

Daily Nifty Observer

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Nifty Outlook

....on thursday 5229 and 5252 levels will set tone for intraday nifty, only sustaining above 5252 levels will open for 5320 levels or above

Spot Nifty Daily Chart Analysis



Spot Nifty closed at 5240.50 up 0.22 % after ranging but up trending trading session with fall in volume which was below its 20 period SMA. It made a high of 5246.35 and low of 5212.78 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 around its over sold zone on intraday chart. **After seven days closing in bear zone, Nifty since two days closed in bull zone. Continuation of trading above its 20 period SMA will be short to mid term bull phase for Nifty.** For thursday 5210/5217 levels will be crucial levels. Trading and sustaining above it will force Nifty to breach 5250 levels on intraday. Else probability to break 5200 levels on intraday will grow. Below 5200 levels major support is at 5180/5150 levels.

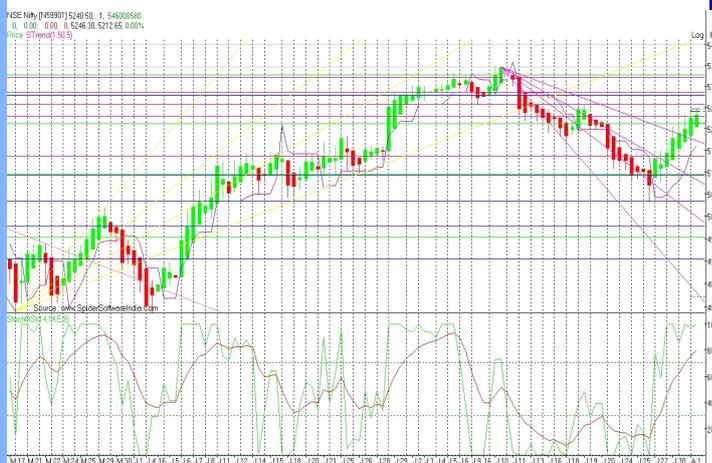
60 Minute Chart Analysis



14 days Schotestic RSI (60 minutes chart) closed at 89.78 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 around its 9 period EMA levels allowing Nifty to trade above 5200 levels.

On wednesday nifty consolidated in between 5210 and 5240 levels and closed around 5240 levels. For thursday, 5229 and 5252 levels will provide immediate support and resistance respectively to nifty sustaining below or above which will set intraday tone for nifty. Below 5229 levels probability to break 5200 levels will increase while trading above 5252 levels will open for 5280/5320 levels.

240 Minute Chart Analysis



After four days in bear zone Nifty for 4 days is closing in bull zone as it closed below Super Trend, over 240 minutes Heikin Candle. Today also Nifty closed above 5200 levels .

After 28 consecutive closing above 4th speed line on 240 minute chart for 15th 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 is trading below its 4th speed line since quite long. Continuation of trading below 5137 levels in next few 240 minutes candle will force Nifty to breach 5020 levels to test 4950 levels. However if Nifty manages to close above 5137 levels in next few 240 minutes candle then probability to test 5420 levels will increase.

Note on Nifty Intraday Price,OI & Volume (01/08/2012)

On wednesday rise in Nifty (0.22 %) was registered with fall in Nifty August 12 futures open position (2.88 %) and fall in Nifty spot intraday volume (10.37 %).

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 0.22 % in Nifty was due to short covering in Nifty August12 series.

On wednesday fresh long build up in stocks future continued. Along with it, heavy short covering also continued. Continuation of this trend will force Nifty to trade above 5200 levels on thursday. Very low amount of fresh short build up along with some long liquidation was also observed today, if, continued may restrict up move above 5250 levels on intraday.

Support

5229/5210/5190

Resistance

5252/5264/5280

Market Strength Indicators

14 days RSI - Up by 0.95 points at 56.11 levels

14 days SchRSI - Up by 0.73 points at 100 levels

Stochastic - Up by 12.01 points at 96.92 levels

TSI - Up by 2.05 points

Market Intensity Indicator

NFP - At premium of 15.80 from premium of 11.55 earlier

Advance - 956

Decline - 497

Volatility - Down by 0.01 points at 0.17 levels from previous

Moving Average Indicator

20 days SMA - 5212.78

50 days SMA - 5127.51

200 days SMA - 5105.18

Bollinger Band - Trading around Middle Band

Other Indicators

FII's Spot - Positive

DII's Spot - Negative

F&O - Positive

Stocks Corner

Fresh Long

CENTURYTEX	RECLTD	VIPIND	APIL	ONMOBILE
CIPLA	MTNL	DELTACORP	AUROPHARMA	GUJFLUORO
GODREJIND	PFC	INDIACEM	JPASSOCIAT	DISHTV
PRAJIND	PTC	JSWSTEEL	RAYMOND	CESC
BGREENERGYSTRTECH	ORCHIDCHEM		ADANIENT	
CROMPGREAV	CUMMINSIND		RELCAPITAL	
BHEL	ABAN	MPHASIS	TECHM	TVSMOTOR
SCI	OFSS	INDHOTEL	PIRHEALTH	BAJAJHLDNG
LICHSGFIN	TATACHEM	NMDC	FORTIS	JPOWER
DABUR	PATELENG	SINTEX	ESCORTS	HINDOILEXP
BHARATFORG	ARVIND	BAJAJ-AUTO	RCOM	WELCORP
BIOCON	ADANIPORTS		BOMDYEING	RANBAXY
				EXIDEIND

