

Date: 25<sup>th</sup> APRIL 2022

**NIFTY**



It was a super volatile week for the Benchmark index where prices traded in both directions and keep the traders on the sideline without giving any specific direction. Nifty has formed a Doji candlestick pattern on the weekly chart which indicates indecision among the trades.

On the daily interval, prices are trading within the rising channel pattern and on 21st April prices faced a strong resistance near the upper band of the rising channel pattern on the immediate next day, prices slip more than one percent confirming the resistance of the pattern.

The prices closed below its (21, 50 & 100) - day exponential moving averages on the daily time frame and the oscillator RSI (14) has drifted below 50 levels and also facing a strong resistance of a trend line near 70 levels.

The immediate support for the Nifty is placed near its 50 WEMA which is placed at 16650 levels and the upper band of the index is capped at 17400 levels if the index is closed above the said levels then the gate for the prices is open till 17700 levels.

**BANK NIFTY**



The Bank Nifty continued to trade in negative terrain for the two consecutive weeks and the index closed with a loss of more than three percent on the weekly chart. Bank Nifty underperforms, down 2.20% as against Nifty losses of 1.28% on the 22nd April session.

Bank Nifty opened with a 300 points loss at 36514 and remained under pressure for the entire session. It broke crucial support 36000 intraday but at the close, it managed to hold the same and settled with losses of 771 points at 36045.

The Banking index has formed a bearish island reversal pattern on the daily chart and the gap created on 18th April was felt unfilled and is acting as near-term resistance. The price closed below its (21, 50 & 100) - day exponential moving averages on the daily time frame and the oscillator RSI (14) has drifted below 50 levels and also facing a strong resistance of a trend line near 60 levels.

The immediate support for the Bank Nifty is placed near 35000 levels and the upper band of the index is capped at 37500 levels if the index is closed above the said levels then the gate for the prices is open till 38200 levels.

**Sector Look: NIFTY AUTO INDEX**



Index is trading in a higher high higher low formation since last one and half months after finding bottom near 9300 levels on the daily time frame.

Nifty Auto index has given breakout of a horizontal trend line on the daily timeframe and prices may continue its uptrend in the coming trading sessions.

For the entire week, prices continue to trade above their 21 – day exponential moving average which is placed at 10770 levels. The momentum oscillator RSI (14) has given a horizontal trend line breakout above 50 levels and the indicator has retested in this recent throwback near its trend line support.

The immediate support for the Nifty Auto index is placed below its moving average cluster which is placed at around 10700 levels and the upper band of the index is capped at 11300 levels if the Auto index is closed above the said levels then the gate for the prices is open till 11500 levels.

**Weekly Stock Idea: MARUTI**



After a strong reversal from the lower levels MARUTI share price consolidated in a rectangle pattern for almost one month. On the 22<sup>nd</sup> April prices witnessed a breakout above its trend line resistance placed at around 7800 levels.

The recent back to back green candles on the daily chart have given a breakout above its 21-day exponential moving average on the daily interval. We have also observed a gradual increase in the volumes in the last couple of trading sessions.

Currently we are expecting the rise in the share price of the MARUTI as indicators are moving higher above is previous high.





# Weekly Market Strategy

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