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## NIFTY



The October series started with a bang for the Benchmark index with a rally of almost 600 points which closed the index above its 100 – day exponential moving average on a daily interval.

Nifty has formed a bullish harami candlestick pattern near the cluster of exponential averages on a weekly scale.

Currently, Nifty50 is in the second leg of lower high lower low formation. The first up leg got sold near the 61.80 percent retracement from its previous intermediate high of 11794 to its intermediate low of 11185.15 levels.

For continuous two days, the index is capped under 11300 levels which is also a 61.80 percent retracement of the immediate high of 11618 to the immediate low of 10790.20 levels. But on 1st Oct, the Benchmark index witnessed a strong rally and closed above its Fibonacci resistance levels.

Momentum oscillator RSI (14) is closed near 50 levels and looking to accelerate on the higher side.

Going forward, the major support zone for the Nifty will be near 11000 – 10800 levels and the resistance is placed near the 11600 levels for the coming weeks.

**BANK NIFTY**



After four weeks of negative closing Bank Nifty finally shown the positive thrust and closed above its previous weeks high.

It was a super Thursday weekly expiry for Bank Nifty as the index roar above 3 percent on closed above its 21 & 50-day exponential moving averages on a daily interval.

The previous week momentum oscillator RSI (14) was reading near 30 levels which were an oversold condition so a strong short-covering was expected.

One week of strong recovery cannot be called an absolute trend change for the banking index. Bank Nifty is underperforming the broader market and trading in lower high lower low formation. It has closed below its 50 & 21 –day exponential moving averages on a weekly scale. The RSI (14) is also quoting near 50 levels.

Due to the worldwide concerns over the COVID-19, both domestic and international are likely to trade with super volatility.

Going forward, the major support zone will be near 21000- 20800 levels and the upside is likely to cap near 23500 levels.

## Sector Look: NIFTY SMLCAP100 INDEX



On the weekly time frame, 100 week simple moving average is acting as a support that is placed at around 5631.25 level.

NIFTY SMLCAP100 INDEX has closed 3.65 % higher 5861.15 level. Index has witnessed breakout of its downward slopping trend line on weekly time line.

The Index has given a trend-line breakout on the weekly chart which implies the positive in shift the previous falling trend. A move above the trend line on the weekly chart suggests growing optimism among the participant.

The majority of indicators and oscillators are showing a positive trend for the current scenario on the daily time frame. RSI (14) is reading near to 60 on a weekly timeline.

On the higher end resistance is seen at the 6070/6255 level on the weekly chart. On the lower end support for the coming weeks is seen 5631.25/ 5475 levels.

## Weekly Stock Idea: IBVENTURES



IBVENTURES has shown some positive momentum in this week and closed 17.50% higher at 264.90 level. Index has witnessed breakout of its Falling wedge pattern on weekly time line. It is expected to continue its bullish momentum for next couple of weeks.

Stock is closed above its 50 SMA on weekly time frame. The index moved above its previous swing high. In addition, a double bottom formation is visible on the weekly chart.

On the Weekly chart, stock after several weeks of consolidation moved above from the range which suggests bullish strength in the counter. Index has given a breakout of the "Consolidation Pattern"

Currently stock is trading above all the major simple moving average on the weekly timeline.

The majority of indicators and oscillators are showing a positive trend for the current scenario on the daily time frame.

The momentum oscillator RSI (14) on the weekly chart is reading above 74 levels with positive crossover on the cards.

On the higher end resistance is seen at the 300/365 level on the weekly chart. On the lower end support for the coming weeks is seen 220/175 levels.





# Weekly Market Strategy

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