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NIFTY



Key observation

On Friday, Nifty opened gap up at ~22766 and then making a new 52 week high at ~22795. It was seen that after making a fresh all time high nifty started to lose its bullish strength and it started falling. But in 2nd half buying was witnessed when nifty was trading around 22350 which led nifty to close at ~22476. The weekly chart for nifty shows a doji candle meaning it will be indecisive but since buying was seen from lower levels which indicates sideways to bullish momentum. Also, on weekly timeframe higher highs and lower lows formation is there which means we can expect nifty to be sideways to bullish in the upcoming week. Immediate support is seen at 22300 while option data indicates 22800 as a strong resistance.

Therefore, it is considered to reduce short positions and to trail stops at 22300 on a closing basis for long positions. The RSI (14) is at 65 signalling sideways to bullish market and also price trading above super trend. Option data indicates the immediate range to watch is btw 22300-22800, indicating a buy on dip strategy until 22200 is taken out on downside.

Key levels to consider for coming week

R1 22700	S1 22300
R2 22800	S2 22200

NIFTY BANK



Key observation

On Friday, Bank Nifty opened gap up at ~49375. It started losing its bullish strength in the first half itself which led it to close at ~48934. The weekly chart for bank nifty shows a bullish candle which is giving a breakout of ascending triangle pattern which indicates sideways to bullish momentum for the upcoming week. Immediate support is seen at 48500 while option data indicates 49500 as a strong resistance. If it does break below 48000 based on closing basis then short position can be considered but until then long position with a stop loss of 48200 is suggested.

Option data for the week suggests a price range of 48500-49500. On the indicator front RSI (14) is trading at 59 indicating a balance outlook. Also, price trading above super trend indicates sideways to bullish momentum.

Key levels to consider for coming week

R1 49500	S1 48500
R2 49800	S2 48200

Sector Look: NIFTY FINANCIAL SERVICES INDEX



Key observation

Among all indices Nifty financial services (+2.08%) is amongst the top gainers, after some downside in first half of previous month, currently nifty financial services index witnessed a rally on upside with this it is now trading above 10 EMA as well as near all-time high so far in April series nifty financial index was up by almost 6% from its month's low (20694) outperforming the benchmark nifty 50 index which is flat (1.24%) during the same period. The ongoing setup after breakout is suggesting a further move can't be ruled out on upside

Price action indicating a bullish formation that is breakout is seen out of ascending triangle, indicating a positive trend in the index as well as closing above daily & weekly opening is giving a confirmation of further sideways to bullish momentum could be witnessed at least for short term, nevertheless momentum indicator RSI is hovering towards upward trajectory & is above 60 on weekly scale, Also index is above 10 period EMA suggesting the upward movement is expected to continue in near term.

On indicator front RSI (14) is reading at 63 on daily scale. Apart from that it is now trading above 5 & 20 EMA & super trend is also in bullish mode on daily time frame as well, going ahead the strategy should be **Buy on dip**

Key level to consider for coming session

R1 22000 S1 21700

R2 22150 S2 21550

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