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## NIFTY



Nifty failed to conquer the upward sloping short term uptrend below which it broke on 14th July and as expected it acted as a stiff resistance. Nifty has been witnessing a tug of war testing its band of short and long – term averages with swing trades over the last few trading sessions.

On the technical front, however, Nifty managed to hold above its 200-day's exponential moving average which is placed at around 10550 level on the daily chart. It should act as a major support for the upcoming sessions.

A higher top & higher bottom pattern is intact on the daily interval. Daily RSI (14) oscillator has also been registering higher high, and reading above 60 level with positive crossover on the cards. Through RSI is reading near 65 -70 zone, it will not be to consider it as an overbought level. As any index or stock can remain above 70 level in up trending market.

The first-quarter results have started and we expect the earning reaction after the management commentary in the individual stocks and expect markets to trade in a broad range over the next few weeks.

Strong resistance is capped near the 10950 level. Once we successfully jump above the hurdle 11200 will be on the cards. In case the Nifty50 violates its 10600 level, a sharp decline will take place. This could drag the Nifty towards the 10400 – 10350 levels.

**BANK NIFTY**



Nifty 50 traded sideways where Bank Nifty underperformed for the week. Banking Index lost 1.9 percent for the week and formed a bearish candle on a weekly scale, which suggests buying is visible at a lower level but resistance is intact at higher zones to restrict its upside momentum.

The Nifty Bank looks oversold in the short term and after witnessing a selling pressure over the last few sessions, the index is holding on to its 50- day exponential moving average around 21300 levels.

The index formed a bullish hammer candlestick pattern on 16th July and immediate rally on the next day has confirmed the pattern.

When we roll back it can be observed that on the previous two occasions banking index has not breached its 21 & 50-day exponential moving average support. This week also index formed a bullish hammer near its 21 & 50 days EMA and witnessed a strong reversal from its anchor point.

The Bank Nifty index has been a laggard in the current up move and it may outperform the broader markets with key potential targets of 23500 -24000 levels over the next few weeks. Immediate support for Bank Nifty is coming near 21000 level, breach of that will open the gate for 19500 levels.

**Sector Look: NIFTY FMCG INDEX**



The index moved up in the last four weekly sessions bringing some comfort to the market participants.

On a daily chart after prolonged consolidation prices have broken its trend line resistance and currently trading above the same. NIFTY FMCG index witnessed a sharp up move from the support level of 28500 with broad-based momentum across the stocks.

Nifty FMCG has closed 2.01% higher at 31439.30 and formed a bullish candle in the weekly time frame. On the daily chart, the 50 and 100-week simple moving average is acting as a support that is placed at around 29625.60 and 29742.05 levels, is ready to move upside.

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 62 on a weekly timeline.

On the higher end resistance is seen at the 31550/31750 level on the weekly chart. On the lower end support for the coming weeks is seen at 31150/31000 levels.

**Weekly Stock Idea: DABUR**



On the daily chart, the stock has been maintaining its uptrend, trading in a rising channel with the formation of a higher high and higher bottom pattern.

At the current juncture, after forming a 'W' pattern on the daily interval, the stock has given a fresh breakout above the key resistance levels of Rs 475.

The rising volumes with a rise in prices from the last few sessions suggest a long build-up in the prices and points towards the next upswing in the coming sessions.

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 460/440. On the higher end, the stock may face resistance at 525/550 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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