

Nifty Futures (Front month series):(4527.95)

Nifty future moved past the 4500 mark and has closed above it despite a weak opening and a highly choppy session. FED has left the rates unchanged and has signaled no increase anytime soon. Wall Street welcomed it and the key indices zoomed more than 2.5% in a broad based rally as some of the fears about the economy were also assuaged. Oil dipped to below 119 mark on demand concerns. European markets have rallied 2-3 % mainly on oil drop. Asia has opened on a buoyant note and is trading in the green this morning and some markets having gains nearing 3%. Returning to the domestic turf, Sectors closed mixed on the last day with Banks, Auto, Cement, IT and Realty rallying but Metals and Consumer durables were subdued. As per the provisional data, FII were seller and DII were buyers on the bourses on the last day. Technically, the last day was a wide and outside day as the range of Nifty future yesterday encompassed the previous day's range and on a weekly basis also the breakout has been on the higher side signaling some more upmove. 4555 and 4590 are the immediate resistance but the strength of the swing signals that it is likely move up to the level of the 200 ema posited in the 4740 region, which incidentally is also the 38 % retracement level of the total downswing from 6336 achieved on 9th January this year to the low of 3761 hit on 16th July, in this move. Before doing so it has to cross some hurdles in the 4610-4630, 4690 and 4700 region. On dips it is likely to get support in the 4500, 4455, 4400 and 4360 region. A decisive breach of 4300 will, however, be bearish at this juncture. Markets are likely to open on a buoyant note on positive global cues and a gap up opening cannot be ruled out. They may then chart their own course as the day progresses. Volatility may remain high so make the best of it.

Resistance: 4440, 4500, 4550, 4600

Support: 4400, 4340, 4300, 4250-4230, 4200, 4190

ABB (849.25): Long positions may be taken in this counter with a stop below a decisive breach of 820 for a target of 865, 890 and 905. It is likely to gain fresh momentum above 905 and may then move up to 936.

Resistance: 850, 865, 890, 900, 905, 936, 940, 975

Support: 845, 830, 820, 800

Satyam Comp. (399.8): Long positions may be taken in this counter with a stop below a decisive breach of 389 for a target of 415, 424, 431, and 440. It is likely to gain fresh momentum once it can cross the 440 level decisively and may then move up to 465.

Resistance: 400, 406, 415, 424, 431, 440, 465

Support: 394, 390, 383, 380

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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