLTD	NIFTY	BANKINDIA	GAIL	BALRAMCHIN	
SCI	NMDC	ICICIBANK	DIVISLAB	IVRCLINFRA	RUCHISOYA
COLPAL	CENTURYTEX		ULTRACEMCO		NAGAROIL
COREEDUTEC					

Fresh Short

JETAIRWAYS	AXISBANK	AMBUJACEM	ORIENTBANK
INFY	TATAMOTORS	RENUKA	TATAGLOBAL
SIEMENS	POLARIS	ROLTA	KOTAKBANK
APOLLOTYRE	FINANTECH	WIPRO	HEXAWARE
INDIACEM			ONGC

Performance Corner

Daily Calls Monitor

[Buy Maruti @ 1214/1219 sl 1201 tgt 1237/1249](#)
[Buy Jindalsteel @ 463/465 sl 457 tgt 471/477](#)
[Buy SBI @ 2211/2216 sl 2197 tgt 2237/2249](#)
[Buy Nifty July 12 future @ 5280/5287 \(spot\) sl 5264 tgt 5305/5327](#)
[Buy JPAssociate @ 75.80/76.10 sl 74.50 tgt 77.50/78.90](#)
[Buy ICICIBank @ 885/889 sl 884 tgt 910/918](#)
[Buy M&M @ 723/725 sl 717 tgt 734/741](#)
[Idea Update - May book full profit \(CMP - 84.50\) in Idea swing call given on 27/06/2012 on 74](#)
[Buy LT @ 1402/1407 sl 1387 tgt 1423/1439](#)
[Buy BFUtility @ 440/442 sl 435 tgt 449/454](#)
[Buy Tata Steel @ 455 sl 451 tgt 464: sl](#)
[Buy Sesa Goa @ 204/205 sl 201 tgt 208.50/212](#)
[Buy JSW Steel @ 719/721 sl 713 tgt 729](#)
[Swing Call - Buy SAIL on dips \(CMP - 94.50\) sl 87 tgt 101/110 \(time frame 3-5 weeks\)](#)
[Swing Call - Buy RPower on dips \(CMP - 109.50\) sl 99 tgt 120/134 \(time frame 3-5 weeks\)](#)

[Short USDINR July 12 future @ 54.8850/55.9050 sl 55.0975 tgt 54.7225/54.5925; 2nd tgt](#)
[Short USDINR July 12 future again @ 54.6350/54.6625 sl 54.8450 tgt 54.4925/54.4100; 2nd tgt of earlier intraday short call achieved; sl triggered](#)

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