

# MARKET STRATEGY



12<sup>th</sup> Jan 2026



## NIFTY



LTP	R1	R2	S1	S2
26,042.3	26,350	26,500	25,700	25,500



LTP	R1	R2	S1	S2
59,011.35	59,500	59,700	58,700	58,500

- The Nifty index has witnessed a sharp corrective move after failing to sustain above its recent highs, indicating a loss of short-term momentum. The latest price action reflects a decisive breakdown below the short-term EMA, highlighting increasing supply pressure at higher levels. Despite the broader structure still holding higher lows on the medium-term chart, near-term sentiment has clearly weakened.
- On the daily timeframe, Nifty continues to trade below the short-term EMA, and every recovery attempt is being met with selling interest, reinforcing a sell-on-rise setup. The RSI has slipped below the neutral 50 mark and is trending lower, suggesting weakening momentum and limited upside in the near term.
- Going ahead, as long as the index remains below the short-term EMA zone around 25,800–25,900, the outlook stays cautious. Immediate support is placed near 25,600, followed by 25,400. Any pullback towards 25,800–26,000 is likely to face resistance and can be used to initiate short positions, with the risk firmly capped above the short-term EMA.

## BANKNIFTY

- Bank Nifty has entered a phase of consolidation after a strong prior up-move, but recent price action suggests fading momentum in the short term. The index has slipped below the short-term EMA and is struggling to regain it, indicating that supply is emerging on minor pullbacks. The formation of a narrow range near the highs, followed by a downside break, points to a short-term corrective bias.
- On the daily chart, Bank Nifty continues to trade below the short-term EMA, keeping the near-term structure weak. The RSI is hovering below the 50 mark and trending lower, which reflects a loss of bullish momentum and limited upside potential in the immediate term.
- From an outlook perspective, as long as the index remains below 59,800–60,000, the strategy remains sell on rise. Immediate support is seen near 59,000, followed by 58,500. Any rebound towards 59,800–60,000 is likely to face selling pressure, with the short-term EMA acting as a key resistance and a level to strictly manage risk.



# SECTOR ANALYSIS

## NIFTY ENERGY



- The index has posted a sharp weekly loss of 5.14% and closed at 34,409.3, clearly indicating a breakdown of an important support level accompanied by strong selling volume. This confirms a shift in market sentiment toward the bearish side.
- Trend indicators further validate this weakness, as the price is trading below the 20, 50, and 100 EMAs on the weekly time frame, and below all major EMAs (20, 50, 100, and 200) on the daily chart, highlighting both short-term and mid-term bearish trends.
- Momentum indicators also remain negative. The weekly RSI stands at 44.44, below its 14-period average of 51.73, while the daily RSI is at 38.59, also below its 14-period average of 51.42. The technical structure suggests that bearish momentum is likely to continue.

### Outperformers

AEGISLOG

### Underperformers

INOXWIND,SUZLON

## NIFTY COMMODITIES



- The index has recorded a weekly loss of 3.78% and closed at 9367.1 after facing rejection from a key weekly resistance zone. This rejection has resulted in the formation of a Tweezer Top candlestick pattern, which signals potential trend exhaustion and bearish reversal.
- The weakness is further confirmed by price action closing below the 20 EMA on the daily time frame, indicating short-term bearishness.
- Momentum indicators also support this negative outlook. On the daily chart, RSI stands at 48.47, well below its 14-period average of 63.9. On the weekly chart, RSI is at 56.85, remaining below its 14-period average of 60.62. These factors suggest that bearish momentum is likely to continue in the near term.

### Outperformers

PIDILITIND,ULTRACEMCO

### Underperformers

HINDPETRO,ADANIENSOL

# SECTOR ANALYSIS

## NIFTY REALTY



- The index has recorded a weekly loss of 2.76% and closed at 874, which is positioned near the support of a descending triangle pattern. The presence of higher volume during the decline indicates increasing selling pressure and strengthens the bearish setup
- On the weekly time frame, the index has faced rejection from the 20 and 50 EMAs, which are acting as strong resistance zones, and it has also closed below the 100 EMA, highlighting further weakness in the trend.
- Momentum indicators support this negative outlook, as the RSI stands at 43.25 on the weekly chart, remaining below its 14-period average of 48.73, from where it was previously rejected. This suggests continued bearish momentum in the index.

