

Nifty Futures (1 month series):(4079.05)

Though the weekly close for nifty futures was in the negative with a loss of 38.6 points, it closed in the positive on the last trading of the week with a gain of 26 points as it rebounded from 3990. The bulls and bears were both at wits end as it oscillated in a 65 point band, from one end to the other in a highly volatile session. The pattern that has emerged signals a short term bottom formation and given the global market cues, the market is likely to open in the positive and a gap open opening too may take place. It is likely to move up to the 4150 – 4167 region which is going to be the acid test for the bulls. It is likely to gain fresh momentum once that level is crossed decisively with volumes. On the lower side, immediate support is at 4060 and below that 4008. Caution is advised since the markets have been moving sideways for some time and a breakout in any direction is likely but the probability is higher on the upside.

Resistance: 4062, 4098 – 4102, 4155

Support: 4025, 4008, 3980, 3955

BHEL (2437.05): Long positions may be taken in this counter on dips as long as it sustains above 2420 with a stop below 2400 for an initial target of 2470 and optimistic target of 2500.

Resistance: 2445, 2470, 2500,

Support: 2420, 2400, 2360

Ad labs Films (460.55): This scrip is moving within a channel for the past few weeks and may give a breakout soon. Long positions may be taken on dips as long as the 440 support is not breached for a moderate target of 495 and an optimistic target of 515. It will gain fresh momentum above 520.

Resistance: 467, 480, 495, 500, 515

Support: 440, 421, 412, 401

TCS (1252.55): This counter is moving within a channel and has tested the lower part of the channel and is now moving up. The formation suggests that it has turned from an important support and is likely to test the 1300 region again. Long positions may be taken around the support of 1240 with a stop below 1224 for an initial target of 1295 – 1300 and an optimistic target of 1330.

Resistance: 1254, 1268, 1295-1300, 1313

Support: 1252, 1240, 1224, 1203, 1196

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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