

Date: 2ND MARCH 2020

NIFTY



Indian Benchmark index continued to decline gradually post a depressive start for the week and continued to end in red for the entire week.

Global sell-off dragged the Indian indices on the sixth consecutive session on the daily chart making the worst weekly fall for Nifty due to rising concern over the outbreak of Coronavirus.

On 04th February 2020 nifty witnessed a gap up opening and the gap was left unfilled around 11765 odd levels. Indian bourses on 26th February 2020 again witnessed a gap down opening and fill the left gap of 04th February and witnessed a breakdown of Rounding Top formation on a daily interval.

On Wednesday 26th February Nifty 50 has closed below its 200-day exponential moving average and thereafter continues to drift below aggressive selling pressure.

Nifty pack on the daily chart has given a breakdown of its upward rising trend line which was drawn by joining the immediate lows of 9th Oct 2019 and 03rd Feb 2020.

On the lower timeframe, its major technical indicators oscillated around their respective oversold zones. Though our view will remain bearish, near-term pullback or sideways movement cannot be ruled out before the index resumes its southward journey.

On the lower side, NIFTY will find major supports in the range of 11025 - 10846 which is supported by the Fibonacci ratio. In the case of a rebound, NIFTY will face hurdles in the range of 11600 level.

BANK NIFTY



Global sell this week has forced banking index to surrender and closed -5.80 % for the week. The market is expected to trade sideways with a negative bias on account of the continued impact of China's issue. As the banking index has already drift 5.80% for the week so sideways consolidation for the week cannot be ruled out.

Overall broader chart structure looks promising as bank nifty index is trading in higher high higher low formation on the monthly chart. The banking index is trading in a rising wedge formation on the weekly time frame and currently trading near its upward rising trend line support.

The index is currently trading below its 20 & 50-week simple moving average. The 100-week exponential moving average is currently acting as the next immediate support for the banking index which placed at 28352 level.

Banks stocks will be under pressure given high inflation and RBI is unlikely to cut rates in the near-term. Indian market is impacted due to a fall in the global market due to an increase in coronavirus cases.

Technically, the short-term trend remains negative and is likely to continue in the near term. The 2850 level should be strong support for the index. In the case of a rebound, Bank nifty will face hurdles in the range of 30200 level.

Sector Look: NIFTY ENERGY INDEX



On weekly chart, NIFTY ENERGY INDEX has given a breakdown of “Rising channel pattern” on 28TH February 2020. The index closed 8.92 % lower at 13651.00 level on the weekly chart.

Index is trading below 20, 50 and 100 days simple moving average that are placed at 15851.00, 15604.41 and 15008.14 on the weekly time frame. Moreover on weekly time frame, 200 days exponential moving average that is placed at around 13500 level. Overall sentiments look negative as the index has shown negative breakdown towards the downside.

Momentum Oscillator RSI (14) is reading below 40 levels. MACD indicator is reading below its line of polarity with negative crossover.

On the higher end resistance are seen at 14400/ 15010 on the weekly chart. On the lower end break of 13500 will open the gate for 13000 levels in the coming weeks.

Weekly Stock Idea: GARFIBRES



On the weekly chart, GARFIBRES has witnessed 'Triangle Pattern' Breakout and currently looking strong to trade in an uncharted territory.

Currently, prices are sailing above all its major exponential moving averages on daily intervals, which is positive for the stock. On the weekly frame, Momentum oscillator RSI (14) is currently reading above 60 level with positive crossover.

After a broad base consolidation, today's spurt in prices has given horizontal trend line breakout and the MACD indicator is nicely poised above its averages on a weekly and daily time frame.

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.

Technical Research Analyst**Mr. Rohan Patil,****Mrs. Pooja Jain****Disclosure:**

Bonanza Portfolio Ltd here by declares that views expressed in this report accurately reflect view point with subject to companies/securities. Bonanza Portfolio Ltd is responsible for the preparation of this research report and has taken reasonable care to achieve and maintain independence and objectivity in making any recommendations. Bonanza Portfolio Ltd or its associates or Analyst or his relatives may or may not hold beneficial ownership of 1% or more in the subject company at the end of the month immediately preceding the date of publication of this research report.

Bonanza Portfolio Ltd operates under the regulation of SEBI Regn No.INM000012306

Disclaimer:

This research report has been published by Bonanza portfolio Ltd and is meant solely for use by the recipient and is not for circulation. This document is for information purposes only and information / opinions / views are not meant to serve as a professional investment guide for the readers. Reasonable care has been taken to ensure that information given at the time believed to be fair and correct and opinions based thereupon are reasonable, due to the nature of research it cannot be warranted or represented that it is accurate or complete and it should not be relied upon as such. If this report is inadvertently send or has reached to any individual, same may be ignored and brought to the attention of the sender. Preparation of this research report does not constitute a personal recommendation or take into account the particular investment objectives, financial situations, or needs of individual clients. Past performance is not a guide for future performance. This Report has been prepared on the basis of publicly available information, internally developed data and other sources believed by Bonanza portfolio Ltd to be reliable. This report should not be taken as the only base for any market transaction; however this data is representation of one of the support document among other market risk criterion. The market participant can have an idea of risk involved to use this information as the only source for any market related activity. The distribution of this report in definite jurisdictions may be restricted by law, and persons in whose custody this report comes, should observe, any such restrictions. The revelation of interest statements integrated in this analysis are provided exclusively to improve & enhance the transparency and should not be treated as endorsement of the views expressed in the analysis. The price and value of the investments referred to in this report and the income from them may go down as well as up. Bonanza portfolio Ltd or its directors, employees, affiliates or representatives do not assume any responsibility for, or warrant the accuracy, completeness, adequacy and reliability of such information / opinions / views. While due care has been taken to ensure that the disclosures and opinions given are fair and reasonable, none of the directors, employees, affiliates or representatives of Bonanza portfolio Ltd shall be liable. Research report may differ between Bonanza portfolio Ltd RAs and other companies on account of differences in, personal judgment and difference in time horizons for which recommendations are made. Research entity has not been engaged in market making activity for the subject company. Research analyst has not served as an officer, director or employee of the subject company. Research analyst have not received any compensation/benefits from the subject company or third party in connection with the research report

Bonanza Portfolio Ltd. Bonanza House, Plot No. M-2, Cama Industrial Estate. Walbhat Road, Goregaon (E), Mumbai – 400063 Web site: <https://www.bonanzaonline.com>

SEBI Regn. No.: INZ000212137

BSE CM: INB 011110237 | BSE F&O: INF 011110237 | MSEI: INE 260637836

| CDSL: a) 120 33500 |

NSDL: a) IN 301477 | b) IN 301688 (Delhi) | PMS: INP 000000985 | AMFI: ARN -0186

2018 [Bonanza Portfolio Ltd.](https://www.bonanzaonline.com)