

WEEKLY TECHNICALS



BP WEALTH

29th August, 2022

Summary

- NIFTY finding resistance at falling resistance trendline.
- BANKNIFTY trading near upper boundary of prolonged sideways consolidation.
- NIFTY AUTO forms second consecutive indecisive candlestick pattern.
- NIFTY FMCG trading in tight range post breakout.
- NIFTY PHARMA breaks intermediate upsloping trendline support.
- NIFTY IT faces immediate resistance at 20 WEMA.
- NIFTY METAL forming indecisive candlesticks pattern at 61.8% retracement level.

SECTOR	VIEW	STOCKS	
METAL	NEUTRAL	1. TATASTEEL 3. NALCO 5. SAIL	2. JSWSTEEL 4. JINDALSTEL
BANKING	BULLISH	1. AXISBANK 3. HDFCBANK 5. KOTAKBANK	2. ICICIBANK 4. HDFC
IT	NEUTRAL	1. INFY 3. TCS	2. WIPRO 4. HCL TECH
FMCG	BULLISH	1. MCDOWELL-N 3. BRITANNIA 5. VBL	2. COLPAL 4. ITC 6. NESTLEIND
AUTO	BULLISH	1. M&M 3. MARUTI	2. HEROMOTOCORP 4. TVS MOTORS
PHARMA	NEUTRAL	1. SUN PHARMA	2. CIPLA

RELATIVE ROTATION GRAPH



IMPROVING QUADRANT	LEADING QUADRANT
<ul style="list-style-type: none"> NIFTY IT holding firm In improving quadrant but lacking momentum. Nifty Realty shows improvement in overall strength and momentum. 	<ul style="list-style-type: none"> Nifty PSUBK has entered into Leading Quadrant from Improving Quadrant highlights inherent strength and momentum. Nifty Bank continues to showcase momentum and strength. FMCG & Auto shows underperformance.
LAGGING QUADRANT	WEAKENING QUADRANT
<ul style="list-style-type: none"> Nifty Media at crucial point, near the line of Improving quadrant. Metal index shows improvement in overall strength and momentum. Pharma index continues to underperform. CPSE & Energy entered into lagging quadrant highlights improvement in overall strength. 	

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NIFTY SPOT : IMMEDIATE SUPPORT AT 17300—17000

LTP : 17559

SUP :17300-17000-16800

RES: 17800-18100-18300

Nifty 50 Index - 1W - NSE



Source: Trading view

Technical View

1. The index opened with a negative gap down and traded in a defined range throughout the week ending the week with mild loss.
2. Index has reversed finding resistance around the falling resistance trendline which hint a caution on an ongoing trend.
3. Decisive breakout from the resistance trendline is significant for index to continue its upward move.
4. The weekly RSI placed around crucial level, sustenance above 60 readings is imminent to continue the upward momentum.
5. Going forward index has an immediate support around 17300 zone, breakdown from the same shall accelerate selling pressure towards 17000-16800.

Key Data	
% Change (D)	0.21
% Change (W)	-1.12
21 SMA (D)	17487.55
21 SMA (W)	16687.50
100 SMA (D)	16643.05
100 SMA (W)	15863.25
MACD (D)	271.45
MACD (W)	142.63
RSI (D)	60.79
RSI (W)	58.01

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BANKNIFTY SPOT : IMMEDIATE SUPPORT AT 38750-37400

LTP : 38987

SUP: 38750-38250-37400

RES: 39600-39900-40500

NIFTY BANK - 1W - NSE -



Source: Trading view

Technical View

1. The banking index opened the week with gap down but managed to re-covered from the lows as the week progressed and ended the on a flat note.
2. The index has been trading in wide range from past many weeks and recently index has facing resistance around the higher boundary of the sideways range.
3. The Relative strength (RS) line has witnessed breakout from the contracting pattern. Sustenance above the same will signal outperformance to continue compared with benchmark index.
4. The Relative Strength Indicator trading into positive territory which highlights inherent strength in price.
5. Going forward the index to continue its upwards momentum index need to surpass and sustain above the prolonged consolidation range.

Key Data	
% Change (D)	0.09
% Change (W)	0.00
21 SMA (D)	38429
21 SMA (W)	35885.55
100 SMA (D)	35787.10
100 SMA (W)	34563.70
MACD (D)	778.52
MACD (W)	630.00
RSI (D)	64.26
RSI (W)	61.80

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NIFTY FMCG: IMMEDIATE SUPPORT AT 42350-42000

LTP : 42769 SUP : 42350-42000-41850 RES : 43200-43670-44350

NIFTY FMCG - 1W - NSE



Source: Trading view

Technical View

1. The index opened on a flat note and traded in narrow range throughout the week ending the week with minor loss.
2. On the weekly timeframe, the price action is hovering above the breakout levels. The three plus tight weekly closing hints strong momentum likely to emerge on the either side of the breakout.
3. The Relative Strength Indicator placed around the neutral zone, strong momentum in price will provide fresh upmove from the neutral readings and will indicate FMCG index to outperform the head index.
4. Going forward its is important for index to registered a breakout from the 4 week consolidation to continue its upward rally or else index likely to witness some profit booking in this counter.

