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## NIFTY



Benchmark index traded sideways in the initial four days of the week and finally rest its case in the Fridays trading session. Nifty50 on the daily chart has again halted near its 21-day exponential moving average, which earlier acted as a support zone in a previous couple of occasions.

Benchmark index is trading in a very narrow range since it tested its lower band of the rising channel pattern on a daily time frame. There is no such progressive change in this week's daily chart while comparing to its previous week's charts.

For the past one month, INDIA VIX was flattened out and was reading in a range of 26 -23 levels. On 11th Aug INDIA VIX Index witnessed a breakdown of its smaller degree trend line on daily interval and continued its breakdown trend and contracted by 4.02% for the week and close below 22 level.

Momentum oscillator RSI (14) is reading near 60 level with positive crossover on the cards. Weekly chart still stands above its 50 & 100-week exponential moving averages. The MACD indicator is reading above its line of polarity with positive crossover.

We expect some consolation at the current level with time-wise correction. Nifty is likely to trade in a range between 10800 – 11350 zones, a break on either side of the level will set the future trend for the nifty.

**BANK NIFTY**



It was again a narrow range trading week for the banking index with a hint of bearish tilt. As mention in the previous weekly report, Bank Nifty is blocked in a range of almost 2000 points from 21000 to 23000 levels.

Big red candle of Friday's session can be an alarming single of further weakness that can be continued in the banking index.

New global economic worries and geopolitical tensions are getting widen post standoff between Turkey and Greece.

We expect some consolation at the current level with time-wise correction. The breakdown below the 21000 zone could trigger a further supply. Momentum oscillator RSI (14) is reading in a 45 – 55 range, we are in two minds whether to go with the theoretical characteristic of this level or the practical one.

Both Nifty Pvt Bank and PSU banking index are underperforming the Nifty50, which indicates overall weakness in banking space.

Support for Nifty bank is coming near 21000 – 20500 zone and resistance is coming near 23000 -23200 zone, a break of this level will open the gate for 25000 on the higher side and 19500 for the lower side.

**Sector Look: NIFTY METAL INDEX**



NIFTY METAL has closed 3.95% higher 2405.80 and formed a bullish candle in the weekly time frame. The Index has closed above its previous week high, which shows significant recovery towards the end of the week. 21 and 50 weeks simple moving average is acting as a support which is placed at 1919.79 and 2256.5 level, is ready to move upside. Momentum Oscillator RSI (14) is reading above 60 levels.

On the Weekly chart, index after several days of consolidation moved above from the range which suggests bullish strength in the counter. Index has given a breakout of the “Consolidation Pattern”.

The majority of indicators and oscillators are showing a positive trend for the current scenario on the daily time frame. RSI(14) is reading near to 68 on a weekly timeline.

On the higher end resistance is seen at the 2620/2995 level on the weekly chart. On the lower end support for the coming weeks is seen at 2250/2200 levels.

**Weekly Stock Idea: KEC**



KEC has closed 11.55% higher at 307.65 level on the weekly chart. A bullish candle is formed on a weekly time frame and has closed above its previous several weeks' high.

On the daily chart, KEC has given a breakout of the "Consolidation Pattern". Prices are firmly holding the support near the 21-DAYS simple moving average which is formed at around 277.66 levels .

Due to a strong positive opening and a closing above the previous day's high market breadth remained in favor of bulls.

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 277/266. On the higher end, the stock may face resistance at 330/356 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.



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