

# Daily Nifty Observer

Issue - 704

July 19, 2012

## Nifty Outlook

....on thursday trading above 5200 levels is essential for Nifty to breach 5231 levels to move towards 5257 levels with 5183 as intraday support .....

## Support

5203/5183/5169

## Resistance

5237/5257/5280

## Market Strength Indicators

14 days RSI - Up by 2.52 points at 52.56 levels

14 days SchRSI - Up by 12.33 at 12.33 levels

Stochastic - Up by 9.49 points at 15.87 levels

TSI - Down by 1.68 points

## Market Intensity Indicator

NFP - At premium of 7.25 from premium of 5.8 earlier

Advance - 751

Decline - 721

Volatility - Unchanged at 0.12 levels from previous

## Moving Average Indicator

20 days SMA - 5231.27

50 days SMA - 5074.54

200 days SMA - 5095.32

Bollinger Band - Trading around Middle Band

## Other Indicators

FII's Spot - Positive

DII's Spot - Negative

F&O - Negative

## Spot Nifty Daily Chart Analysis



Spot Nifty closed at 5216.30 up 0.45 % after up trending trading session with rise in volume which was below its 20 period SMA. It made a high of 5222.85 and low of 5169.05 levels in intraday. Nifty closed below 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 trading in short term bull zone for almost 27 trading days Nifty since three days is closing in bear zone. Continuation of trading below its 20 period SMA will be short to mid term bear phase for Nifty.** For thursday, 5231 levels will give immediate resistance to Nifty, trading above it will only ensure for 5257 levels and above else probability to breach 5200 levels again on intraday will increase.

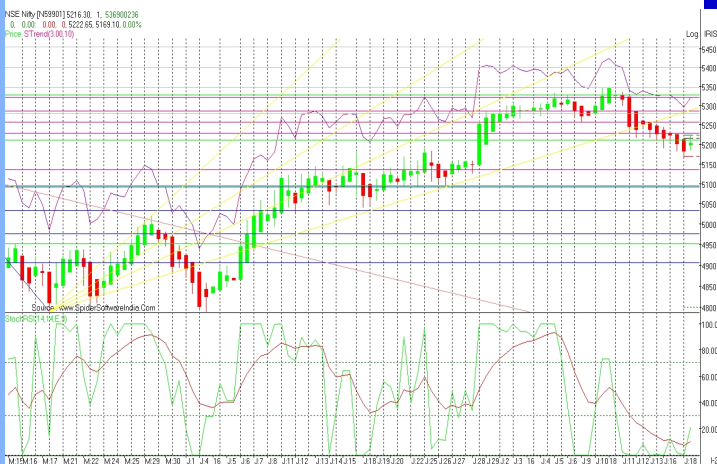
## 60 Minute Chart Analysis



14 days Schotestic RSI (60 minutes chart) closed at 100 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 5170/5183 levels.

On wednesday nifty sustained 5170 levels and closed above 5200 levels. For thursday, 5203 will give immediate support to nifty and only sustaining above it will force nifty towards 5257 levels and above. Else nifty may move below 5200 levels may be up to 5183 levels on intraday.

## 240 Minute Chart Analysis



After twenty six days in bull zone Nifty for fifth day moved in bear zone and closed below Super Trend, over 240 minutes Heikin Candle. Today Nifty closed above 5200 levels .

After 28 consecutive closing above 4th speed line on 240 minute chart for 4th 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 next few 240 minute Heikin candle if Nifty manages to close above 4th speed line then only probability to move towards 3rd speed line around 5450 levels will grow stronger with 5280/5320 levels as strong resistance zone. Else if Nifty breaks 4th speed line then it may move towards 5150 levels or below it in coming few 240 minutes candle whose probability seems to be low.**

## Note on Nifty Intraday Price,OI & Volume (18/07/2012)

On wednesday rise in Nifty (0.45 %) was registered with rise in Nifty July 12 futures open position (0.84%) and rise in Nifty spot intraday volume (4.02 %).

