

## Technical Call

### Market View

The benchmark indices surged higher on broad based buying in index pivotal and positive global cues. The Sensex jumped 409 points to close at 16,849 and the Nifty advanced 122 points to close above the 5K levels after 14 trading sessions at 5,003 or 2.5%. All the sectoral indices ended in green. Huge buying was seen in Metal, IT and capital goods stock. The breadth was strong and the markets reported turnover of Rs 1,10,842 cr. The Nov nifty future ended with 10 points premium. Commodities also rallied in the international markets on the back of dollar weakness. Gold made an all-time high at \$1117.45 an ounce. Spot Silver was up 2.5% to \$ 17.64/ounce. Crude gained \$ 0.36 at \$ 79.41/barrel.

### Nifty

The Nifty has gained more than 10% in the last six trading sessions and is still giving a strong evidence of continuation of the pull back rally going ahead. Markets are currently trading in a very volatile manner and strict stop-loss should be applied for every transaction traded.

Technically if Nifty holds the 4,905 level in the near term then it's quite possible that markets might retest the Oct highs of 5,181. Currently markets need consolidation and a strong base formation in the region of 4,700-4,900 before heading for a new breakout. For tomorrow, strong support for Nifty is placed at 4,945-4,910 region and resistance comes in the region of 5,040-5,070. If the markets get pass 5,070 then even 5,250 is possible in coming days.

#### NSE Short-term moving averages: EMA&SMA

NSE 5-Day Simple Moving Average	4,869
NSE 21-Day Simple Moving Average	4,926
NSE 50-Day Simple Moving Average	4,895
NSE 5-Day EMA	4,887
NSE 13-Day EMA	4,866
NSE 21-Day EMA	4,882

#### Important support levels for the benchmark indices

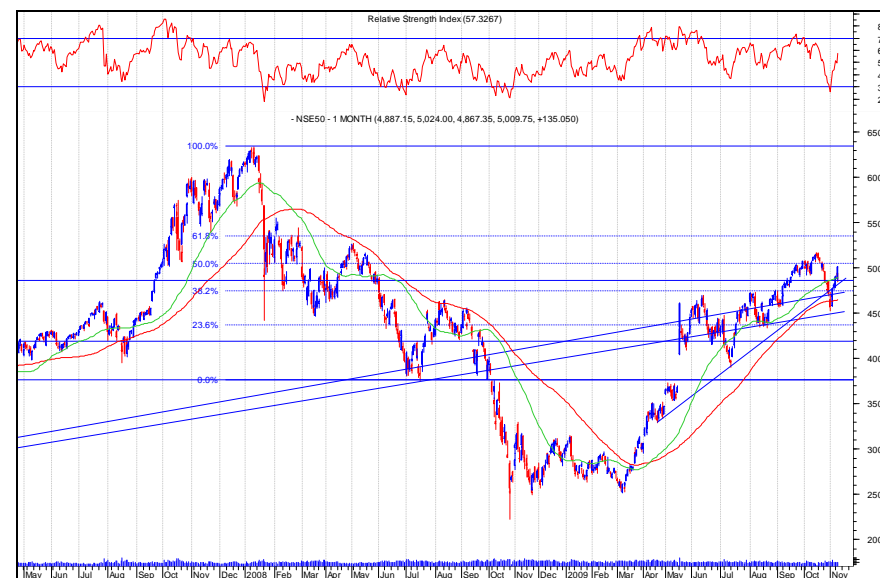
Index	Close	Support	Resistance
Sensex	16,849	16780-16640-16520	16970-17080-17230
Nifty	5,003	4985-4940-4905	5040-5075-5120

### Stock Idea

- 1) **LT (1637)** – Buy and hold with a stop-loss of 1590, if the stock holds above 1680 in the near term then look for a target of 1780+.
- 2) **REL CAPITAL (833)** – Buy and hold with a stop-loss of 805 from a short term trading view and 780 is the next lower point below which one should exit the stock and on the higher side if the stock holds above 845 then look for 880-915.
- 3) **UNITECH (89)** – Buy with a stop-loss of 87, if the stock holds above 90 then witness huge short covering happening and target looks 95-99.
- 4) **WELSPU GUJ (284)** – Buy and hold with a stop-loss of 275, if the stock holds above 295 in the near term then look for 315.

### Nifty Futures Daily Chart

Hold long positions with a stop-loss of 4,860 and ride the current pullback rally. If Nifty future maintains above 5,075 then the next level could be 5,250 or even 5,370. **Trend Reversal: Below 4,905 and positive move if holds above 5,075.**



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The Group is headed by Mr. Dilip Bang and Mr. Kishore Bang who bring forward industry expertise, insight and most importantly, create an environment of unmatched commitment to clients.

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