

## **[NIFTY](#) VIEW**

[Nifty](#) has so far respected the crucial support of 50DMA level at 10,540 and given a bounce yet in a no trend zone unless it gives a convincing move above 10,820 or a breakdown of 10,500 levels. The daily trend has turned up in Nifty after 2 days. The support for the day is seen at 10620 while resistance is seen at 10,740. [SBI](#) and other PSU Banks along with [ITC](#) look promising.

**BUY [ITC](#)**

**CMP: Rs 270.40**

**TARGET: Rs 292**

**STOP LOSS: Rs 260**

The stock has witnessed a decent correction from the peak of 288 to bottom out at around 266 levels which is exactly at the significant 200DMA levels and has formed a higher bottom formation pattern in the daily chart. The chart looks very attractive with the risk-reward ratio very much favourable for a buy and with the RSI indicator also showing a trend reversal, the bias has turned positive with potential to rise further in the coming days. With decent volume participation witnessed, we recommend a buy in this stock for an upside [target](#) of 292 keeping a [stop loss](#) of 260.

**BUY [SBI](#)**

**CMP: Rs 270.15**

**TARGET: Rs 298**

**STOP LOSS: Rs 255**

The stock has been in consolidation for quite some time at around the 260-270 range gaining strength and has potential to rise further in the coming days. The daily chart looks attractive for an up move where a strong base at 230 levels is maintained forming a double bottom formation and currently has been maintaining above the significant 34 WMA and 50 DMA moving averages to indicate a positive bias. With good volume participation witnessed, we recommend a buy in this stock for an upside [target](#) of 298 keeping a [stop loss](#) of 255.

***Disclaimer:** The analyst may have positions in any or all the stocks mentioned above.*