

November 13, 2018

Bottom Line: Nifty made a high near 10645 in the previous session but failed to gain momentum on the upside and later closed near the lower end of the range taking out gains of past 5 sessions.

Diwali picks - 4 stocks that can give strong returns despite the volatility in equity markets - [Get access here](#)

Attend the Most advanced training on Hurst's Time cycles, Elliott wave and Neo wave in Ahmedabad - [know more here](#)

Nifty daily chart:



Announcements:

“The Financial Waves Monthly Update” is now published. Understanding the overall trend of Nifty with the application of Neo wave. Understanding movement of World Market at Glance. Get to know the co-relation of Nifty with USDINR. Get to know where to invest this month. What is up with MCV Gold? Mutual Fund section Subscribe to “The Financial Waves Monthly update” and see yourself the long term forecasts.

Nifty 60 mins chart:



Wave analysis:

In previous update for Nifty we mentioned, **“Nifty has continued trading in a range of 10620 and 10540. Existing long positions can trail their stop towards 10470. As long as the range-bound action continues it is advisable to buy the outperformers”**

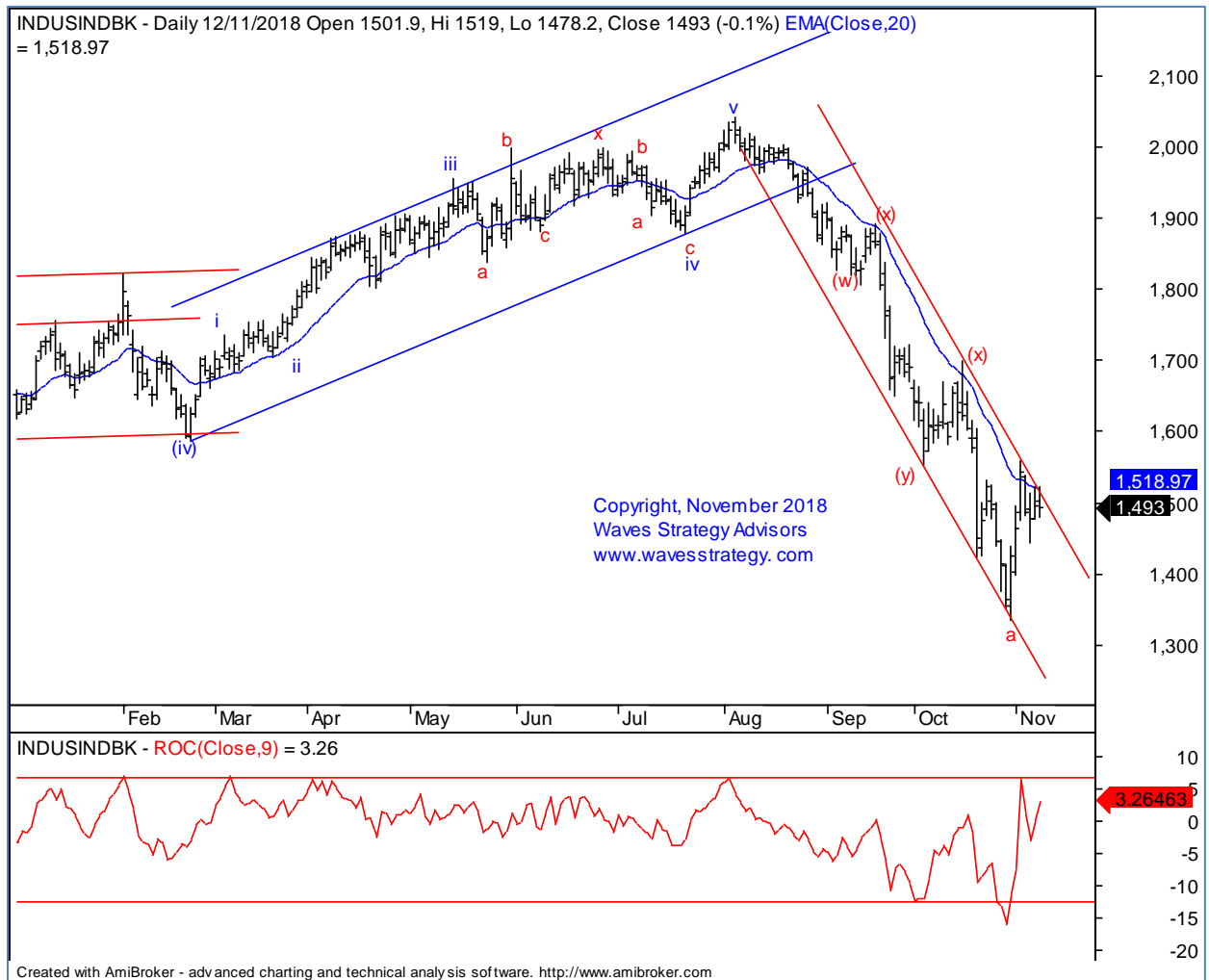
In previous trading session Nifty had a gap up opening and moved northwards for the first hour making a high near 10645. Prices quickly entered into red territory post the first hour and moved towards lower levels throughout trading session. During the final trading hour the selling pressure intensified and the Index closed negative losing 100 points. Most of the sectors closed on a negative note and Auto followed by PSU Banks were the major losers. IT sector was the only sector that closed positive. Participation has been reducing and this can be clearly measured by looking at the AD line which is still near its lows this clearly shows that the rally is not broad based which is in sync with our current corrective wave counts.

