



### Technical Outlook: Nifty

Benchmark index started the last week of may expiry with a positive note. Nifty continue to close higher after election results are out. On weekly chart Nifty has given breakout of horizontal trendline which is supported by the runaway gap. Bank nifty on the other hand is trading near its all time high levels supported with the broadening pattern breakout. The momentum indicator RSI (14) on 60 mins chart is near its overbought zone. Profit booking from current level cannot be ruled out. However RSI (14) on daily chart is reading above 60 with upward trend.

Since last two days nifty rally is supported by large cap stocks with positive market breath. So the overall bias is said to be positive. As we are trading in uncharted territory some knee jerk movements cannot be ruled out. Index hold a strong support at 11600/11700 level Drift below 11600 may seen further correction till 11400 in coming trading session. Going forward, resistance is pegged at 12000/12050 levels for coming weeks which will be a new high for a nifty.

Indices	Close	S3	S2	S1	R1	R2	R3	Trend
NIFTY	11924.75	11750	11800	11860	11980	12050	12100	Positive
BANK NIFTY	31647.65	31200	31350	31500	31750	31850	32000	Positive

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New Delhi: 4353/4C, Madan Mohan Street, Ansari Road, Darya Ganj, New Delhi – 110002. Tel: 91 11 30181290/94 Fax: 91 11 30412657

Mumbai: Bonanza House, Plot No. M-2, Cama