

Nifty Futures (1 month series):(4128.4)

The disconnect with the major global markets continued on Monday too as Indian markets grappled with their own specificities and while the other pan Asian markets boomed, nifty futures closed the day with a loss of 15 points. The movement of nifty futures has been range bound for the past few days with major resistance at the 4200 level which it is unable to overcome. The upward movement is now festered with many resistances which it needs to cross decisively for signaling bullishness. Though the immediate resistance is now at 4138, 4152 and 4169, the strong supply region remains between 4187 – 4192 which needs to be decisively crossed to signal strength and the 4213 level which will be the acid test for bulls. Till such time that it decisively crosses 4213 any rally will be considered to be only corrective in nature. On the lower side, the important support now is between 4115 - 4107. 4081 – 4070 is the critical support zone which should not be breached on downswings if nifty is to remain bullish. A decisive breach of 4070, however, will signal continuation of the downswing. The volatility is likely to increase till the markets get a direction so caution is advised.

Resistance: 4138, 4152, 4169, 4187 – 4192, 4213

Support: 4115, 4107, 4070, 4053, 4000

Corporation Bank (304.1): This counter has a strong resistance in the 311 – 314 region. Short positions may be taken if it is unable to cross this region on rises with a stop above 315 for a target of 296. A decisive move above 315 at this juncture will, however, signal fresh bullish momentum.

Resistance: 306, 311 – 314, 320

Support: 301, 296, 293, 290.

Rolta (422.45): This counter has signaled strong buying interest around the 410 level so if this level holds on dips, long positions may be taken around this region with a stop below 406 for a target of 433. It will gain fresh momentum above 436.

Resistance: 428, 433, 436, 445

Support: 416, 410, 406, 400

Grasim (2376.2): It was unable to move above 2450 for two consecutive days and has signaled weakness below 2400. Short positions may be taken on swings if it is unable to cross 2400 with a stop above 2425 for a target of 2335.

Resistance: 2385, 2400, 2426, 2450, 2500

Support: 2350, 2335, 2300.

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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