

Market View

The benchmark indices continued its strong journey for the second consecutive day as huge buying was witnessed in metals, telecom, reality and power stocks which pushed the index to a 22-month high. The BSE Sensex closed at 17,686 up 127 points or 0.73% after making an intra-day high of 17,729. The Nifty went up 46 points or 0.87% to settle at 5,277. Among the broader indices, the BSE Midcap Index rose 1.2% and Smallcap was up 0.85%. The breadth remained very strong and the markets reported total turnover of Rs 86,370 cr.

Nifty Technical

Trend still remains positive but for further development nifty has to hold above 5,315 with strong positive breadth. The only concern is that the leaders in this strong rally like select metals and auto stocks have entered into the overbought zone and may face profit taking in coming days. Hence we could see the markets slightly cooling from here-on. So for further development markets need strong leadership in the index counters. **So be cautious if nifty slips below 5,230.**

For tomorrow support for nifty is at 5,230, if this point breaks then we could see slight pressure on the nifty which could drift towards the next important support of 5,160 / 5,110.

Trend could get weak only if nifty breaks the 5,230 levels and strong upbeat continues if nifty holds above 5,315.

NSE Short-term moving averages: EMA&SMA

NSE 5-Day Simple Moving Average	5213
NSE 20-Day Simple Moving Average	5111
NSE 50-Day Simple Moving Average	5015
NSE 5-Day EMA	5215
NSE 13-Day EMA	5151
NSE 20-Day EMA	5123

Important support levels for the benchmark indices

Index	Close	Support	Resistance
Sensex	17,686	17520-17405-17290	17800-17930
Nifty	5,278	5230-5195-5160	5315-5355

Stock Ideas

- 1) BHARAT FORGE (281) – Buy** from an investment view, counter showing sign of revival, strong support at 275 / 267 levels, if the stock holds above 285 in the near term then look for a target of 310 / 325.
- 2) JP HYDRO (79) – Buy** with a long term view, the stock has broken out of its consolidation phase, if the stock holds above 79 in the near term then look for a target of 84 / 91 / 97. Strong support at 74 / 72 levels.
- 3) IDFC (162) – Buy** with a long term view, counter showing strong sign of a big move happening, support at 157 / 153, if the stock holds above 163 in the near term then look for a target of 177 / 190 / 210.
- 4) ONGC (1208) – Buy** the stock has consolidated for a long time in the region of 1150 – 1225 and today is shown sign of breaking this trading range and giving a fresh breakout. Stop loss is placed at 1185 / 1160, if the stock holds above 1225 in the near term then look for a target of 1270 / 1355.

* Select banking counters like Allahabad Bank, Andhra Bank, IDBI and Union Bank are looking strong on charts and could perform well in coming days.

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