

## **Nifty Futures (Front month series):(5454.9)**

In the last trading session, Nifty futures opened on a subdued note and took support at the 5420 region before moving up to the 5500 region. It was unable to cross the resistance at 5510 and profit booking at higher levels pushed it down again as it moved within a narrow range to close the day with a gain of 26 points. Most of the sectors closed in the positive though IT and Auto sectors were weak but Power, Capital goods and Metals performed well. Though it was a third day straight rise in the Front month February series on a closing basis, technically it was an inside day since the last day's range was encompassed within the range of the previous day. This also signals temporary cooling of bullish momentum. Today's market movement will be critical to ascertain further trend. Technically, 5070 is a strong support region for nifty on declines and a decisive breach of this level will spell trouble for the bulls which may lead to a retest of the 4900 levels too or 4500 below that. Its immediate support is now around 5420 -5380 region and below that at 5300 and 5250. A decisive cross above 5565 will enhance the bullishness and above 5630 fresh momentum will be signaled which may take it up to the 5700 region with resistance around 5670. The US and European markets are deep in the red on recessionary fears. Rest of Asia too has opened in the negative so there is likely to be a bearish opening for our markets too which may then chart their own course subsequently. High volatility may be expected today.

**Resistance:** 5460, 5510, 5565, 5630, 5700, 5775, 5854, 5890, 5940

**Support:** 5420, 5370, 5280, 5100, 5075, 4925, 4820, 4800, 4650, 4500, 4420

**Axis Bank (1059.7):** Short positions may be taken in this counter on rises if it is unable to move above 1090 with a stop above 1110 for a target of 1030 and 1010 below that.

**Resistance:** 1090, 1110, 1130

**Support:** 1060, 1032, 1010, 980

**HCL Tech (277):** Short position may be taken in this counter on rises with a stop above a decisive breach of 285 for an initial target of 268 and 262 below that. Fresh downswing is likely to take place below 259.

**Resistance:** 280, 284, 292

**Support:** 268, 262, 253, 240

**Jaiprakash Hydro Power (87.5):** Long position may be taken in this counter on dips preferably in the 82 region with a stop below a decisive breach of 76 for an initial target of 90 and 96 above that. Fresh upswing is likely to take place above 105.

**Resistance:** 88, 90, 96, 103, 105, 126

**Support:** 82, 76, 70

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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