

MARKET STRATEGY

18th November 2024



NIFTY



LTP	R1	R2	S1	S2
23532.7	23800	24000	23500	23200



LTP	R1	R2	S1	S2
50179.55	50700	51200	50000	49650

- The Indian benchmark indices Nifty 50 opened the week on the flat note but continued to trade on a negative side, Additionally On the daily time frame, Nifty has formed a gravestone Doji candle indicating selling pressure from higher levels, although index is now placed slightly below 200 EMA (23542)
- After a flat opening, index made high of 24087, thereon witnessed supply and eventually closed on a negative note ,Looking at weekly time frame index formed a bearish candle followed by high wave candlestick indicating bearish outlook for the coming week
- The RSI (14) momentum indicator is positioned at 29.69 on a daily chart, approaching the oversold zone, suggesting that any bounce toward the 23,800–24,000 levels should be seen as a selling opportunity. A bearish outlook remains intact as long as the market trades below the 24,000 level, where the 50 EMA on the hourly scale provides dynamic resistance. Additionally, a break below 23,500 could trigger a fresh downside movement, with potential targets around the 23,200 mark.

BANK NIFTY

- The weekly chart reveals a bearish candle formation followed by a high-wave candlestick, which was signaling an intense tug-of-war between bulls and bears. However, the momentum has clearly dominated by the bears, driving the index down by 1,381 points over the past week.
- The index had been trading within a narrow range of 50,700 to 52,200 over the past five weeks, reflecting a period of consolidation and indecision among traders. However, in the most recent week, the index decisively broke below this established range, signaling a shift toward bearish sentiment.
- This downside breach indicates that sellers are gaining control, potentially setting the stage for further declines. Given this breakout, a strategy of selling on rallies toward the 50,700 level could be prudent, as this former support level may now act as resistance, providing opportunities for short positions if the bearish momentum persists.

NIFTY PHARMA



- The Nifty Pharma index lost a total of 790 points, 3.51 percent on a weekly chart forming a bearish candle , additionally on daily scale series of bearish candle indicates cautious outlook.
- On daily chart, price is trading below 20 and 50ema signaling minor trend is bearish while the momentum indicator RSI (14) is trading at 43 indicating lack of momentum.
- Key levels to watch on the upside are 22000 followed by 22300 on the upside and 21500 will serve strong support on the downside.

Outperformers	Underperformers
LAURUSLABS , IPCALAB	LUPIN , DRREDDY

NIFTY AUTO



- The NIFTY AUTO index ended on a negative note 890 points, 3.74 percent on weekly timeframe forming a bearish candle, index is now placed below 200 EMA on a daily timeframe indicating primary trend is now bearish
- The bearish outlook remains intact as long as the index trades below the 200 EMA, currently positioned around the 23,350–23,400 levels. It’s advisable to hold off on initiating any fresh long positions until a clear breakout above this level is observed
- On the downside, a break below 22,650 could trigger a new wave of selling, potentially intensifying the bearish trend further.

Outperformers	Underperformers
EICHERMOTOR , APOLLOTYR	MARUTI , TATAMOTORS

NIFTY IT



- The Nifty IT index recorded a gains of 340 points, 0.8 percent and forming a bullish candle followed by bullish engulfing indicates buyers overpowered the sellers on weekly scale
- On daily timeframe, the index is trading above fast ema (21) and slow ema (50) while the momentum indicator RSI (14) is trading at 55 indicating bullishness and supporting price action.
- Going ahead levels to watch on the upside are 42700 and 43000 while on the downside are 41800 and 41500

Outperformers

NAUKRI , BSOFT

Underperformers

WIPRO , HCLTECH

NIFTY FINANCIAL SERVICE



- The NIFTY FINANCIAL index ended the week on negative note with 632 points down, 2.66 percent forming a bearish candle on weekly chart with this index closed below 20 EMA suggesting negative sentiment
- On the indicators front, the RSI (14) had been oscillating within a narrow range of 60 and 40 until last week. However, it has now slipped below this range, signaling a lack of strength and supporting the ongoing downward momentum. Key levels to monitor include 23500 and 23800 on the upside, while support on the downside is seen at 23000 and 22700, aligned with the 200 EMA.

Outperformers

PEL , MFSL

Underperformers

PFC , BAJAJFINSV

NIFTY FMCG



- The Nifty FMCG index ended on a negative note losing 2576.70 points, 4.42 percent, continuing its bearish momentum followed by reasonable bearish candle in week preceding previous
- On daily timeframe the index is trading in lower high lower low formation and price is also trading below 200 EMA indicating negative outlook while the momentum indicator RSI (14) is trading at 20 approaching into oversold zone suggesting a bounce as well which should consider as a selling opportunity for short term
- Key levels to watch are 56600 & 57500 on the upside while support is placed at 57800 & 57500 respectively.

Outperformers

UBL , UNITEDSPR

Underperformers

TATACON , HUL

NIFTY REALTY



- The Nifty Realty index concluded the weekly session on bearish note forming a negative candle on weekly chart, wiping 2.14 percent in the week gone by.
- On daily timeframe the index is trading in lower high and lower low formation while it is also trading below 20, 50 and 100 ema and RSI (14) is trading at 35 supporting price action and indicating negative outlook in the underlying.
- Going ahead, levels to watch on the upside are 970 and 1000 on the upside while on downside are 930 followed by 900

Outperformers

INDHOTEL , OBEROI

Underperformers

DLF

NIFTY METAL



- The Nifty Metal index ended on a negative note with 5.14 percent down and with 480 points in total forming a bearish candle with this index is not placed below 20 & 50 EMA on the weekly scale.
- On daily timeframe, the index has formed series of bearish candle adding to this index has decisively broken the 200 EMA levels indicating negative outlook, any bounce towards 200 EMA should be consider selling opportunity in near term.
- Key levels to watch for the upcoming sessions are 9500 and 9600 on the upside while 9100 and 9000 on the downside.

Outperformers

JINDALSTEEL , NALCO

Underperformers

TATASTEEL , NMDC

NIFTY MEDIA



- The nifty media index closed on negative note forming a hammer candle on the weekly scale signaling buyers are coming into action from lower levels
- On daily timeframe the index is displaying a lower high lower low formation highlighting a bearish trend. However, it has recently formed a bullish engulfing pattern near a previous swing low, where it previously rebounded
- Key levels to monitor for the week include resistance at 1950 and 2000 on the upside, while strong support is expected around 1875 on the downside.

Outperformers

SUNTV , PVRINOX

Underperformers

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