Nifty rise with rise in OI and volume suggesting that the market is attracting larger numbers of trader willing to open positions from the long side and hold them. Traders are more confident that prices will continue to climb up. This scenario indicates for a bullish movement to continue. Current rise of 0.45 % in Nifty was due to fresh long build up in Nifty July 12 series.

**On wednesday heavy fresh long build up in stocks future was seen and along with it good amount of short covering also initiated. Continuation of this trend will force Nifty to trade above 5200 levels on thursday with 5183 levels as intraday support. Above 5200 levels Nifty will find immediate resistance at 5231 levels. With long liquidation if however fresh short build up initiates, may allow Nifty towards 5200 levels or below it may be towards 5150 levels.**

## Stocks Corner

### Fresh Long

PANTALOONR	FINANTECH	TATACOMM	BAJAJ-AUTO
CENTURYTEX	GMRINFRA	VOLTAS	IBREALEST
ORCHIDCHEM	VIPIND	TATAPOWER	BOMDYEING
SESAGOA CESC	MCLEODRUSS	RAYMOND	BGREENERGY
TTKPRESTIGHCC	MARUTI	APOLLOTYRE	JSWENERGY
TATAGLOBAL	IFCI	ADANIENT	RELINFRA
NMDC DELTACORP	ICICIBANK	IVRCLINFRA	COALINDIA
RELCAPITAL	ESCORTS	GRASIM	DLF
ABIRLANUVO	TTML	PTC	PIRHEALTH
JISLJALEQS IGL	SREINFRA	COLPAL	EDUCOMP
ASHOKLEY JSWSPAT	ARVIND	DENABANK	CNXINFRA
BAJAJHLDNG	IRB	ACC	ROLTA
BATAINDIA GMDCLTD	NIIPC	ONGC	CNXIT
UCOBANK NIFTY	COREEDUTEC		PETRONET
NFTYMCAP50	BHUSANSTL	VJAYABANK	CNXPSE
GESHIP YESBANK	ABAN	JUBLFOOD	FEDERALBNK
BFUTILITIE	MPHASIS	CUMMINSIND	MRPL
M&M CENTRALBK	ASIANPAINT	VIDEOIND	

### Long Liquidation

GAIL	TATACOFFEE	LUPIN	TITAN	MAX
SUNPHARMACROMPGREAV		GUJFLUORO	ITC	HAVELLS
SUZLON	TATACHEM	RUCHISOYA	ABGSHIP	SOUTHBANK
JPASSOCIAT	RELIANCE	CIPLA	BEL	NTPC
HINDZINC	IOC	POWERGRID	SIEMENS	RANBAXY
EXIDEIND	DISHTV	DRREDDY	SUNTV	INDHOTEL
TATAMTRDVR				ORIENTBANK

### Short Covering

JINDALSTEL	STER	TVSMOTOR	HEXAWARE	BAJAJHIND	RENUKA
SKUMARSYNF		OPTOCIRCUIT	BHARATFORG		SINTEX
ONMOBILE	SOBHA	MRF	TATASTEEL	SAIL	AXISBANK
BALRAMCHIN		AUROPHARMA		NCC	UNIPHOS
ESSAROIL	OFSS	RPOWER	INDIAINFO	G SPL	UNITECH
KTKBANK	INDIACEM	HEROMOTOCO		TCS	STRTECH
PATELENG	DCB	BIOCON	APIL	ABB	HDFCBANK
BOSCHLTD	MTNL	HINDALCO	HDFC	GLAXO	HINDUNLVR
WIPRO	IDBI	GODREJIND	FORTIS	IDFC	INFY
RCOM	POLARIS	TECHM	IOB	JPOWER	WELCORP
JSWSTEEL	KOTAKBANK		OIL	BHARTIARTL	
CHAMBLFERT		DABUR	BRFL	BANKINDIA	
ULTRACEMCO		BPCL			

