

Date: 8TH FEB 2021

NIFTY



One would have never thought that Nifty50 will gain more than nine percent after an immediate week where the index dropped almost five percent.

Nifty50 on the daily chart has witnessed a sharp V shape reversal rally and closed above its 21-day exponential moving average. The index remains above the long-term moving averages of 50, 100, and 200-day simple moving averages.

The Nifty sailed past the 15000 mark intraday for the first time and later on witnessed some profit booking on Friday's trading session. Foreign portfolio investors invested in capital worth \$194.8 million in equities on Friday.

INDIA VIX for the fourth consecutive day closed below 24 levels which indicates volatility is loosening its grip. Momentum oscillator RSI (14) is reading above 70 levels with positive crossover on the weekly time frame.

After a sharp rally, there is a more probability of sideways range or some profit booking in the benchmark index in the coming trading sessions. On the higher end resistance is pegged near 15100 levels and support is placed near 14600 levels.

BANK NIFTY



It was a historic week for the Bank Nifty where the index jumps for more than sixteen percent in a week and registered its life time high levels at 36615.20.

Bank Nifty has given a horizontal trend line breakout above its previous anchor point on the weekly time frame and currently trading at uncharted territory with a rise of more than 5000 points from its previous week's closing price.

Momentum oscillator RSI (14) is reading above 70 levels with positive crossover on the weekly time frame. As the majority of indicators are reading at or above their overbought zones sharp volatility can be witnessed in further trading sessions.

After registering its lifetime high on the Friday trading session index witnessed a sharp profit booking and formed a bearish gravestone Doji candlestick pattern on the daily interval.

After a sharp rally, there is a more probability of sideways range or some profit booking in the banking index in the coming trading sessions. On the higher end resistance is pegged near 36600 levels and support is placed near 33500 levels.

Sector Look: NIFTY FMCG



Nifty FMCG is forming a higher highs higher lows formation on a weekly scale .21 days simple moving average is acting as a strong support which is placed around at 34250 level on daily time frame.

The stock closed 4.60 % percent higher at 34644.50 level and formed a bullish candle in the weekly chart. The strong buying was witnessed in index which forced bulls to overtake bears and have closed above its previous week high.

Index is trading above all the indicators and oscillators in the weekly time line. Momentum Oscillator RSI (14) is reading near to 60 levels with positive crossover, which is positive for the index in the daily chart.

On the lower end supports are seen at 34250/33600 on weekly chart. On the higher end break of 35000 will open the gate for 35375 levels in coming weeks.

Weekly Stock Idea: LUXIND



On the Weekly chart, Luxind is trading in a higher high higher low formation. A recent spurt in prices has shown positive optimism for the stock.

21 days simple moving average is acting as a strong support around at 1630 levels on daily time frame. Overall sentiments looks positive as stock has shown strong strength towards upside.

The stock closed 1.93 percent higher for the week and closed at 1670.30 and formed a strong bullish candle on the weekly scale suggesting bulls are holding a tight grip.

Momentum Oscillator RSI (14) is reading above 60 levels with positive crossover, which is positive for the stock in daily time line.

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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SEBI Regn. No.: INZ000212137

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

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Weekly Market Strategy

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