

Date: 06th Aug 2018

NIFTY



The Nifty50, after opening sharply higher extended rally as the day progressed. The index recouped all losses of the previous session and close at high of the day. On the weekly chart, Nifty is trading in a higher high higher low formation. Weekly RSI (14) is in bullish crossover and rising which suggests momentum to remain positive in the near to short term.

On the option front, 11500 Calls and 11000 Puts ended the week with maximum open interest which suggests possibility of wide volatility during the August series.

The trend is expected to remain positive with a possibility of shoring towards 11435 in the near term. Again sustained trading above 11400 is likely to induce further upward move towards 11470-11500. On the lower end support is visible at 11200-11150. The strength in Nifty is expected to stay intact as long as it sustains above 11171.

Indices	Close	S3	S2	S1	R1	R2	R3	Trend
NIFTY	11360.80	11100	11170	11250	11435	11470	11500	Positive

NIFTY BANK



Bank Nifty previous has witnessed breakout of its falling trend line during and continue to trade higher above its trend line support. A small candle body has able to close above the close of previous week candle in weekly chart which indicates growing gradual rise in momentum. Bullish crossover of 21 EMA and 50 EMA is indicative of positive trend for the short term. Positive crossover in the weekly RSI is indicating bullishness in the momentum for the short term.

Going forward, the index is expected to move higher as major indicators and pattern are bullish. On the higher end the index is expected to move towards the fresh high at around 28300 which is around 200% of Fibonacci projection from its previous low. On the lower end crucial support is pegged at 26000.

Indices	Close	S3	S2	S1	R1	R2	R3	Trend
BANK NIFTY	27695.50	26500	26900	27150	27900	28250	28500	Positive

Sector Look: NIFTY MEDIA



On weekly chart, nifty media index has completed “Bullish Anti- shark Harmonic Pattern” at 2776.90 levels, the co-ordinates of which are as follow. Technical Parameters: XA of the leg from 2845.35 to 3675.85, AB of the leg completed at 3151.60 (i.e 61.80% of XA leg.), BC of the leg completed at 3434.25 (i.e 50% of AB leg) and CD of the leg completed at 2776.90 (i.e 113% of XA and 224% Fibonacci projection of BC leg).

The momentum indicator, RSI (14) is near oversold zone at 23 levels, which gives sign of spike in price.

Technically, price is gathering momentum and volume also are on the rise reviving bullish hopes for the coming days. Price could surpass the key level of 3000 area heading towards next resistance at 3130. On the lower end the index is expected to find support at 2750 which is 61.80% previous swing low.

Indices	Close	S3	S2	S1	R1	R2	R3	Trend
NIFTY MEDIA	2867.85	2550	2660	2750	3000	3130	3225	Positive

Weekly Stock Idea: ZEEL



On Daily chart, Zeel has completed “Bullish Anti - nenstar Harmonic Pattern” at 504.65 levels, the co-ordinates of which are as follow. Technical Parameters: XA of the leg from 477 to 606.60, AB of the leg completed at 546.95 (i.e 50% of XA leg.), BC of the leg completed at 609.75 (i.e 88% of AB leg) and CD of the leg completed at 504.65 (i.e 78.60% of XA and 161.80% Fibonacci projection of BC leg).

A momentum indicator MACD has shown positive crossover on daily time frame, which gives sign of bullishness in the price.

On the higher end 538 - 544 which is previous swing high may act as initial resistance for the rising price. Sustained trades above 545 may induce strong up move in the stock price. On the lower end 495 is expected to act as support on closing basis which 38.20% of its previous swing low.

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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.