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NIFTY



Markets continued to extend its losing streak for the fourth straight week as the index fell almost 19 percent from an all-time high of 12430 to close of 9955.20 on 13th March 2020.

It was a super volatile Friday and a week in the history of the Indian benchmark index. Indian bourses witnessed a 10% lower circuit in the Fridays morning session and recovered sharply their after with a closing of positive 3.80% return for the day. Nifty slides 9.40% for the week and closed below its 200-week exponential moving average.

Four unfilled continuation gap on the daily chart from 12000 to 9955.20 levels, this structure surely indicates bears are dominating bulls.

The Monetary Policy Committee (MPC) voted unanimously to reduce Bank Rate by 50 basis points to 0.25%," the Bank of England said in a statement on Wednesday. The announcement follows a similar decision by the U.S. Federal Reserve last week. This emergency interest rate cut is attempted to limit the negative impact on the economy form the COVID-19.

Current chart formation suggests nifty may find major support at around 9000 level which is well supported with an upward rising trend line of a rising channel pattern. However, on the higher side, the index will continue to face hurdles around the 10200 level. In the case of sharp short-covering, nifty may go to the 10500 level.

BANK NIFTY



The banking index witnessed major selling for the week and ended with a massive loss of 9.48% for the week. Four unfilled continuation gap from 31000 to 21400 odd levels, this structure surely indicates bears are dominating bulls.

Friday's morning session witnessed a 10% lower circuit and recovered sharply their after with a closing of a positive 5% return for the day.

Bank Nifty has given the "Rising Wedge pattern" breakdown in monthly chart, if the index closes below 28k mark then we would surely consider this as a valid breakdown.

Index has closed below its all the major exponential moving averages on the weekly time frame, which adds more bearish tilt for the index.

Weekly RSI (14) has drifted near 30 level which is an oversold level for the indicator, so a sharp pullback at the current junction cannot be ruled out.

Intermediate support for nifty bank is placed at around 23,000 level, immediate breach of that support will extend the fall to 21,500 levels. . However, on the higher side, the index will continue to face hurdles around the 26200 level. In the case of sharp short-covering, nifty bank may go to the 27150 level.

Sector Look: NIFTY SMLCP100 INDEX



On the weekly chart, the NIFTY SMLCP100 INDEX has given a breakdown of “Inverse Head and shoulder pattern” on 13th March 2020. The index closed 13.22 % lower at 4721.60 level on the weekly chart.

Stock is trading below its 20, 50, 100 and 200-week simple moving average and sharp fall in the stock has forced prices to breach its rising trend line support.

Momentum Oscillator RSI (14) is reading below 30 levels. By observing Relative Strength (RS) on the weekly horizon one can observe that the small-cap index is currently underperforming the benchmark index for the last couple of weeks.

On the higher end resistance is seen at 4930/ 5046 on the weekly chart. On the lower end support for the coming weeks is seen at 4600 / 4432 levels.

Weekly Stock Idea: WHIRLPOOL



On the weekly chart, WHIRLPOOL INDEX has given a breakout of “Triangle pattern” on 6th September 2019 and still continues to stand stronger on all time frames. The index closed 3.69 % higher at 2188.10 and formed a bullish candle on the daily chart. This week’s candle has a long trailing tail and a small green candle at high indicates enough amount of demand is generated through its lower level.

After witnessing a breakout above “Horizontal Trend line” stock was in consolidation mode for the past few weeks.

On a weekly time frame, the stock is trading between 20 and the 50-week simple moving average is acting as a support that is placed at around 2292 and 1881.15 levels.

Momentum Oscillator RSI (14) is reading above 50 levels MACD indicator is reading above its line of polarity with positive sentiments.

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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