



Technical Outlook: Nifty

Nifty indices ended the day in the negative zone for the fifth consecutive session and closed well below the 11,350 mark, dragged by PSU Banking, Auto and Pharma counters. Prices have formed a second leg of lower high lower low formation since June 2019. Cluster of major support are found near 11200. Around 11200 Fibonacci ratios and prices extension can provide significant support to the market in the near term.

A failure to do so would result in quick drop to 11100, which was previous lower level for nifty before the outcome of general election of 2019. Overall market breath seems to be weak and majority of indicator are oversold, so a technical bounce from current level cannot be ruled out.

However, overall sentiments remain negative for now as nifty has breached its crucial support of 11350 which was supported by rising trend line. Drift below 11220 may seen further correction till 11104 in coming trading session. Going forward, resistance is pegged at 11550/11720 levels for coming weeks.

Indices	Close	S3	S2	S1	R1	R2	R3	Trend
NIFTY	11271.30	11030	11110	11220	11380	11540	11620	Negative
BANK NIFTY	28952.25	28650	28750	28880	29050	29120	29250	Negative

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