

Date: 13th Aug 2019

NIFTY



Nifty this week closed in positive after continue 5 week selling pressure. Benchmark index has bounced from 10800 mark and currently sustaining above 11000 mark on weekly basis. However prices are trading near its upward rising trendline on weekly chart.

10800 mark is also concluded with 61.80 Fibonacci retracement levels from its previous swing low of 10004.65 to a all time high 12103.05. Fifty pack is trading in higher high higher low formation on weekly interval.

It's better to stick with a quality stocks which are less vulnerable to fall as index still shows weakness. On lower side small support will be seen near to 11000-10800 range. On break of the same Nifty may rest last support level of 10600. Resistance is seen at 11400 & 11500 for the coming week.

NIFTY BANK



1000 points rally was seen in banking sector since 5th Aug 2019. Some private sector bank participated in this week rally which pushed index higher this week. PSU banking index traded negatively and breached its horizontal trendline support on weekly interval. The gap which was left open during exit poll day, is still remained unfilled as bank nifty open gap down of 22nd July 2019 which has made a Island reversal pattern open for the nifty bank. Island reversal is a negative reversal pattern, creates when a particular gap remains unfilled.

Any uptick in prices should be considered for selling as overall trends remains negative for the banking index in coming sessions. Banking index faces stiff resistance at 28600 which is supported by 50 EMA on weekly chart. On lower side small support will be seen near to 27500 - 26800 range. On break of the same banking index may rest last support level of 26400. Resistance is seen at 29000 & 29500 for the coming week.

Sector Look: NIFTY SMALLCAP100 INDEX

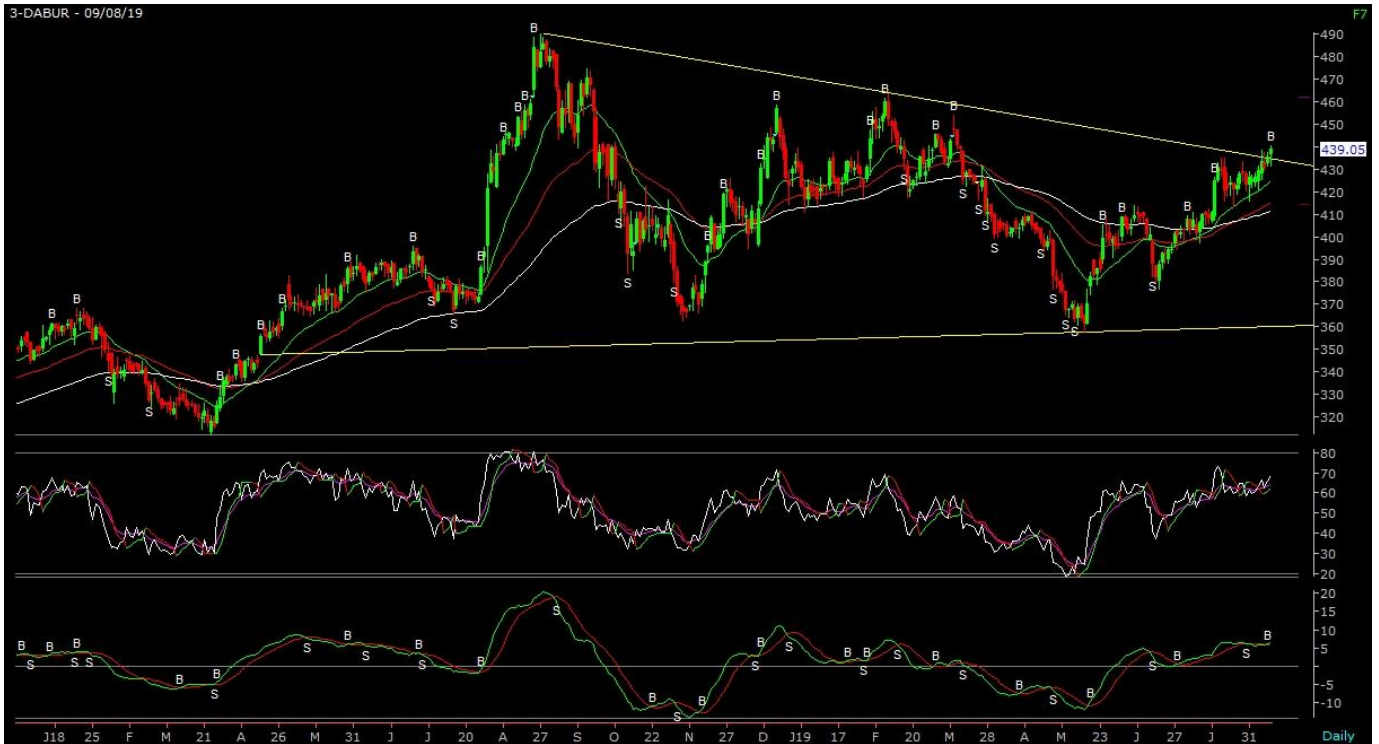


NIFTY SMALLCAP100 after a Ten month consolidation has witnessed a Rectangle Pattern Breakdown on weekly interval. Prices has retested its trendline resistance this week and still sustaining below the breakdown levels. SMALLCAP100 index is sailing below all its major exponential moving average.

Momentum indicator RSI (14) is reading near 30 levels with negative crossover. Index is sustaining well below its 200 WEMA.

Based on the above technical set up we can come out with a view that any uptick in prices should be considered for selling as overall trends remains negative for the SMALLCAP10 index in coming sessions. On the lower end supports are seen at 5200/5000. On the higher end the index may face resistance at 5700/6000.

Weekly Stock Idea: DABUR



On the Daily chart DABUR has witnessed breakout of “Symmetrical Triangle Pattern”. After a prolong consolidation Stock has given breakout above its falling trendline resistance on daily time frame, which shows optimism in the current price movement.

Stock is trading above its major exponential moving averages on weekly time frame. Momentum Oscillator RSI (14) is reading above 60 levels with positive crossover. Currently RSI is in a bullish range shift mode. Moreover stock is outperforming the benchmark index since past couple of months. MACD is reading above polarity with positive crossover on weekly interval. 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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