

Date: 29th Oct 2018

NIFTY



Nifty this week has witnessed breakdown of its two year log rising channel pattern at 10030 levels. 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 9800; again sustained trades below 9800 may induce a fall towards 9600. On the higher end 10450 is expected act as crucial resistance.

Indices	Close	S3	S2	S1	R1	R2	R3	Trend
NIFTY	10030	9700	9800	9900	10200	10350	10450	NEGATIVE

NIFTY BANK



Nifty bank is trading in a band of 1000 points indicating volatility and selling pressure at every higher level. 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 24000; again sustained trades below 24000 may induce a fall towards 23700. On the higher end 26000 is expected act as crucial resistance which comes neat its trendline resistance.

Indices	Close	S3	S2	S1	R1	R2	R3	Trend
BANK NIFTY	24421	23500	23700	24000	24800	25200	25500	SIDWAYS

Sector Look: NIFTY SMLCAP100



On the weekly chart the nifty smlcap100 index prices has witnessed a breakdown of its bearish head & shoulder pattern. Furthermore prices are trading below its neckline and are 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 6400 may induce a selling pressure towards 5400; again decisive move below 5400 the index may move up towards 5200. On the other hand failure to sustain below 6400 may trigger a upside towards 6900 over the short term.

Indices	Close	S3	S2	S1	R1	R2	R3	Trend
NIFTY SMLCAP100	5747	5300	5450	5600	5900	6200	6350	NEGATIVE

Weekly Stock Idea: AVENUE SUPERMARTS LTD



On the weekly chart the stock has completed bullish Shark Harmonic pattern; the coordinates of which are: XA leg is from 1060 to 1623 AB from 1623 to 1420 (which is 38.20% of OX leg), BC leg is from 1420 to 1680 (which is 113% of the AB leg) and BC leg is 1680 to 1125 (which is 200% projection of BC leg and 88.60% of OX leg).

Going ahead spurt in volume is also visible and momentum indicator RSI (14) is trading near its oversold levels indicating rising momentum in near term. Furthermore on daily chart stock has completed bullish Crab harmonic pattern.

Going forward, sustained trades above 1150 may induce a rally towards 1350. On the other hand failure to sustain above 1150 may trigger a correction towards 1000 over the short term.

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