### Fresh Short

LICHSGFIN	DIVISLAB	INDUSINDBK	ANDHRABANK	PUNJLLOYD
ADANIPTS		HCLTECH	SBIN	ALBK
SYNDIBANK	SCI	CAIRN	ALOKTEXT	HDIL
ADANIPOWER		SRTRANSFIN	IDEA	LITL
HINDOILEXP	BANKBARODA		PFC	CANBK
NAGAROIL	JINDALSAW	UNIONBANK	PNB	INDIANB

## Performance Corner

### Daily Calls Monitor

**Buy Bajaj Auto @ 1440/1447 sl 1424 tat 1474; may book full profit in bajaj auto buy call (CMP 1475)**  
**Buy Adanient @ 191 sl 189 tat 194; book full profit in Adanient intraday buy call**  
**Buy McLeodRuss @ 320 sl 316.50 tat 325; may book full profit in McLeodRuss in the range of 323.50/324.50**  
**Buy Relintra @ 515/516 sl 509 tat 522; may book profit in relintra buy call (CMP- 521)**  
**Buy Bata india @ 877/875 sl 867 tat 888; may book full profit in bata india buy call in the range of 886/888**  
**Buy Nifty July 12 future @ 5180/5190 (spot) sl 5167 tat 5220/5237; may book full profit in nifty intraday buy call @ 5220 (spot)**  
**Buy Heromotoco @ 2080/2075 sl 2059 tat 2102/2122; book full profit in heromotoco intraday buy call (CMP - 2115)**  
**Buy JSW Steel @ 675/677 sl 659 tat 683/687; exit from iswsteel intraday buy call (CMP - 677)**  
**Buy BomDyeing @ 520 sl 515 tat 527/532; sl triggered in bomdyeing intraday buy call**  
**Buy Bhusanstl @ 473.00/474.50 sl 468 tat 480; exit from bhusan steel intraday buy call (cmp -474)**  
**May buy Bajaj Auto again @ 1477/1484 sl 1460 tat 1510/1530/ tat of earlier buy call achieved; may book full profit in bajaj auto 2nd intraday buy call(CMP - 1505)**  
**Buy Aban @ 712/714 sl 707 tat 721/727; correction - Buy Aban @ 412/414 sl 407 tat 421/427; may book full profit in Aban intraday buy call (CMP - 418)**  
**Buy FinanTech @ 709/712 al 702 tat 721/730; may book full profit in FinanTech intraday buy call in the range of 727/730**  
**Buy MCX @ 1118/1124 sl 1097 tat 1145/1159; exit from MCX india buy call (CMP - 1113)**  
**Buy Maruti @ 1199/1207 sl 1184 tat 1294/1237; correction - 1st tat of Maruti is 1220 and not 1294; may book full profit in intraday buy call in maruti (CMP- 1225)**  
**Buy SBI @ 2178/2183 sl 2161 tat 2205/2219; exit from sbi intraday buy call (cmp - 2187)**

**Short USDINR July 12 future @ 55.2950/55.3150 strict sl 55.4450 tat 55.1450/55.0225; sl triggered in USDINR intraday short call**  
**May Short USDINR July 12 future in the range of 55.4850/55.5050 55.6450 tat 55.3750/55.3050; sl of earlier intraday short call in USDINR triggered; may exit from intraday short call in USDINR (CMP- 55.4950)**

**Buy Crude July 12 future @ 4920/4927 sl 4901 tat 4952; may book full profit in intraday buy call in crude (CMP - 4955)**  
**Buy Copper Aug 12 future @ 423.80/424.20 sl 422.50 tat 426.00/427.50**  
**Buy Natural Gas July 12 future @ 157.60/158.10 sl 155.90 tat 160.00/161.90; may book full profit in natural gas intraday buy call in the range of 161.90/162.50**  
**Buy Silver Sep 12 future @ 52650/52750 sl 52300 tat 53050/53400**

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