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## NIFTY



This week's candle can be a replica of bearish dark cloud cover candlestick pattern. After posting strong weekly gains for two continuous weeks we witnessed some profit booking for this week.

On Friday 12th June Nifty50 witnessed a sharp 3% down opening and later on reversed sharply and closed the shop in green. It was a week with lots of hick-ups and we are witnessed super volatility.

On a daily time frame, Nifty50 is trading in rising channel patterns and confirming higher high higher low formation. On 12 June session after witnessing a gap down opening index took initial support at the upward rising trend line of a rising channel pattern and rallied smartly from day's low.

CBOE Put/Call Ratio back to all-time lows. Once again complacency returns so quickly in global financial markets. It's Time to wake up the volatility and the beast.

In case the index violates its 9500 level, a sharp decline will take place. This could drag the index towards May low at 9000 levels. On the flip side, the rising channel pattern in nifty is likely to cap near the 10550 level.

**BANK NIFTY**



After two back to back strong weekly gains with more than 15% return banking index witnessed a profit booking for this week.

On a daily chart, the index is gripped in a range of almost 3500 points and closed above its 21-day exponential moving average.

On Friday 12th June Bank nifty witnessed a sharp 4% down opening and later on reversed sharply and closed the shop in green. It was a week with lots of hick-ups and we are witnessed super volatility.

On weekly chart Bank, nifty has formed a double top pattern, for the failure of the pattern index needs to close above 22000 mark in the coming weeks.

Meanwhile, the MACD indicator is likely to reverse and seems to have bottomed out for the short term on a weekly scale for the banking index.

We remain positive on Bank nifty with higher targets of 22500 for the coming weeks. On the downside, initial support is placed at the 19300 level which is supported by a 21- day exponential moving average on a daily chart.

**Sector Look: NIFTY REALTY INDEX**



The index moved up in the last two trading sessions bringing some comfort to the market participants.

After consolidating in a broad range of 190-160, prices have witnessed a positive strength on the weekly timeline. Index closed 1.31 % higher at 204.65 on the weekly chart. This week's candle has long trailing tail and small red candle at high indicates enough amount of demand is generated through its lower level.

Index is trading between 100 and 50 days simple moving average on Daily time frame, which is placed at around 233.49 and 183.53 levels.

Weekly Momentum oscillator RSI (14) has bounced back strongly from around 20 level and in its recent move, RSI (14) found support at around 20 and moved to 44. On the previous two occasions whenever RSI(14) has drifted near 20 level sharp reversal in prices has been seen.

On the higher end resistance is seen at the 225/251 level on the weekly chart. On the lower end support for the coming weeks is seen at 180/160 levels.

**Weekly Stock Idea: MGL**



MGL has given a breakout of “CUP AND HANDLE PATTERN” on the daily chart that reverses the trend and the price starts rising. Prices have completed it's through back near the trend line support and is ready to move upside.

The stock has closed 6.08% higher at 1074.20 and formed a bullish candle in the weekly time frame. The stock has closed above its previous week high, which shows significant recovery towards the end of the week.

100 days simple moving average is acting as strong support which is placed at 993.66 on the daily time frame. Moreover on the weekly time frame, 21 and 50 days simple moving average is acting as an anchor point placed at 983.36 and 951.27 level. Overall sentiments look positive as the index has shown strong strength towards the upside.

The majority of indicators and oscillators are showing a positive trend for the current scenario. Furthermore, prices have sustained above all its major simple moving averages.

On the lower end supports are seen at 980/950. On the higher end, the stock may face resistance at 1115/1150 levels.

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.



## Weekly Market Strategy

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