

Daily Nifty Observer

Issue - 649

April 30, 2012

Nifty Outlook

.....5230 levels will be very crucial levels for intraday.....

Support

5170/5150/5130

Resistance

5210/5230/5250

Market Strength Indicators

14 days RSI - Up by 0.15 points at levels

14 days SchRSI - Up by 1.5 points at 1.5 levels

Stochastic - Down by 0.92 points at 20.64 levels

TSI - Down by 0.93 points

Market Intensity Indicator

NFP - At premium of 20.2 from discount of 2.35 earlier

Advance - 586

Decline - 874

Volatility - Down by 0.01 points at 0.13 levels from previous

Moving Average Indicator

20 days SMA - 5255.34

50 days SMA - 5317.68

200 days SMA - 5127.39

Bollinger Band - Around Lower Band

Other Indicators

Gold --

Crude --

FII's Spot - Positive

DII's Spot - Negative

F&O - Negative

Global Indices

Asian --

Europe - Mixed

US - Up

Spot Nifty Daily Chart Analysis



Spot Nifty closed at 5190.60 down up 0.03 % after volatile but ranging trading session with fall in volume which was below its 20 period SMA. It made a high of 5223.05 and low of 5154.30 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.

Continuation of sustainability below 5210 levels will drag Nifty towards 5000 levels with 5130 and 5095 levels as major support zone below 5170 levels. Trading above 5210 levels will mean consolidation above 5200 levels for few trading days.

60 Minute Chart Analysis



14 days Schotestic RSI (60 minutes chart) closed at 87.94 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 across its 9 period EMA levels forcing Nifty to continue its trading below 5230 levels. A mild gap up opening was observed in Nifty but later on breached 5170 levels to test 5155 levels. On Monday, only continuation of sustainability below 5230 levels will ensure for smooth southward sailing of Nifty towards 5130/5095 levels. If however Nifty finds support at 5180 levels in first few hours of trade then probability to breach 5230 levels on upside will grow stronger.

240 Minute Chart Analysis



Today was 12th 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 was 5th day of Nifty trading below 3rd 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).

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 (26/04/2012)

On Friday rise in Nifty (0.03 %) was registered with fall in Nifty May 12 futures open position (5.13 %) and fall in Nifty spot intraday volume (21.59 %).

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 0.03 % in Nifty was due to short covering in Nifty May 12 series.

For Monday 5230 levels will be crucial levels and trend deciding levels. Continuation of trading below this levels on intraday will increase the probability to breach 5170 levels to test 5150/5130 levels on intraday before giving an up move. Else 5250/5270 levels will be on cards on intraday itself.

Stocks Corner

Fresh Long

BIOCON	ESSAROIL	PAJIND	MCLEODRUSS	WELCORP
DHANBANK	APOLLOTYRE		BALRAMCHIN	TITAN
ICICIBANK	HEXAWARE	GMDCLTD	SUNTV	SIEMENS
FEDERALBNK	AXISBANK	ARVIND	DCB	VIJAYABANK
CROMPGREAV	GODREJIND	GRASIM	BOMDYEING	
AUROPHARMA	IRB	SRTRANSFIN	TATAMOTORS	
HINDUNILVR	EDUCOMP	POWERGRID	HINDOILEXP	NCC
FORTIS	TULIP			

