

Nifty Futures (Front month series):(4757.65)

Nifty future opened on a sanguine note but was unable to sustain above the 4800 levels despite repeated attempts to do though it maintained above the 4740 support when it declined post noon and it closed the day with a gain of 27.2 points in a fairly volatile trading session. Banking and Metals sector closed flat but Power and Capital goods lost further ground and IT, Healthcare and FMCG surged As per the provisional figures on the last trading day FII sold 393.41 crore but Domestic institutes were buyers to the tune of 265.39 crore. Technically, Last day was an inside day and today price expansion is likely to take place and set the trend. For today 4740 is the critical level and a breach of this level will signal more weakness and a likely test of 4665 below which 4600 and 4550 levels will come to play. The immediate resistance for nifty futures is now in the 4780 - 4800 zone and it must be decisively crossed for any semblance of strength. Above that 4900, 4965 and 5000 are strong supply levels. 5000 is a strong resistance and it must be crossed on a closing basing to signal that the worst is over. Markets have signaled weakness as it is unable to test the 200 ema having reached near it and retreated from near 5000 level and is unable to hold on to the 4800 support. The critical level where the 200 ema is posited is in the 5036 region. Till it closes decisively above 5040, any rally will be considered a pull back. The international cues are mixed this morning and markets here are likely to open flat and then chart their own course as the day progresses. Volatility may remain high as market seeks fresh direction and volumes are on a decline.

Resistance: 4780- 4800, 4935, 4990, 5000, 5050

Support: 4740, 4700, 4665, 4600, 4550, 4500, 4480, 4400

BEL (1132.35): Long positions may be taken in this counter on dips preferably in the 1110 region if it continues to support with a stop below a decisive breach of 1070 for a target of 1165 and 1200 above that.

Resistance: 1150, 1165, 1200, 1210, 1225

Support: 1110, 1100, 1080, 1055

Jindal Steel & Power (1940.45): Short positions may be taken in this counter if it is unable to move above 2000 on upswings with a stop above a decisive cross above 2045 for a target of 1900 and 1860 below that.

Resistance: 1985, 2000, 2040, 2100

Support: 1900, 1860, 1810, 1800

Infosys (1522.5): long positions may be taken in this counter on dips preferably in the 1500 region with a stop below a decisive breach of 1474 for a target of 1545 and 1570 above that.

Resistance: 1545, 1570, 1600, 1630

Support: 1500, 1470, 1450, 1420

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.

Disclaimer

This document has been prepared by Religare Securities Limited (Technical Research Department). This is not an offer to buy or sell or the solicitation of an offer to buy or sell any security or to participate in any particular trading strategy or as an official confirmation of any transaction. The views expressed are those of analyst. The information contained herein is from publicly available data or other sources believed to be reliable or developed through analysis. No representation or warranty, express or implied, is made as to the accuracy, completeness or fairness of the information and opinions contained in this document. Religare accepts no obligation to correct or update the information or opinions in it. Religare may discontinue research coverage of a subject company or change the opinion(s) without notice. The investment discussed or views expressed may not be suitable for all investors and certain investors may not be eligible to purchase or participate in some or all of them. Religare recommends that investors independently evaluate particular investments and strategies. The user assumes the entire risk of any use made of this information. Neither Religare nor any of its affiliates, directors, employees, agents or representatives shall be liable for any damages whether direct, indirect, special or consequential including lost revenue or lost profits that may arise from or in connection with the use of the information. Religare and its affiliates, officers, directors, and employees may from time to time, effect or have effected an own account transaction in, or deal as principal or agent in or for the securities mentioned in this document. They may perform or seek to perform investment banking or other services for, or solicit investment banking or act as advisor or lender / borrower to such company (ies) or have other potential conflict or interest with respect to any recommendation and related information and opinions. The recipient should take this into account before interpreting the document. This report is not directed or intended for distribution, publication, availability or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction, where such distribution, publication availability or use would be contrary to law regulation or which would subject Religare and affiliates to any registration or licensing requirements within such jurisdiction, persons in whose possession this document comes, should inform themselves about and observes, any such restrictions. **Copyright in this document vests exclusively with Religare.** This information should not be reproduced or redistributed or passed on directly or indirectly in any form to any other person or published, copied, in whole or in part, for any purpose, without prior written permission from Religare. We do not guarantee the integrity of any e-mails or attached files and are not responsible for any changes made to them by any other person.