

January 28, 2019

▶ NIFTY: 10780

 Range : 10690-10835
 Resistance : 10800-10835-10860-10875-10895-10915-10950
 Support : 10740-10710-10690-10670-10650-10630-10550

▶ Simple Moving Average (SMA)

20 Days	50 Days	200 Days
10835	10780	10835

▶ BANK NIFTY: 27115

 Range : 26920-27230
 Resistance : 27170-27230-27285-27310-27350
 Support : 27030-26920-26850-26770-26700

▶ Simple Moving Average (SMA)

20 Days	50 Days	200 Days
27360	26920	27450

▶ Nifty Short Term Trend

Up (Down below 10300 on a closing basis)

▶ Nifty Medium Term Trend

Up (Down below 9850 on a closing basis)

▶ Nifty Long Term Trend

Up (Down below 7900 on a weekly closing basis)

Blue color: means heading upward as compare to previous close. Red color: means sloping downward as compare to previous close.

Nifty: Daily


► Market Analysis

Last Monday, Nifty was rejected from crossing the level of 10990. Rather it closed lower below the level of 10800, which is negative for the market. Bulls failed to en-cash initial gains of the previous week and a last attempt to conquer 10990 on Friday, also resulted in heavy hammering towards the end. Below 10800, Nifty could fall back to 10690 with a minor support at 10740. However, complete give up which could result in a sell off would occur, if Nifty closes below 10690 on Monday. Below 10690, Nifty is likely to fall to 10550/10500 minimum. Corrective pattern of Nifty is becoming more complex in nature as it is approaching closer to the apex level.

On Monday, if Nifty doesn't break 10690 then it would open one more leg of corrective pattern between 10700 and 10990.

However, post the sell-off we witnessed last week, until Nifty is not crossing the level of 10990, technically market would remain weak and of sell on rise nature. Confusion is hovering, possibly because of India VIX, which is trading at a neutral level i.e. at 17.50. In the previous week, we were of the view that before an announcement of the interim budget, market would move to 11200 levels, which was the final target for current corrective up. It would have helped India VIX to move towards the lower boundary at 14 or 13. That could also be possible on the budget day and we must be cautious if it comes.

For the week, be stock specific till 31st January and on 1st of February 2019 if Nifty finishes below 10550, then it would send the market to retest the levels of 10000 (previous lows) in coming month.

RATING SCALE

- BUY** – A condition that indicates a good time to buy a stock. The exact circumstances of the signal will be determined by the indicator that an analyst is using.
- SELL** – A condition that indicates a good time to sell a stock. The exact circumstances of the signal will be determined by the indicator that an analyst is using.
- Stop Loss Order** – An instruction to the broker to buy or sell stock when it trades beyond a specified price. They serve to either protect your profits or limit your losses.

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