

Date: 13<sup>th</sup> Aug 2018

## NIFTY



Nifty started the week slightly higher and remained sideward throughout the week. On the daily chart, a bearish belt hold candle has formed on the last day of the week, which is an indication of waning uptrend. During the last week Nifty has consolidated with a range of 10360 -10500.

On the weekly chart an evening star candle is in the process of formation which is sign of possible of halt in the current uptrend. However, this candlestick pattern needs a confirmation of bearish candle on the next weekly tick.

On the option front, 11500 CE and 11000 PE have ended the week with maximum open interest, followed by 11600 CE and 11200 PE.

The option data and technical levels suggest that the Nifty is expected to witness profit booking at the higher levels. Resistance is placed at 11500 whereas on the lower end the index may drift towards 11300 if Nifty sustains below 11400. Again, below 10300 Nifty may slip towards 11200.

Indices	Close	S3	S2	S1	R1	R2	R3	Trend
NIFTY	11429.50	11100	11200	11300	11500	11570	11650	Negative

**NIFTY BANK**



The banking index extended its gain over the week and closed 1.55% higher. On the daily chart, Bank Nifty has reached up to the upper band of the wedge channel. The proximity of its resistance pushed the index down towards the lower band of the wedge. In addition, an engulfing pattern has formed on the daily chart which suggests that the index may witness a bearish reversal in the near term.

A bearish divergence in the daily RSI is also visible which may induce bearishness in the index momentum over the short term.

Going forward, the index may continue to face resistance at the higher levels. On the lower end the index may find support at 28000 on immediate basis; failure to sustain above which, it may face selling pressure which may take the index towards 27800/27500. On the higher end the index may find resistance at 28400-28500.

Indices	Close	S3	S2	S1	R1	R2	R3	Trend
BANK NIFTY	28124.20	27400	27500	27800	28400	28500	28800	Negative

**Sector Look: NIFTY MIDCAP**



On the weekly chart the midcap index has given breakout above a falling wedge pattern which is a bullish in nature. This type of contention results in a steep movement in the direction of the penetration. The index seen consolidating after it broke above the wedge pattern.

Weekly RSI (14) is in bullish crossover and rising which signifies a rally in the near to short term.

Technically, the index is gathering momentum and volume also are on the rise reviving bullish hopes for the coming days. The index has surpassed the key resistance level of 19100 and may head towards next resistance at 19350 once again. Upon sustaining above 19350 the index may move up towards 20000 over the short term. On the lower end the index is expected to find support at 18900.

Indices	Close	S3	S2	S1	R1	R2	R3	Trend
NIFTY Mid cap	19135.90	18500	18700	18900	19350	19600	20000	Positive

**Weekly Stock Idea: DCM Shriram Cons Ltd**



The stock has been in a higher top higher bottom formation and moving within rising channel. On the other hand we can say that the stock is trading within an upward consolidation. In its recent move the stock has moved above its recent peak and closed higher. On the weekly chart, price has moved above its 21 EMA.

The daily RSI (14) is in bullish crossover and rising which signifies a bullish momentum ahead. Daily MACD is in bullish crossover.

We expect upward consolidation to continue and price may move towards 400-415 in the short term. On the lower end support is visible at 348.

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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.**