Long Liquidation

ULTRACEMCO	ACC	BANKINDIA	JINDALSAW	TITAN
GAIL	VIDEOIND	DLF	PANTALOONR	WIPRO
ICICIBANK	IRB	M&M	RUCHISOYA	CNPSE
ASIANPAINT	CNXT	TATAMTRDVR	PETRONET	INFY
SRTRANSFIN	TATACOMM	HINDALCO	MCDOWELL-N	HINDZINC
MARUTI	STER	BHARTIARTL	LUPIN	PUNJLLOYD
MAX	BRFL	ASHOKLEY	TATASTEEL	IOC
BOSCHLTD	IDBI	HINDPETRO	ZEEL	ONGC
				MRPL
				TCS

Short Covering

BEL	BAJAJHIND	GMDCLTD	HDIL	BALRAMCHIN
KOTAKBANK	UNIONBANK	RENUKA	JETAIRWAYS	
SUNTV	AMBUJACEM	LITL	TTKPRESTIGFINANTECH	
IBREALEST	JSWENERGY	HAVELLS	HCC	TATAPOWER
POLARIS	CAIRN	GVKPIL	MRF	UCOBANK
NCC	SBIN	DRREDDY	HDFC	BANKBARODA
ROLTA	IOB	SYNDIBANK	BFUTILITIE	ANDHRABANK
NFTYMCAP50	SOBHA	OPTOCIRCUITBATAINDIA		
MCLEODRUSS	JSWSPAT	SUNPHARMAUNIPHOS	LT	
VJAYABANK	GRASIM	HEXAWARE	CHAMBLFERT	
ABIRLANUVO	IDFC	SUZLON	ESSAROIL	IVRCLINFRA
ORIENTBANK	ALBK	CANBK	APOLLOTYRE	
CNXINFRA	HCLTECH	DIVISLAB	DENABANK	HINDUNILVR
GSPL	PNB	KTKBANK	DCB	TATAMOTORS
ABGSHIP	SOUTHBANK	GMRINFRA	RELIANCE	CENTRALBK IGL
ITC	BANKNIFTY	JINDALSTEL	NTPC	UNITECH
NIFTY	AXISBANK	COREEDUTEC	ABB	YESBANK
SAIL	POWERGRID	TATAGLOBAL	TATACOFFEE	
NAGAROIL				

Fresh Short

IDEA	COLPAL	OIL	HDFCBANK	GLAXO	EDUCOMP
JUBLFOOD	BHUSANSTL	SIEMENS	BPCL	ADANIPOWER	
INDUSINDBK	INDIANB	FEDERALBNK		HEROMOTOCO	
ALOKTEXT	NHPC	JISLJALEQS	VOLTAS	SKUMARSYNF	
SESAGOA	COALINDIA				

Performance Corner

Daily Calls Monitor

Buy Nifty Aug 12 future @ 5230/5235 (spot) sl 5207 tgt 5255/5264; book full profit in intra buy in nifty @ 5245/5250
Buy Bank Nifty Aug 12 future @ 10390/10420 sl 10310 tgt 10540; book full profit in intray buy in banknifty @ 10480

Buy SBI @ 2015/2021 sl 1995 tgt 2050/2075; book full profit in sbi intra buy @ 2034
Buy JSWSteel @ 684/685 sl 679 tgt 691/697; book full profit in jswsteel intra buy @ 692
Buy Reliance @ 741/744 sl 737 tgt 754; book full profit in reliance intra buy @ 749
Buy Lovable @ 326/327 sl 324 tgt 330/333; sl triggered in lovable intraday buy call
Buy HDFC @ 699/696 sl 692 tgt 707
Buy LT @ 1875/1380 sl 1357 tgt 1397/1410
Buy TataSteel @ 409.50/410.50 sl 407.50 tgt 414/417
Buy HdfcBank @ 585/587 sl 581 tgt 594
Buy CenturyText @ 302/304 sl 298 tgt 309/314; book full profit in centurytext @ 310
Buy McDowell @ 802/807 sl 792 tgt 820/834
Buy Aban @ 390 sl 386 tgt 395/399
Swing Call - Accumulate IDFC (CMP-136) on dips till 128 sl closing below 121 tgt 145/152 (time frame 3-5 weeks)
exit from intraday buy in Aban, McDowell, LT, HDFC, HDFC Bank, TataSteel

Short USDINR Aug 12 future @ 55.7950/55.8050 sl 55.9450 tgt 55.6750; may book full profit in USDINR intraday short in the range of 55.7100/55.6800
Short EURINR Aug 12 future @ 68.5550/68.5750 sl 68.6775 tgt 68.4250; sl triggered in EURINR intraday short call
Short JPYINR Aug 12 future @ 71.4150/71.4450 sl 71.5550 tgt 71.2750/71.1450; may book full profit in JPYINR in the range of 71.2200/71.1900
Short GBPINR Aug 12 future @ 87.2775/87.3050 sl 87.4250 tgt 87.1550/87.0750; book full profit in GBPINR intra short in the range of 87.1450/87.1250
May Short USDINR Aug 12 future again @ 55.8050/55.8250 sl 55.9450 tgt 55.6900/55.5775; profit booked in earlier intraday short in USDINR; exit from intraday short in USDINR 2nd short call (CMP- 55.7950)
May Short EURINR Aug 12 future again @ 68.6775/68.6950 sl 68.7950 tgt 68.5450/68.4750; sl of earlier intra short call in EURINR triggered; book full profit in EURINR intra short @ 68.5800/68.6000
Short GBPINR Aug 12 future again @ 87.0550/87.0750 sl 87.1450 tgt 86.9250; tgt of earlier intraday short in GBPINR achieved; sl triggered

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