Long Liquidation

GLAXO	BEL	ABB	MRPL	KTKBANK	ZEEL
CNXINFRA	GSPL	HINDZINC	UCOBANK	NFTYMCAP50	
ALOKTEXT	JISLJALEQS	BEML	CNXNSE	CAIRN	COLPAL
ABGSHIP	CENTURYTEX		TATACOMM	3IINFOTECH	INDIANB
GESHIP	ULTRACEMCO		BFUTILITIE	SCI	CENTRALBK
BAJAJHLDNG		CESC	RELINFRA	ADANIPOWER	
JETAIRWAYS		INDHOTEL	INDIACEM	MCDOWELL-N	
RANBAXY	MAX	STER	DABUR	RAYMOND	TATASTEEL
RPOWER	BHARATFORG		PNB	BHUSANSTL	MTNL
BHEL	BAJAJ-AUTO	JINDALSTEL	SKUMARSYNF		DISHTV
ASHOKLEY	INDIAINFO	IOB	ANDHRABANK		IBREALEST
GVKPIL	COALINDIA	TVSMOTOR	ALBK	TECHM	UNITECH
YESBANK	RECLTD	IDEA	UNIPHOS	IVRCLINFRA	INDUSINDBK
APIL	POLARIS	SUZLON	PUNJLLOYD	PATELENG	STRTECH

Short Covering

RUCHISOYA	GMRINFRA	BATAINDIA	BRFL	HINDALCO	BAJAJHIND
HCLTECH	ORIENTBANK		OFSS	TATACOFFEE	
EXIDEIND	MPHASIS	TATACHEM	FINANTECH	INFY	GAIL
TATAPOWER		IOC	ADANIPTS		M&M
PETRONET	NMDC	BOSCHLTD	ASIANPAINT	CNXT	RENUKA
SOBHA	OPTOCIRCUAD	NIENT	NATIONALUM		LICHSGFIN
VIDEOIND	DELTACORP	JPASSOCIAT	SYNDIBANK	TCS	AREVAT&D
WIPRO	TTML	JUBLFOOD	PTC	CIPLA	IGL
HINDPETRO	CUMMINSIND		JSWSTEEL	NTPC	MRF
DRREDDY	ONMOBILE	JPOWER	DIVISLAB	BPCL	NHPC
HEROMOTOCO	PIRHEALTH	PATNI	SUNPHARMA		
TATAGLOBAL	COREEDUTECH		BANKNIFTY	TTKPRESTIG	
HDFCBANK	UNIONBANK	HDFC	KOTAKBANK	MARUTI	
NIFTY	GUJFLUORO	IFCI	SREINFRA	JSWISPAT	MERCATOR

Fresh Short

ABIRLANUVO	DLF	BANKINDIA	BHARTIARTL	
RELIANCE	SOUTHBANK	RELCAPITAL	LT	ONGC
BANKBARODA		LUPIN	JINDALSAW	ESCORTS
DENABANK	SESAGOA	AMBUJACEM		HAVELLS
NEVELLIG	ABAN	ITC	PANTALOONR	SBIN
VIPIND	EKC	IDFC	DCHL	ACC
ORCHIDCHEM		CHAMBLFERT		HDIL
SINTEX	RCOM	VOLTAS	TATAMTRDVR	ROLTA
CANBK	PFC	IDBI	HCC	LITL

Performance Corner

Daily Calls Monitor

Short SBI May 12 future @ 2145/2150 (spot) sl 2167 tgt 2127/2105; 2nd tgt
Short Bank Nifty May 12 future @ 10245/10260 sl 10350 tgt 10140/10050; 2nd tgt
Short DLF May 12 future @ 180.50/181.00 (spot) sl 183 tgt 176; tgt
Short Maruti May 12 future @ 1378/1382 (spot) sl 1392 tgt 1364; exit from maruti intraday short call
Short Nifty May 12 future @ 5191/5199 (spot) sl 5224 tgt 5170/5155; 2nd tgt
Short ICICI Bank May 12 future @ 855/858 (spot) sl 865 tgt 839; sl triggered in ICICI Bank intraday short call
Short Yes Bank May 12 future @ 353/354 (spot) sl 357 tgt 347; tgt
May Short Nifty May 12 future again @ 5170/5177 (spot) sl 5197 tgt 5137/5105; 2nd tgt of earlier intraday short call achieved
Short LT May 12 future @ 1208/1211 (spot) sl 1221 tgt 1190/1186

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