

Daily Nifty Observer

Issue - 672

May 31, 2012

Nifty Outlook

.....short covering in May 12 expiry series on its expiry day expected to drag Nifty towards 5000 levels

Support

4910/4880/4850

Resistance

4980/5020/5050

Market Strength Indicators

14 days RSI - Down by 3.55 points at 43.9 levels

14 days SchRSI - Down by 18.05 at 81.95 levels

Stochastic - Down by 4.75 points at 81.79 levels

TSI - Up by 1.76 points

Market Intensity Indicator

NFP - At discount of 17.7 from discount of 8.45 earlier

Advance - 448

Decline - 1007

Volatility - Down by 0.02 points at 0.14 levels from previous

Moving Average Indicator

20 days SMA - 4954.99

50 days SMA - 5133.43

200 days SMA - 5069.49

Bollinger Band - Moving towards Middle Band from Below

Other Indicators

FII's Spot - Negative

DII's Spot - Negative

F&O - Positive

Spot Nifty Daily Chart Analysis



Spot Nifty closed at 4950.75 down 0.79 % after consolidating trading session with rise in volume which was below its 20 period SMA. It made a high of 4982.25 and low of 4944.90 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 bought zone on intraday chart. **On thursday Nifty likely to continue trade above 4910/4950 levels with 4880 levels to continue as major support on daily chart. Above 4950 levels, Nifty may resist to sustain above 4980/5020 levels.**

60 Minute Chart Analysis



14 days Schotestic RSI (60 minutes chart) closed at 0.00 levels & traded below its 9 period EMA for whole of the trading session and managed to close below it. On friday it may try to come above its 9 period EMA levels allowing Nifty to trade above 4950/4910 levels.

Today, Nifty consolidated in between 4980/4950 levels and closed around 4950 levels. On thursday short covering is expected in May 12 future series, which is likely to drag Nifty towards 5000 levels with 4980 as immediate intraday resistance.

240 Minute Chart Analysis



After 32 day for Nifty in bear zone, since last 3 days it is closing above Super Trend, over 240 minutes Heikin Candle, giving an indication for short term bull run.

Today also Nifty sustained and closed above 4950 levels.

Nifty for 5th day closed above its 2nd speed line and moved towards 3rd speed line on intraday. 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 (30/05/2012)

On wednesday fall in Nifty (0.79 %) was registered with rise in Nifty May 12 futures open position (10.68 %) and fall in Nifty spot intraday volume (6.28 %).

Nifty fall with rise in OI and volume suggesting that the downtrend is secure and that the trend may continue for a period of time.

Current fall of 0.79 % in Nifty was due to fresh short build up in Nifty May 12 series.

For thursday, 4980 levels will provide immediate and strong resistance to Nifty, above which 5020 levels will act as intraday resistance. Below 4950 levels, Nifty will find support at 4910 levels. Only with short covering, Nifty will move towards 5000 levels on intraday.

Stocks Corner

Fresh Long

SKUMARSYNF	AMBUCJCEM	TECHM	ACC
SUNPHARMAZEEL	GLAXO PTC	TATAPOWER	
HINDUNILVR	INDIAINFO ARVIND	IDEA	INFY
BHARTIARTL	WIPRO ADANI PORTS	M&M	CNXIT
MTNL ITC	BAJAJHLDNG	TCS	INDIACEM
COREEEDUTEC	DIVISLAB		RECLTD
ALOKTEXT			

Long Liquidation

BOSCHLTD	HINDALCO	BHUSANSTL	SOBHA	HEROMOTOCO
MPHASIS	BAJAJ-AUTO	GESHIP	BOMDYEING	DABUR WELCORP
JSWSTEEL	BIOCON	HDFC	VIDEOIND	TATACOFFEE
HDFCBANK	SRTRANSFIN	JSWENERGY	SAIL	GODREJIND SBIN
NHPC	FEDERALBNK		CIPLA	TATASTEEL CHAMBLFERT
IOB	BEL	KOTAKBANK		GAIL BPCL
ABB	HINDZINC	ORCHDCHEM		BEML NMDC
GSPL	BATAINDIA	RANBAXY	MCLEODRUSS	AUROPHARMA
JETAIRWAYS	DENABANK	SIEMENS	CENTRALBK	CUMMINSIND
TATAGLOBAL	AXISBANK	IFCI	MRF	JUBLFOOD
APIL	HDIL	PNB	CENTURYTEX	VIJAYABANK
IOC	KTKBANK	TVSMOTOR	TATACOMM	INDUSINDBK BALRAMCHIN
IDBI	ABAN	ANDHRABANK	LITL	SOUTHBANK
BHEL	PRAJIND	BFUTILITIE	VIPIND	APOLLOTYRE
BANKINDIA	IDFC	VOLTAS	FORTIS	RELINFRA EDUCOMP
GVKPIL	PANTALOONR		ROLTA	UNITECH

Short Covering

CROMPGREAV	MARUTI	HCLTECH	RELIANCE	GMDCLTD
ULTRACEMCO				

Fresh Short

NTPC	BHARATFORG	JINDALSTEL	IRB	ABGSHIP
LUPIN	BRFL	TATACHEM	OPTOCIRCUIT	PETRONET PFC
COALINDIA	ASIANPAINT	NIFTY	BANKBARODA	CAIRN
CNXINFRA	DRREDDY	DISHTV	GRASIM	SESAGOA POWERGRID LT
PIRHEALTH	SUNTV	CNXPSE	FINANTECH	ONGC ESSAROIL
CESC	BANKNIFTY	ADANIANT	OFSS	HINDPETRO NFTYMCAP50
STER	HEXAWARE	UNIPHOS	SINTEX	JINDALSAW INDIANB OIL
RUCHISOYA	DLF	LICHSGFIN	ICICIBANK	ORIENTBANK
JISLJALEQS	TTML	RPOWER	ONMOBILE	JPASSOCIAT ADANIPOWER
ASHOKLEY	HINDOILEXP	EXIDEIND	JPPOWER	GUJFLUORO COLPAL
YESBANK	POLARIS	UCOBANK	ESCORTS	GMRINFRA TTKPRESTIGIGL
RCOM	TITAN	BAJAJHIND	MAX	RELCAPITAL
CANBK	INDHOTEL	JSWISPAT	PATELENG	MRPL RENUKA
IVRCLINFRA	UNIONBANK	SYNDIBANK	ALBK	DCB PUNJLLOYD
NCC	HCC	ABIRLANUVO		STRTECH DELTACORP
IBREALEST	SREINFRA	SUZLON	BGREENERGY	SCI MCDOWELL-N
HAVELLS	NAGAROIL	TATAMTRDVR		TATAMOTORS

Performance Corner

Daily Calls Monitor

[Buy Nifty June 12 future @ 4960/4955 \(spot\) sl 4937 tgt 4984/5004](#)
[Buy Maruti @ 1135/1140 sl 1120 tgt 1150/1162](#)
[Buy Tata Steel @ 412/414 sl 408 tgt 419/421](#)
[Buy Reliance 701/704 sl 694 tgt 709/717](#)
[Buy Infy @ 2430/2435 sl 2407 tgt 2464/2485](#)
[Buy M&M @ 659/655 sl 647 tgt 670/682](#)
[Buy BhartiAirtel @ 304/305 sl 301 tgt 309/311](#)

[Buy GOld June 12 future @ 28870/28900 sl 28100 tgt 29010/29080:](#)
[correction - sl in gold intraday buy call is 28810 and not 28100: sl](#)
[triggered in gold intraday buy call](#)
[Buy Silver June 12 future @ 53700/53800 sl 53300 tgt 54400/54700](#)

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