As shown on daily chart, prices in the previous trading session formed a red candle taking out the gains of almost past 6 trading sessions and closed exactly near the gap area of 2nd November. Now a close below yesterday’s low will provide a confirmation that wave (d) is completed on the upside. Prices are currently near the 20 days average and a decisive close below 10460 will turn the bias negative over the short term.

As shown on hourly chart, Prices have broken the support trendline and closed negative. Prices might have completed wave (d) on the upside and the next leg on the downside in the form of wave (e) has started. It is important to see a strong bar below 10470 to confirm that wave (d) is indeed over and wave (e) of the ongoing Triangle pattern has started which can take prices back towards the level of 10200 - 10250 on downside.

In short, Nifty has closed near the lower end of the range and a decisive break below 10470 will infuse selling pressure confirming that wave (d) is completed on the upside. Trade cautiously over next few days as we might again start seeing sharp moves in either direction without any meaningful trend.

IndusInd Bank daily chart:



IndusInd Bank 60 mins chart:



Wave analysis:

Just like every other stock, IndusInd Bank has also been trading within the range of 1442-1520 levels since the past three sessions which shows that a break of prices in either direction is required for a clear trend to emerge. In the previous session the stock moved sideways while closing the day with minor losses.

As shown on daily chart, the downward sloping channel has been working amazingly well and prices have not even breached the channel even once. We are showing ROC indicator which looks to be approaching the level from where prices have reversed previously as well. Let's see if the same happens even today or not. Keep a close tab on prices levels.

As shown on hourly chart, we are expecting flat corrective pattern formation within which prices have already retraced nearly 61.8% of wave a, and if we see prices breaking below 1450 levels that will mark the completion of wave b near 1541 and begin wave c on the downside, on the other hand a break above 1520 could take the prices higher and would continue wave b.

In a nutshell, a break above 1520 can take the prices higher towards 1600 levels, while a break below 1450 can take the prices lower towards 1400 or lower levels.

Charting tool: [Plot your chart on INDUSIND BANK](#)

Ashok Leyland daily chart:



Ashok Leyland 60 mins chart:



Wave analysis:

Nifty Auto index witnessed a selling pressure in previous session and closed by 2.44% on negative note. However, Ashok Leyland managed to sustain its grounds protecting its pivot lows.

As shown on daily chart, currently wave c of Irregular Flat correction is ongoing. Prices have retraced 61.8% of wave a. Further break above 122.50 levels can extend the rally towards equality with wave a i.e. near 132 levels.

93Day's Time cycle: On daily chart we are showing 93Day's Time cycle which has been able to capture major lows of this stock. Coincidentally the low formed near 101.65 was also captured by this cycle. Being in the first half of cycle we can expect range-bound to positive movement in coming session considering the past behavior with respect to prices.

As shown on hourly chart, wave ii of c is ongoing. Break above 122.50 will indicate termination of wave ii and start of wave iii on upside. Also break above its red resistance trendline will provide positive bias.

In short, trend for Ashok Leyland is range bound and minor downside move is possible in form of wave c. Post completion of the same we can start seeing resumption of c on upside. So break above 122 can take prices towards 130 levels whereas move below 115 can result into short term down move towards 111 levels.

[Charting Tool: Plot your chart on Ashok Leyland](#)

Tata Steel daily chart:



Tata Steel 60 mins chart:



Wave analysis:

Shares of Tata Steel in its recent times witnessed a pullback from the lows near 490 levels and retraced almost 50% of fall since the top of 748.

We have used Bollinger Bands in which upper band of channel acts as resistance and lower band will act as support. Prices are currently trading near upper band of channel suggesting only if prices provide break above upper end of channel one can enter fresh long positions until then it is advisable to use buy near supports and sell near resistance strategy.

As shown on hourly chart, post completion of Diametric pattern near 530 levels a pullback was witnessed. One can create fresh long positions on break above 595 levels expecting a target of 610 in short term whereas if prices break below 565 level on downside selling may continue towards lower levels near 550 levels.

