

NIFTY (9984.80)

Taking cues from global equity market, our benchmark index NIFTY opened on positive note with a gap up opening of 26 points at 10043 marks, against previous closing of 9985 marks. NIFTY posted day high i.e.10067 mark and ever since then it traded sideways leaving any directional cues. Sudden ‘SELL-OFF’ during the second half, dragged index to lower levels resulting into erosion the gains of last two trading sessions. Thus NIFTY posted day low i.e.9956 mark, more than 100 points off day high. On sectoral front, it was across the board selling led by PSU banking and Realty indices as those lost 2.40% and 1.93% respectively. On other hand, IT index that bucked the trend as it rose 0.55% for the day. Thus NIFTY lost 10000 mark and closed at 9985 mark losing 32 points (or 0.32%) for the day.

NIFTY Daily Chart



(Source : Spider IRIS Plus)

Observation

- 1) 8 & 21day EMA is placed at 9950 & 9944 levels while 89day EMA and 200day SMA is placed at 9799 and 9340 levels respectively.
- 2) Directional indicator gave a positive crossover while Stochastic gave negative crossover.

Expectation

We continue with our cautious to avoid stance on index at current juncture. Today's sudden selling at higher levels proved us to be sitting on right side of the market. Talking about level specific, 9950 mark would act as immediate support for NIFTY. A decisive break below 9950 mark would result into more downside. In that instance, we anticipate NIFTY to test 9800 mark. On flipside of the coin, 10000 – 10050 range would act as immediate resistance.

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