

MARCH 30, 2016



<b>Resistance</b>	R1 7740	R2 7800
<b>Support</b>	S1 7700	S2 7650

**Market outlook:**

After two days of consecutive sell off Indian market shown a gap up opening. Finally in today’s trading session bulls smashed the 7700 level. Nifty and banknifty gained over 1.5%. The Nifty saw intense buying from start to finish and scale up to 7749 and close at 7742. The overall market reflected the all round enthusiasm and nifty managed to close at near day’s high. Almost all sector index ended in the green. PSU banking sector and nifty reality sector gained over 4 %. Metals, bank and pharma gained 2.5-3 %. Infra, financial services, midcap gained over 2% each.

**Technical Outlook:**

India market took a gap up opening and bulls showed enormous strength throughout the trading session and ruin 7700 level. Nifty has pulled itself up by its bootstrap above 7650 mark. On hourly charts one can clearly see “Higher Highs Higher Lows” which depicts the strength of bulls. Option data is showing band shifting. Significant amount of put writing was also seen in 7700 PE and great amount of long build-up also seen in 7750 CE before expiry which also adds comfort for bulls.

**Relative strength index:** RSI on daily chart stands at 64.35 level which is a good sign for bulls for upcoming trading sessions.

**Moving averages:** 10 days EMA stands at 7630 which is acting as a strong support for nifty.

**Strategy for the Trader:** Market is in range bound session with slight positive bias. Intraday traders are advised to go long for the next trading session with stop loss of 7650 positional traders can opt buy on dips strategy and can go long with a stop loss of 7600

**Drafted By:**

Equity research team  
Investment research advisor

