



## Short Term Sectoral View

27th February, 2023

## NIFTY METAL : 5443.60 weekly change (-6.27%)



TradingView

**Observation**

- On the weekly chart, the NIFTY METAL INDEX has been displaying a Broadening Triangle pattern. However, it appears that the prices have recently started moving downwards without reaching the rising trend line. This indicates a potential decline in prices and suggests a negative undertone.
- Following a reversal from the life-highs in late January 2023, the index has exhibited a double top pattern breakdown, suggesting a downward reversal.
- On the daily timeframe, prices have been persistently hovering around the lower Bollinger band, indicating an increase in volatility for a potential downside move.
- Moreover, the prices are currently trading below the 18-week Exponential Moving Average (EMA), with the 18-week EMA acting as a strong variable stop and reverse (SAR) level.
- The Relative Strength Index (RSI) on the weekly timeframe has displayed a breakdown, indicating a gaining of negative momentum.

**Inference & Expectations**

- Based on the overall price structure and the evidence supported by indicators, it can be inferred that the NIFTY METAL will continue to move towards the lower levels.
- We expect the breakdown to drag prices lower till 5100 followed by 4780.
- Our Bearish View will negate above 6551 marks.

## Short Term Sectoral View

27th February, 2023

NIFTY ENERGY: 21946.65 weekly change (-2.33%)



TradingView

**Observation**

- On the weekly Chart of NIFTY ENERGY we can spot that the Index has breached below the level of 23376 (March 2022), which makes the Index to get into Lower Low, Lower High formation.
- The Index in the late January 2023 gave a breakdown of the Symmetrical Triangle pattern which indicates a reversal to the downside .
- The Prices earlier on every dip had taken a support either from 27 Weeks EMA or the Rising trend line of the above pattern, but post the Breakdown the index rarely found a support.
- The Ratio charts Against the Benchmark Index NIFTY is falling in a sustained downtrend which illustrates the strong underperformance by Index.

**Inference & Expectations**

- Looking at the overall structure of prices and the evidence provided by indicator we can infer that the NIFTY ENERGY can still maintain its underperformance from the current Levels.
- We expect the current breakdown to extended lower till 21000 followed by 19000.
- Our Bearish view will be negated if we prices sustaining above 24200.

## Disclosure

27th February, 2023

Name	Designation	Certification	Email	Contact
Vidnyan Sawant	AVP - Technical Research	B. Com.	info@geplcapital.com	91 (22) 48934000
Omkar Patil	Associate - Technical Research	BFM	info@geplcapital.com	91 (22) 48934000

**We, Research Analyst of GEPL Capital, hereby certify that all of the views expressed in this research report accurately reflect our views about the subject issuer(s) or securities. We, also certify that no part of our compensation was, is, or will be directly or indirectly related to the specific recommendation(s) or view(s) in this report.**

**Disclosure :-**

This document has been prepared by Research Department of GEPL Capital Pvt. Ltd. (hereinafter referred to as GEPL) and this report is for personal information of the selected recipient/s and does not constitute to be any investment, recommendation, prospectus, offering circular or legal or taxation advice to you. This research report does not constitute an offer, invitation or inducement to invest in securities or other investments and GEPL is not soliciting any action based upon it. This report is not for public distribution and has been furnished to you solely for your general information and should not be reproduced or redistributed to any other person in any form. This report does not constitute a personal recommendation or take into account the particular investment objectives, financial situations, or needs of individual clients. Before acting on any advice or recommendation in this material, investors should consider whether it is suitable for their particular circumstances and, if necessary, seek professional advice. The price and value of the investments referred to in this material and the income from them may go down as well as up, and investors may realize losses on any investments. Past performance is not a guide for future performance, future returns are not guaranteed and a loss of original capital may occur. GEPL makes no representation or warranty, express or implied, as to, and does not accept any responsibility or liability or obligation with respect to, the fairness, accuracy, completeness or correctness of any information or update information or opinions contained herein.

All investments including Future and Options are involving risks and investor should exercise prudence in making their investment decisions. The report should not be regarded by the recipients as a substitute for the exercise of their own judgment. Any opinions expressed in this report are subject to change without notice and may differ or be contrary to opinions expressed by other business areas or GEPL as a result of using different assumptions and criteria. Foreign currency rates of exchange may adversely affect the value, price or income of any security or related instrument mentioned in this report.

The information contained in this report has been obtained from sources that are considered to be reliable. However, GEPL has not independently verified the accuracy or completeness of the same. Neither GEPL nor any of its affiliates, its directors or its employees accepts any responsibility of whatsoever nature for the information, statements and opinion given, made available or expressed herein or for any omission therein.

GEPL and its affiliates and/or their officers, directors and employees may have similar position in any securities mentioned in this document (or in any related investment) and may from time to time add to or dispose of any such securities (or investment. GEPL specifically prohibits the redistribution of this material in whole or in part without the written permission of GEPL and GEPL accepts no liability whatsoever for the actions of third parties in this regard. GEPL or its director or its research analysts or its associates or his relatives and/or its affiliates and/or employees do not have actual/beneficial ownership of one per cent or more securities of the subject company at the end of the month immediately preceding the date of publication of the research report.

Our sales people, traders, and other professionals or affiliates may provide oral or written market commentary or trading strategies to our clients that reflect opinions that are contrary to the opinions expressed herein, and our proprietary trading and investing businesses may make investment decisions that are inconsistent with the recommendations expressed herein.

**Disclaimers in respect of jurisdiction:**

This report is not directed to, or intended for distribution to or use by, any person or entity who is a citizen or resident or located in any locality, state, country or other jurisdiction where such Distribution, publication, reproduction, availability or use would be contrary to law or regulation or what would subject GEPL its affiliates to any registration or licensing requirement within such jurisdiction. If this report is inadvertently send or has reached any individual the same may be ignored and brought to the attention of the sender. This document may not be reproduced, distributed or published for any purposes without prior written approval of GEPL.

**Analyst Certification:**

The views expressed in this research report reflect the personal views of the analyst(s) about the subject securities or issues. Compensation of our Research Analysts is not based on any specific merchant banking, investment banking or brokerage service transactions. Research Analysts of this report have not received any compensation from the companies mentioned in the report in the preceding twelve months.

GEPL Capital Private Limited is a SEBI registered Research Analyst entity bearing SEBI Reg. No. "INH000000081" under SEBI (Research Analysts) Regulations, 2014.

**Reg./Corp. Office : D-21 Dhanraj Mahal, CSM Marg, Colaba, Mumbai 400 001 Contact No +91 22 66182400**

**SEBI Reg.No. NSE/NSEF&O/CD - INB230993934, INF230993934 & INE230993934. BSE/BSE F&O- INB010993934 & INF010993934,**

**For more information visit us at : : [www.geplcapital.com](http://www.geplcapital.com)**

**For research related queries email at [research@geplcapital.com](mailto:research@geplcapital.com)**