

Nifty Futures (1 month series):(4214.85)

Nifty futures rallied to close above the 4213 level. The bears were taken by surprise as nifty advanced after consolidation in early trades and as it surged beyond the 4172 level, they ran for cover. The discount of nifty futures to spot has ceased and nifty futures was at a marginal premium to spot at the closing. There has been a drop in the open interest too signaling widespread short covering. Technically, it was a wide range day, engulfing the total range of the previous day. A close above 4213 has signaled a bullish breakout but confirmation is needed on the next day. The immediate support for it is now in the 4185 – 4192 range and below that, 4172. A decisive breach of 4172 level at this juncture will signal weakness. The upward movement will gain strength above 4230. The next likely target would then be 4310 with some resistance at 4250 and 4300.

Resistance: 4230, 4250, 4300, 4312

Support: 4213, 4192-4185, 4172, 4163, 4150.

McDowell (1191.05): This counter has signaled a bullish breakout above 1172 and has a strong support in the 1150 region. Long positions may be taken on dips in the 1172 – 1150 region with a stop below a decisive break of 1140 for a target of 1300 with some resistance at 1226.

Resistance: 1200, 1226, 1300, 1310

Support: 1185, 1172, 1150, 1140, 1125

JSW Steel (595.8): This counter has signaled a bullish breakout above 590 and long positions may be taken on dips in this region with a stop below 584 for a likely target of 609 and above that, 624.

Resistance: 600, 609, 624

Support: 590, 584, 580, 572

Dish TV (106.5): Long positions may be taken in this counter on dips with a stop if 94 is decisively breached with an intermediate time frame for an immediate target of 126 and an optimistic target of 143.

Resistance: 110, 115, 122, 126, 143

Support: 100. 94, 90

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. **Copy right 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.