

MARKET DAILY OUTLOOK

FEBRUARY 24, 2016



Resistance	R1 7050	R2 7135
Support	S1 7000	S2 6970

Market outlook:

Indian market shown a gap down opening amid the mixed global cues. Great strength was shown by bears in today's first trading session. Bulls tired to cross the important psychological level of 7100 but failed completely. In the first half of the trading session bulls shown some strength but couldn't stand at 7100 level and nifty tumbled from the day's high.

In second half of the trading session bulls were completely knocked off by the bears and bears managed to close near days low. Nifty slips almost 100 points from the day's high. The weakness was lead by Metal, Pharma and banking sectors.

Technical Outlook:

In the first half of the trading session nifty hovering near 7050 level but bulls lost their strength in the second trading session and 7050 level was significantly ruined by the bears.

A big red candle was seen on the daily chart, which is a good sign for a bear run.

Relative strength index: RSI on daily chart stands at 36 level which provides comfort to bears for the upcoming trading sessions.

Moving averages: 10 days EMA stands at 7158 which is acting as a strong resistance for nifty.

Strategy for the Trader: Market is in range bound session with slight negative bias. Intraday traders are advised to go short for the next trading session with strict stop loss of 7135. Risky positional traders may adopt buy on dips strategy with a strict stop loss of 6950 on closing basis.

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