

14th Sept, 2018

STOCK /COMMODITY/FOREX/WEALTH MANAGEMENT
NIFTY: 11515.20 (+1.28%)

Benchmark indices managed to close the session on a very strong note with Nifty closing above 11,500-mark. At the close of market hours, the Sensex ended up 372.68 points or 0.99% at 38090.64, while the Nifty closed higher by 145.30 points or 1.28% at 11515.20. The price action formed a Bullish Hammer pattern on the daily chart indicating presence of buying demand around 11500 , as a 350 -point decline in preceding two sessions led prices to oversold territory . In the coming session, the index is likely to open above friday's high (11520). Structurally, the Nifty is likely to prolong the ongoing corrective phase over the next few weeks and form a higher base around 11200 . In the current context, after eight week's rally from mid -July low of 10807 , the index entered a corrective phase, thus maintaining its rhythm.



BANKNIFTY: 27163(0.64%)

The Bank Nifty formed a hammer candlestick pattern near 100 Day SMA on daily chart and today we witnessed a sharp rally on upside with Bank Nifty closing above 27100 , 344 points up. The price action formed a bullish hammer candle with a small real body and long lower shadow signalling buying demand emerges near the strong support area of 27100. A follow through strength above Friday 's high (27205) will signal a pause in the current corrective decline and open upside towards 27500 in coming sessions as it is the 50% retracement of the current decline (28388 to 26555). The current corrective leg is seen as the secondary correction of the overall up trend. We expect the index to form a higher base in the current correction around 26800. In the coming weeks, we believe the Bank Nifty will enter a consolidation phase in the broad range of 26500-27500, thus forming a base for the next leg of up move.



Recommendation Stock for the WEEK

Script Name –BAJAJ AUTO	BUY ABOVE -2930	TREND - BULLISH	TARGET - 3100	STOPLOSS – 2780
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CANDELSTICK CHART – BAJAJ AUTO



R1 -3025	R2 – 3130	PIVOT – 2835	S1 – 2810	S2 – 2730
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JUSTIFICATION

BAJAJ AUTO TREND POSITIVE AFTER TAKING SUPPORT AT 2700 LEVEL. SHARE GIVE BREAKOUT OF 100DAY SMA AND SUSTAINING ABOVE THAT.

Script Name – RBLBANK	BUY ABOVE -615	TREND - BULLISH	TARGET- 650-660	STOPLOSS – 580
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CANDELSTICK CHART – RBLBANK



R1 – 650	R2- 680	PIVOT -604	S1 –590	S2 -570
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JUSTIFICATION

SHARE TOOK MULTIPLE SUPPORT NEAR 590 WHICH IS CONFLUENCE OF 100DAY SMA AND UPPER TREND LINE OF CONSOLIDATION.

For any queries, suggestions and Feed back, kindly mail to info@capitalways.com

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