Outperformers	Underperformers
SIGNATURE,PHOENIXLTD	ANANTRAJ,DLF

## NIFTY INFRASTRUCTURE

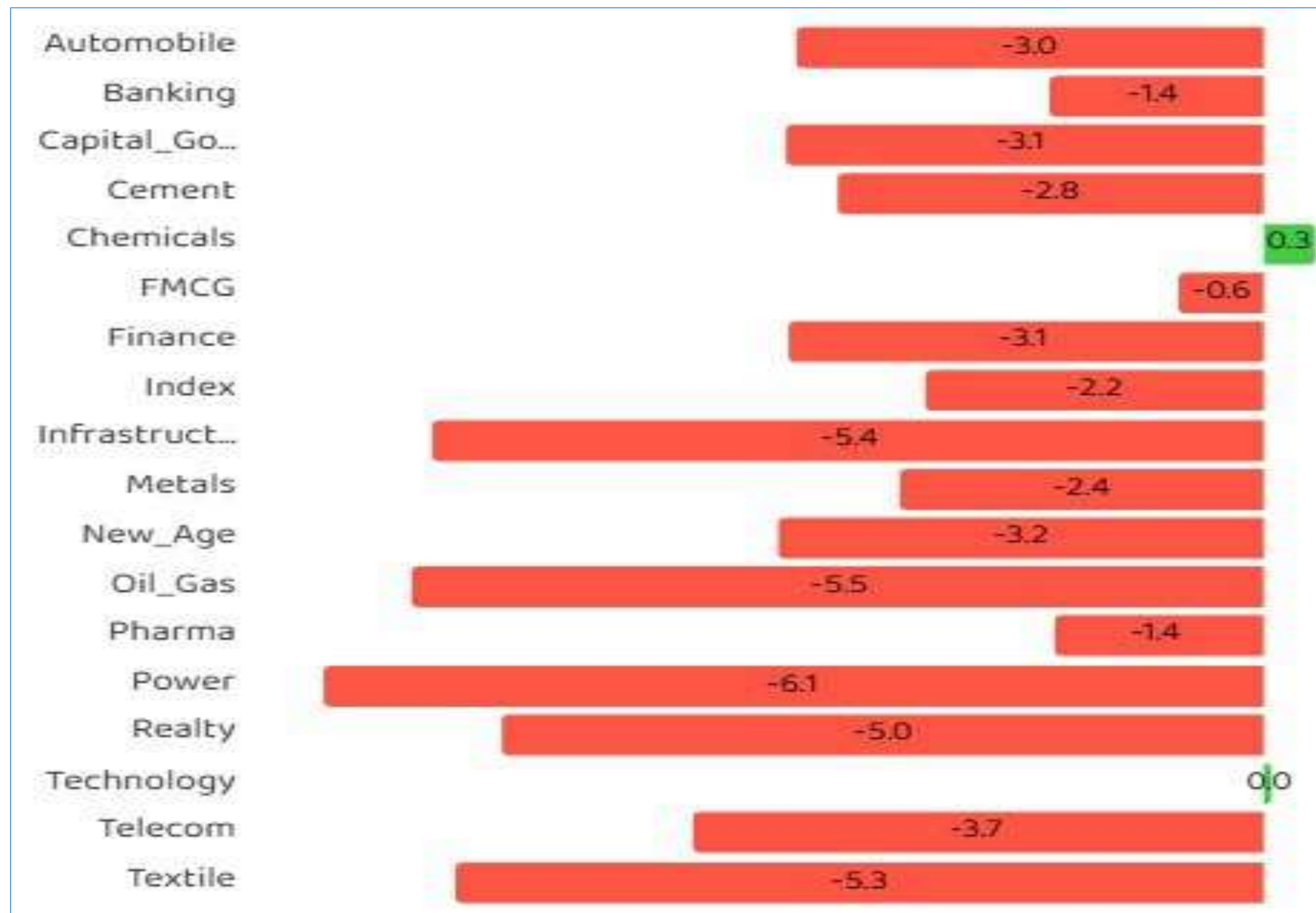


- The index has posted a weekly loss of 4.74% and closed at 9,303.3, indicating clear weakness after rejecting from a key weekly resistance zone. The breakdown from the consolidation range near resistance, supported by rising volume, highlights increasing selling pressure.
- Trend indicators remain negative, as the index is trading below the 20 EMA on the weekly time frame and below the 20, 50, and 100 EMAs on the daily chart, pointing to a short-term bearish outlook.
- Momentum indicators also support this view. The weekly RSI stands at 49.52, below its 14-period average of 60.45, while the daily RSI has slipped to 35.31, well below its 14-period average of 52.76. The technical structure suggests that bearish momentum is likely to continue in the near term.

Outperformers	Underperformers
APOLLOHOSP,ULTRACEMCO	CGPOWER,CUMMINSIND



# SECTOR PERFORMANCE



# Pick of the week

Scrip	Trade	Entry	Target	Stop loss
MTARTECH	BUY	2720-2742	2940	2610

\*Closing basis



## Rational

- The stock has delivered a clear breakout from a descending triangle pattern, supported by massive volume, which highlights strong buying interest.
- Price is firmly trading above the 20, 50, 100, and 200 EMAs, confirming strength across short-, medium-, and long-term trends.
- Momentum also supports the move, with RSI at 68.07, well above its 14-day average of 54.26, indicating sustained bullish momentum.

Wahid Ansari  
Technical Research Analyst

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