

Date: 10<sup>th</sup> Sep 2018

**NIFTY**



Indian market managed to close on positive note after it seen some selling pressure at the start of week on the back of rupee depreciation, higher crude prices and worries over trade war between the united states and china. On daily chart index has witnessed breakdown of rising channel pattern at 11582.35 levels. Overall, the index has completed 50% Fibonacci retracement from its all time high of 11760.20 levels. On the weekly chart, a bearish engulfing candlestick is visible which suggests further bearishness in coming week.

On the daily chart the index has held above all the major averages. Going forward, the index is expected to consolidate till there is breakdown on the lower end below 11450. Due to ascending movement in the market the support level has raised to 11400 whereas on the higher end resistance is visible at 11800 above which next round of rally is likely.

Indices	Close	S3	S2	S1	R1	R2	R3	Trend
NIFTY	11589.10	11300	11410	11500	11650	11760	11800	SIDEWAYS

## NIFTY BANK



Bank Nifty index has witnessed breakdown of its Rising Wedge formation at 27430 levels on daily time frame. On the weekly chart, a bearish engulfing candlestick is visible which suggests waning bullishness in the banking space.

On a smaller degree view we can observe that the index has given a rising trend line breakdown which supports a reversal of the previous rally. Also, a double top is visible on the daily time frame. On the lower end previous swing low may act as support for the falling index; a decisive break down below the swing low may induce a strong downside in the banking space.

Daily strength index RSI (14) has been in a bearish crossover and falling which suggest the bearish momentum in the days to come.

The trend is expected to remain bearish as long as the index trades below 28000. On the lower end Bank Nifty may fall towards 27000; sustained trades below 27000 may trigger a correction towards 26500. On the other hand 28000 may act as crucial resistance for the week.

Indices	Close	S3	S2	S1	R1	R2	R3	Trend
BANK NIFTY	27481.40	26500	26800	27150	27800	28000	28200	NEGATIVE

**Sector Look: NIFTY METAL**



On the daily chart the nifty metal index has given breakout of a rounding bottom pattern which is expected to continue rally in the metal space in the next week. However, the price is trading in rising channel formation since past one month. However, on the higher end resistance seen at 4000.

Index is trading above its 21 DEMA & momentum indicator RSI (14) is trading in bullish range shift since few trading session which indicates continuation of further uptrend.

Failure to move above 3800 may attract selling pressure and the index value may fall towards 3550. On the other hand a decisive breakout above 3800 may take the index towards 4000.

Indices	Close	S3	S2	S1	R1	R2	R3	Trend
NIFTY METAL	3699.75	3400	3500	3600	3800	3900	4000	POSITIVE

**Weekly Stock Idea: HUL**



On the daily chart the stock has completed bullish Alternate Shark harmonic pattern; the coordinates of which are: XA leg is from 1627 to 1767, AB from 1767 to 1715 (which is 38.20% of XA leg), BC leg is from 1715 to 1808 (which is 127.20% price projection of the AB leg) and CD leg is 1808 to 1596 (which is 224% projection of BC leg).

On the weekly chart it found support at 21 EMA on closing basis.

Based on the above Technical studies we can come out with a view that the price may move towards higher levels over the short period.



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