In short, trend for Tata Steel is range bound. Break of above mentioned pivot levels i.e. 595 on upside and 565 on downside will drive prices in respective trend. One should trade cautiously in such volatile markets.

Charting tool: [Plot your chart on Tata Steel](#)

Waves Strategy Advisors

Training by Ashish Kyal, CMT
For the first time in Ahmedabad

24th & 25th November 2018, 10 am onwards

Training on: Elliott - Neo wave, Hurst's Time cycles

Application on Equity, Commodity, Forex, Crypto currency

Website - www.wavesstrategy.com,
Mob / Whatsapp : +91 9920422202

SIGN UP

For first time in Ahmedabad

Registration Fee: Investment for the training is Rs.20,000 + 18% GST. Register before 31st October 2018 to avail. You can avail following by registering under Early Bird Offer -

- Discounted price along with access to;
- Free Elliott wave training links (worth 4000)
- Free access to daily Nifty research report till 31st October 2018
- Free access to Mutual Funds report and where to Invest guidance 31st October 2018
- Free access to Bank Nifty Elliott wave research till 31st October 2018

So, as soon as you register under Early bird offer along with discounted price get special access to above. Sooner you do the more time frames you will get for above valuable Elliott, Neo wave research.

If registered after 31st October 2018 charges would be Rs.24000 +18% GST

Limited seats, Registration is on first come first basis.

Click here to [REGISTER NOW!](#)

Services offered by Waves Strategy Advisors:

Stay ahead at major turning points and think objectively by **Subscribing to our Services:**

- Equity / Commodity / Currency research reports that are published on daily basis before market opens
- Intraday / Positional advisory on Equity and Commodity
- Research report and advisory on Currency pairs
- Global Market forecasting
- Research on Mutual Funds - Where to Invest NOW?
- Research on COMEX and LME markets
- Research on NCDEX Agri products
- Multibagger stocks research to create long term portfolio

We also provide:

- Outsourcing Research solutions
- Portfolio advisory services
- Conduct Educational seminars, Class room training, and Distance learning modules.

Disclosures:

Waves Strategy Advisors (“**Firm**”) is SEBI registered as a Research Entity in terms of SEBI (Research Analyst) Regulations, 2014. SEBI Registration number: INH000001097. The Firm, its partners, employees, and associates have not been debarred/suspended by SEBI or any other regulatory authority for accessing /dealing in securities market.

- The Firm, its partners, employees, and associates including the relatives of the Partners, do not hold any financial interest/beneficial ownership of 1% or more in the company subject to research analysis (“**Subject Company**”);
- do not have any material conflict of interest with the Subject Company;
- has not received any compensation or monetary benefit of any nature from the Subject Company during the past twelve months;
- has not served as a client, employee, director or officer of the Subject Company;
- has not been engaged in any market making activity for the Subject Company
- has not received any compensation for brokerage services from the subject company in the past twelve months

This document is solely for the personal information of the recipient, and must not be singularly used as the basis of any investment decision. The Firm does not represent/ provide any warranty express or implied to the accuracy, contents or views expressed herein and investors are advised to independently evaluate the market conditions/risks involved before making any trading or investment decision. Each recipient of this document should make such investigations as they deemed necessary to arrive at an independent evaluation of an trading / investment in the securities of the companies referred to in this document (including the merits and risks involved), and should consult their own advisors to determine the merits and risks of such an investment.

The Firm, its affiliates, directors, partners its proprietary trading and investment businesses may, from time to time, make investment decisions. The views contained in this document are those of the Firm and the research analyst engaged in preparing the research report, and the client may or may not subscribe to all the views expressed within and the client has the right and option to not follow or put reliance on recommendations they are not agreeable to.

Reports based on technical and derivative analysis center on studying charts of a stock's price movement, outstanding positions and trading volume, as opposed to focusing on a company's fundamentals and, as such, may not match with a report on a company's fundamentals.

The information in this document has been printed on the basis of publicly available information, internal data and other reliable sources believed to be true, but we do not represent that it is accurate or complete and it should not be relied on as such, as this document is for general guidance only. Waves Strategy Advisors or any of its affiliates/ group companies shall not be in any way responsible for any loss or damage that may arise to any person from any inadvertent error in the information contained in this report. Waves Strategy Advisors has not independently verified all the information contained within this document. Accordingly, we cannot testify, nor make any representation or warranty, express or implied, to the accuracy, contents or data contained within this document.

While Waves Strategy Advisors endeavours to update on a reasonable basis the information discussed in this material, there may be regulatory, compliance, or other reasons that prevent us from doing so.

This document is being supplied to you solely for your information, and its contents, information or data may not be reproduced, redistributed or passed on, directly or indirectly.