

Nifty Futures (1 month series):(4405)

Nifty futures opened with a positive gap on strong global cues and it closed the day with a gain of 34.75 points on a day of steady move leaving behind a marginal bullish gap of 2 points. Technically, the next target and resistance is pegged at 4435 level above which it will gain fresh momentum and may then move up to 4500 level. Its immediate support is now at 4385 and a breach of that level may take it down to 4345. A decisive breach of the 4300 at this juncture, however, will signal weakness and the downswing may then gain momentum. The auto sector was in for profit taking and though the small caps, power and banking sector signaled fresh bullishness, IT sector appeared relatively subdued after the strong move on the previous trading day. The result of the IT major Infosys scheduled for tomorrow is likely to influence the trend for coming days so caution is advised.

Resistance: 4435, 4460, 4500, 4512

Support: 4385, 4345, 4330, 4313, 4300

State Bank (1570.95): This counter has a strong support in the 1540 region and long positions may be taken on dips with a stop below 1534 for an initial likely target of 1600 and above that 1620. The optimistic target for this swing is 1670 and above this level it will gain fresh momentum. A decisive breach of 1525 at this juncture will however be bearish.

Resistance: 1580, 1600, 1620, 1670, 1700

Support: 1551, 1540, 1524, 1500, 1470

Reliance Industries (1710.95): This counter has been consolidating in the 1700 region for some time now and long positions may be taken in this region with a stop if 1687 is decisively breached for an initial target of 1740 and above that, 1765. It is likely to gain fresh momentum above 1765.

Resistance: 1726, 1740, 1748, 1765, 1780, 1800

Support: 1700, 1687, 1676, 1650

BHEL (1579.1): This counter has signaled a strong uptrend and long positions may be taken on dips around the support at 1550 with a stop below 1538 for a likely target of 1620 and above that 1635. A decisive breach of 1510 at this juncture will be bearish.

Resistance: 1600, 1620, 1635, 1650

Support: 1550, 1538, 1515

Note: All prices relate to NSE spot prices unless otherwise stated. Stop loss is a risk control mechanism and should always be there since it is a level which breached signals that the call has gone wrong and steps must be taken to put a stop to further loss. It also quantifies the risk.

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