Key Data	
% Change (D)	-0.14
% Change (W)	-0.41
21 SMA (D)	42779.85
21 SMA (W)	39544.65
100 SMA (D)	39343.90
100 SMA (W)	36405.45
MACD (D)	479.18
MACD (W)	1491.36
RSI (D)	57.78
RSI (W)	66.41

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NIFTY IT: IMMEDIATE SUPPORT AT 28200-27700

LTP : 28692 SUP: 28200-27700-27000

RES: 29050-29500-30100



Source: Trading view

Technical View

1. The index opened with minor gapdown and remained under pressure throughout the week closing session at the weekly low forming red wide bearish candlestick pattern.
2. The index reversed sharply finding stiff resistance around the 20 WEMA and closing beneath three weeks low.
3. The weekly RSI heading south after resisting around the mid band of the range which hints bearish sign for short term trend.
4. The Relative Strength (RS) line shows index underperformance the broader market and likely to do the same ahead as RS line breaks previous swing low.
5. Going forward it will be prudent for the index to break and trade above 20 WEMA to gain the upside momentum or else index likely to head lower.

Key Data	
% Change (D)	0.29
% Change (W)	-4.48
21 SMA (D)	29415.15
21 SMA (W)	29705.20
100 SMA (D)	29665.65
100 SMA (W)	29758.75
MACD (D)	141.03
MACD (W)	-1126.27
RSI (D)	44.82
RSI (W)	42.55

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NIFTY AUTO: IMMEDIATE SUPPORT AT 12800-12550

LTP : 12929 SUP : 12800-12550-12150 RES : 13330-13900-14200

NIFTY AUTO - 1W - NSE



Source: Trading view

Technical View

1. The auto index opened on a subdued note for the week and remained volatile throughout the week, closing the week near the opening price and with minor loss of 17 points.
2. On the weekly time frame, the price action has resulted in the formation of a consecutive high wave candlestick pattern after an exemplary strong up trend. The candle indicates that the buyers are losing its grip.
3. The weekly RSI, halted its upward trend around the overbought area highlights losing the strength momentum.
4. RS Line has been trending southward from last few weeks which denotes index losing its strength and index underperforming the head index.

Key Data	
% Change (D)	0.40
% Change (W)	-0.13
21 SMA (D)	12880.55
21 SMA (W)	11661.15
100 SMA (D)	11631.85
100 SMA (W)	10521.50
MACD (D)	168.00
MACD (W)	543.18
RSI (D)	56.93
RSI (W)	68.62

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NIFTY PHARMA: IMMEDIATE SUPPORT AT 12300-11700

LTP : 12580

SUP: 12300-11700-11400

RES: 12780-13100-13700

NIFTY PHARMA - 1W - NSE



Source: Trading view

Technical View

1. The index opened with gap down below 20 WEMA and scaled lower as the week went by to end the week near the weekly low with the loss of 200 points.
2. Index has witnessed breakdown from the intermediate rising trendline with in the descending channel which is bearish signal for short term trend.
3. The weekly RSI, has reversed to southward post finding resistance around the mid band reading which hints lack of strength.
4. The RS line has been declining from past couple of weeks and trending lower which denotes index underperforming the benchmark index and need strong price action to turn outperformer.
5. Going forward for index to scale higher, its is important for the index to registered breakout from the descending channel and closes above 20 WEMA.

Key Data	
% Change (D)	-0.10
% Change (W)	-1.71
21 SMA (D)	12796.45
21 SMA (W)	12793.85
100 SMA (D)	12763.25
100 SMA (W)	13185.20
MACD (D)	8.96
MACD (W)	-167.63
RSI (D)	43.73
RSI (W)	44.81

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NIFTY METAL: IMMEDIATE SUPPORT AT 5750-5500

LTP : 5903

SUP: 5750-5620-5500

RES: 5970-6050-6260

NIFTY METAL - 1W



Source: Trading view

Technical View

1. The metal index opened on a flat note for the week and remained volatile throughout the week, ending the week near the opening price with modest gains of 20 points.
2. On the weekly timeframe, the index has formed 2 consecutive indecisive candlestick pattern at the resistance of 61.8% retracement level which hints at indecision going forward.
3. The daily RSI is trading in the overbought zone while near the median on the higher timeframe showing no divergence against the price.
4. The Relative Strength indicator has been trading at neutral readings from past few week. Strong price action need for RS indicator to entered into positive territory.
5. Going forward index need to surpassed above 61.8% retracement level to continue its upward momentum.

Key Data	
% Change (D)	1.77
% Change (W)	0.33
21 SMA (D)	5696.15
21 SMA (W)	5544.75
100 SMA (D)	55147.75
100 SMA (W)	4895.95
MACD (D)	182.05
MACD (W)	-22.58
RSI (D)	67.54
RSI (W)	57.29

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