

Date: 22nd Oct 2018

NIFTY



Nifty this week erase either gain of last week and it engulf the last week candle & retesting its trend line resistance. On the monthly chart index has formed bearish engulfing candlestick pattern. On the daily chart price has formed two continuous gap which are acting as a crucial resistance. Also, the index has been trading below its 200 EMA on the daily chart. Furthermore momentum indicator RSI (14) is trading near 30 levels indicating sideways to negative momentum in near term.

Going forward, Nifty index is expected to remain with a negative to sideways sentiment; on the lower end it may reach towards 10150; again sustained trades below 10150 may induce a fall towards 9900. On the higher end 10700 is expected act as crucial resistance.

Indices	Close	S3	S2	S1	R1	R2	R3	Trend
NIFTY	10303.50	10000	10150	10200	10450	10550	10700	SIDWAYS

NIFTY BANK



Nifty bank this week traded with full of volatility creating ups & down for traders. Nifty bank has completed bearish Harami candlestick pattern while retesting its trend line resistance. Furthermore index has completed bullish reciprocal ABCD harmonic pattern on weekly time line which hints for some pullback in bank nifty in coming days.

Weekly momentum oscillator RSI (14) has been in a bearish crossover and falling which suggests a negative momentum to prevail in the days to come. In addition, RSI is seen reacting to the bearish divergence.

Going forward, Bank Nifty index is expected to remain with a negative to sideways sentiment; on the lower end it may reach towards 24250; again sustained trades below 24250 may induce a fall towards 23500. On the higher end 26600 is expected act as crucial resistance.

Indices	Close	S3	S2	S1	R1	R2	R3	Trend
BANK NIFTY	25085	23850	24190	24500	25750	26000	26600	SIDeways

Sector Look: NIFTY MIDCAP100



On the weekly chart the nifty midcap100 index prices has witnessed a breakdown of its triangle pattern. Furthermore prices has completed its pullback near its trend line resistance and is gearing for further fall.

Going ahead spurt in volume is also visible and momentum indicator RSI (14) is trading at below 50 levels and has spotted bearish crossover which suggests selling pressure in near term.

Going forward, sustained trades below 17500 may induce a selling pressure towards 16000; again decisive move below 16000 the index may move up towards 15000. On the other hand failure to sustain above 17500 may trigger a upside towards 18300 over the short term.

Indices	Close	S3	S2	S1	R1	R2	R3	Trend
NIFTY MIDCAP100	16514.90	15500	15800	16000	17000	17500	17800	NEGATIVE

Weekly Stock Idea: NIIT TECHNOLOGY



On daily chart Niit technology has witnessed breakout of its consolidation range after quarter two result. On weekly chart it has formed bullish above the stomach candle stick pattern which indicates higher move ahead.

Going ahead spurt in volume is also visible and momentum indicator RSI (14) is trading above 50 levels indicating rising momentum in near term. Furthermore on daily chart stock has able to close above its 50 DEMA.

Going forward, sustained trades above 1200 may induce a rally towards 1325. On the other hand failure to sustain above 1200 may trigger a correction towards 1140 over the short term.

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