

Good Morning Friends,

April 13, 2013

From last 15 days Nifty was trading in range of 5500 to 5610 with low volumes. In other way we can say most unpredictable week where market did not follow any support or resistance in intraday trades.

Last week we did not generate any short call because we observed patron on chart of NIFTY (INDEX). Here I m going to explain reason behind chose bull trend where market sentiments are not good and people thinking that no hope for reversal.



I used NIFTY daily bar chart with time period from Dec, 2011 to yesterday April 12, 2013. Above given chart I used 2 retracements (One is from Dec, 2011 to recent high (indicate in sky blue) and other one is June, 2012 to recent high (indicate in light gray). 2 channel indication is also there( One showing bullish patron( June, 2012 to march, 2013 and other one showing bearish patron( Jan, 2013 to till date). I used one support line which draw between Dec, 2011 to June, 2012 and extended till date, One resistance line which draw between recent high (6080) to recent reversal (5968).

### Nifty Punch Advisory Services

Contact No.: +91-8947919291

E-mail: [niftypunch@hotmail.com](mailto:niftypunch@hotmail.com) , [gaurav@niftypunch.com](mailto:gaurav@niftypunch.com)

Web Site: [www.niftypunch.com](http://www.niftypunch.com)



Now I m explain reason behind bullish on NIFTY and avoid short positions from last few days.

- 1) Support line of Dec, 2011 to June, 2012 is now near to 5500 mark (from both levels (4600 and 4900) market gave us at least 15 to 20 percent up move in very short time of period).
- 2) Dec, 2012 to recent highs 38 percent retracement is at 5495 and holds it on closing basis (if market is in long term bullish patron than its good indication of healthy up move (correct 38 percent from highs to make new highs).
- 3) June, 2012 to recent highs 50 percent retracement is at 5466 and holds it on closing basis (50 percent retracement is always good support level of last up move, more than 90 percent chance for reversal to at least 76 percent which is near to 5800 mark).
- 4) We are trading in bearish channel and its lower line is near to 5500 mark( if hold lower trend line one closing basis than more than 90 percent change to touch upper line which is now near to 5725 mark) and still respect it on closing basis.)
- 5) GAP filling: currently market is filling GAP of 5466 to 5526 which was created because of gap up opening on 13/09/2012 due end of political uncertainty and FDI allowed in Retail by center Government.

**Conclusion:** 5450 to 5500 mark is a strong support like Ambuja cement wall for NIFTY for time being. We are near to 5500 and all above given reason simply say that have to take chance for up move as its probability is more than down side from current levels. This is only the reasons behind expecting a decent up move in coming days.

I mention some line from Dow Theory (Bible of Technical analysis): “The accumulation phase represent informed buying by the most astute investors. If previous trend was down, then at this point astute investors recognize that market has assimilated all the so called “Bad” news.”

My motivation to run this advisory service is produce best research for client so they can do trade with confidence and earn money with proper guidance.

**Nifty Punch’s vision is avoiding a single risky trade where we can lose money rather than we can earn money.**

We sincerely value your subscriptions and support.

Thank you.

Warm Regards,

**Gaurav Agarwal, Managing Partner**

+91-8947919297



**Nifty Punch Advisory Services**

Contact No.: +91-8947919291

E-mail: [niftypunch@hotmail.com](mailto:niftypunch@hotmail.com) , [gaurav@niftypunch.com](mailto:gaurav@niftypunch.com)