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**NIFTY**



It's been a highly volatile week for the Indian market so far, as tug of war between the bulls and bears on the back of mixed global cues kept nifty in a broader range of 10050 – 9700. But on Friday the 19th June index eventually broke its resistance and witnessed a positive breakout.

Nifty filled its gap level near 9550 -9600 and witnessed a strong pullback to close the weekly candle in green with a gain on almost 2.70 percent.

On 15th June Nifty has formed an inside bar pattern and since then we have not tested the low of that pattern. Nifty50 continuous to trade in higher high higher low formation which is clubbed in rising channel formation.

With the derivatives expiry next week, we expect the market to trade volatile with rollover movement in individual sectors and stocks and the geo-political news flow could add more volatility. On the technical front as well, the secondary oscillators suggest that volatility will grip the market in the coming sessions.

A close above 10050 has ignited the breakout and has brought the momentum in the market. Positional resistance for the nifty is seen at 10550, which happens to be 61.80% retracement of the entire downswing seen from 12430 to 7511. A close below 9850 could drag the nifty towards 9500 odd levels.

**BANK NIFTY**



Bank Nifty on the other hand is trading in a range which is squeezed in a range of almost 4000 points. Since the last three trading days banking index is trapped in a narrow range of approximately 600 points which is between 21 & 50 – day exponential moving averages. But on Friday the 19th June banking index eventually broke its resistance and witnessed a positive breakout out of a moving average band.

Bank Nifty has formed Bullish Cup & Handle pattern of the daily chart. A close above 21900 will call for a breakout in the pattern.

Despite the negative news regarding India – China border tension, bank nifty has still not filled the gap created on 29th May.

Momentum oscillator RSI (14) is reading above 40 level on the weekly chart with positive crossover on the cards. Meanwhile, the MACD indicator is likely to reverse and seems to have bottomed out for the short term on a weekly scale.

In the case of a bullish pattern breakout bank nifty will gain momentum for the higher targets of 23000 in the coming weeks. On the downside, initial support is placed at the 19500 level which is supported by a handle formation on the daily chart.

**Sector Look: NIFTY REALTY INDEX**



On a daily chart after prolonged consolidation prices have broken its trend line resistance and currently trading above the same. NIFTY RLTY index witnessed a sharp up move from the support level of 8000 with broad-based momentum across the stocks.

Nifty Realty has closed 4.18% higher at 10534.70 and formed a bullish candle in the weekly time frame. On the daily chart, the 21 and 50-week simple moving average is acting as a support that is placed at 9859.51 level and 9650.71 level, is ready to move upside.

The counter is forming a base near 9600 levels since the last couple of days, which is supported by momentum oscillator RSI (14) which has rebounded from the oversold zone with positive crossover on a daily interval.

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 higher end resistance is seen at the 10730/11050 level on the weekly chart. On the lower end support for the coming weeks is seen at 10300/10180 levels.

## Weekly Stock Idea: MFSL



On the daily chart, stock after several days of consolidation moved above from the range which suggests bullish strength in the counter. Today's candles have cut the previous weeks high which is a positive sign for the stock.

On the Weekly chart, MFSL has given a breakout of the "Consolidation Pattern". Prices are firmly holding the support near the 21 and 50-days simple moving average which is formed at around 456.44 levels on the weekly time frame.

The stock has closed 3.05% higher at 503.80 level. A bullish candle is formed on a weekly time frame and has closed above its previous several weeks' high.

Momentum Oscillator RSI (14) is reading above 55 levels with positive crossover, which is positive for the index. The MACD indicator is reading above its line of polarity with positive sentiments.

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 456/440. On the higher end, the stock may face resistance at 540/580 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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