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NIFTY



Benchmark index almost gained 4% in the judgment day week. Index touch lifetime high on result day & has formed Bullish Harami on Friday's candle. On weekly chart Runaway gap has formed near nifty resistance zone. Bank nifty on daily chart witnessed its trendline resistance breakout. The momentum indicator RSI is above 60 and is hovering around 55 to 65 range. MACD is in a positive crossover and is able to cross above zero line.

However overall sentiment remains positive for future trend. Nifty is trading above 11600 which will act as a crucial support near its runaway gap. Drift below 11600 may seen further correction till 11400 in coming trading session. Going forward, resistance is pegged at 11950/12050 levels for coming weeks.

NIFTY BANK



Nifty Bank has continued its uptrend journey and register its lifetime high after retesting its trendline support on weekly chart. Extreme volatility was observed in this trading week due to the election result. Nifty bank outperformed Benchmark index Nifty for this particular week and showing the clean break out of broadening formation. Index is trading above all its major exponential moving average. Momentum indicator RSI (14) is reading above 60 levels with Positive crossover.

However overall bias remains positive for banking stocks in further coming trading sessions. On the lower end support is seen at its horizontal trendline which is placed at 29500; a breakdown below the trendline is likely to trigger a bigger correction towards 27500. On the other hand sustained trades above the trendline may induce rally towards 32500.

Sector Look: NIFTY AUTO INDEX



Nifty AUTO index has rebounded from its PRZ zone of Bullish Anti Shark Harmonic Pattern which is formed in weekly chart. Index respected its trendline support and bounced back on the higher side. Dragonfly doji candle stick pattern is formed on auto index weekly chart. Index is making lower low and Momentum indicator RSI (14) is making higher low indicating Positive divergence on cards on weekly time line.

Based on the above technical set up we can come out with a view that the AUTO sector stocks may show strength in coming days. On the lower end supports are seen at 8000/78000. On the higher end the index may face resistance at 8800/9200.

Weekly Stock Idea: MOTHERSUMI



On the Daily chart MOTHERSUMI has completed 'Bullish Butterfly Harmonic pattern'; the coordinates of which are: XA leg is from 127.15 to 175.60, AB from 175.60 to 139.90 (which is 78.20% of XA leg), BC leg is from 139.90 to 162.90 (which is 61.80% of the AB leg) and CD leg is 162.90 to 114.80 (which is 200% projection of BC leg & 127.20% retracement of XA leg).

Stock has formed 'Bullish Harami' candle stick pattern on daily time line which is bullish reversal in nature. Prices have made a lower low and momentum indicator RSI (14) has made a higher low with positive divergence on cards on daily time line. Prices are trading near its trendline support of falling channel on weekly chart.

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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