

Date: 01st Oct 2018

NIFTY



The index has witnessed a negative closing for the September month. During the week the index has fallen towards the lower band of the rising channel. On the monthly chart index has formed bearish engulfing candlestick pattern. On the daily chart price has been falling within a falling channel which suggests a bearish trend. Also, the index has been trading below its short term moving averages on the daily chart.

Going forward, the index is expected to take supports at 10800 once again, a decisive break down below 10800 may trigger a correction in the index towards 10500; again sustained trades below 10500 may open a gate to 10250. On the higher end sustained trades above 11300 may change the current down trend.

Indices	Close	S3	S2	S1	R1	R2	R3	Trend
NIFTY	10930.40	10700	10800	10850	11000	11150	11300	SIDEWAYS

NIFTY BANK



On the weekly chart the bank nifty has observed a breakdown of its rising wedge pattern at 25050 levels. Moreover on monthly timeline prices has formed bearish engulfing pattern which indicates continuation of selling pressure.

Weekly momentum oscillator RSI (14) has been in a bearish crossover and falling which suggests a negative momentum to prevail in the days to come. In addition, RSI is seen reacting to the bearish divergence.

Going forward, Bank Nifty index is expected to remain with a negative sentiment; on the lower end it may reach towards 24500; again sustained trades below 24500 may induce a fall towards 24000. On the higher end 26500 is expected act as crucial resistance.

Indices	Close	S3	S2	S1	R1	R2	R3	Trend
BANK NIFTY	25119.80	24000	24500	24800	25725	26000	26300	NEGATIVE

Sector Look: NIFTY FMGC



The fmcg index after witnessing breakout from a rectangle pattern has completed its pullback and trading above its trend line support on weekly timeline. On the any dips in the index has attracted buying in the space. We also observed that the index has managed to hold above its 50 DEMA which confirms its superior trend over the barometer index.

Going ahead technically fmcg index is moving in higher high higher low formation and momentum indicator RSI (14) has taken support at 50 levels indicating support in near term.

Going forward, sustained trades above 30300 may induce a rally towards 32000; again decisive move above 32000 the index may move up towards 33000. On the other hand failure to sustain above 29000 may trigger a correction towards 28000 over the short term.

Indices	Close	S3	S2	S1	R1	R2	R3	Trend
NIFTY FMGC	29757.75	29000	29200	29400	30000	30365	30750	SIDEWAYS

Weekly Stock Idea: UBL



The stock price has witnessed breakout of its inverted head & shoulder pattern at 1385.75 levels. The rise in price was backed by increased volume. In its recent action, the price has moved up above its major short term averages which suggest more people are willing to pay more the average price.

In addition, RSI is in bullish crossover and rising which again indicates positive momentum to prevail in the near to short term.

Going forward, sustained trades above 1400 may induce a rally towards 1454. On the other hand failure to sustain above 1320 may trigger a correction towards 1240 over the short term.

Disclaimer:

This report, contains information based on research carried by or on behalf of Bonanza Portfolio Limited, is neither advice nor any offer to sell or a solicitation to buy any securities, Further the reader is also advised to exercise restraint in placing any dependence on this report, as the sender, Bonanza Portfolio Limited, neither claims or guarantees the accuracy of any information contained herein nor assumes any responsibility in relation to losses arising from the errors of fact, opinions contained herein or the dependence placed on the same. The situational factors affecting the information herein may change any time due to the volatile market conditions, and may not be accurate, complete or exhaustive, the recipient therefore is advised to use his own discretion and judgment, while entering into any transactions, whatsoever.

Further, please note that Bonanza, its directors employees and associates may have trading or investment positions in the securities mentioned herein.

BONANZA PORTFOLIO LTD

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 Industrial Estate, Walbhatt Road, Goregaon (E) Mumbai – 400063.