



NIFTY
Elliott wave perspective

31-JULY-2024



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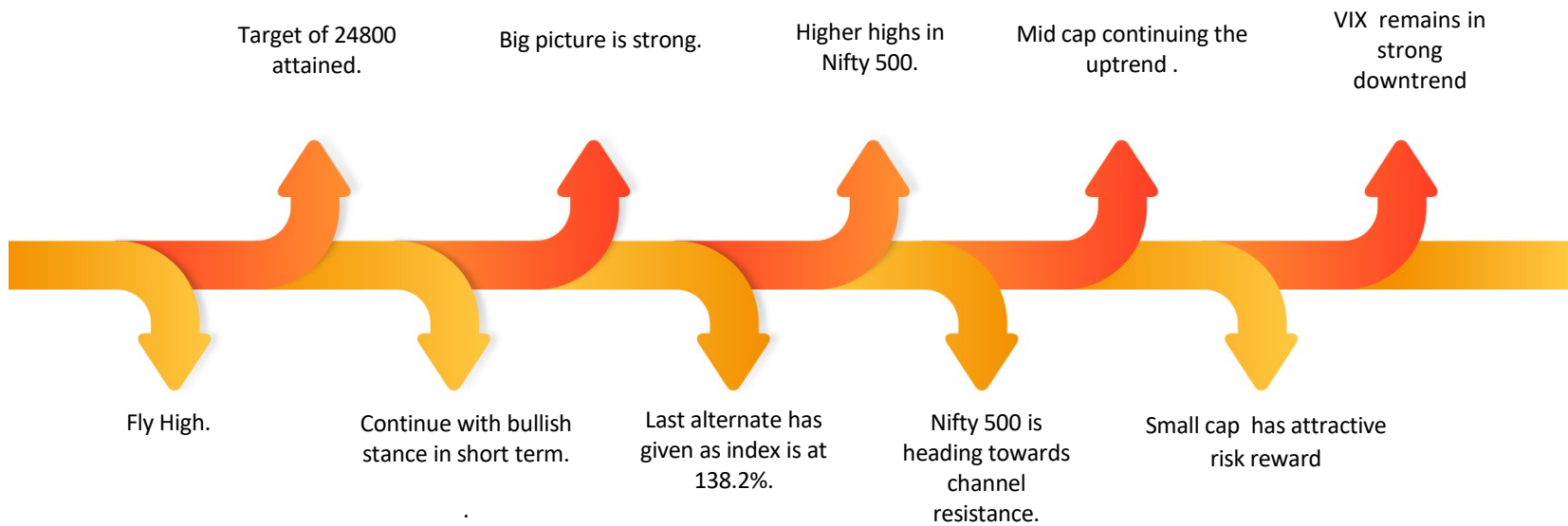
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Synopsis



Fly High.

Target of 24800 Attained

Index hit our target and is extending further, however so far it less than a percent higher.

Index continues to rally in the uncharted territory which shows bulls are in strong momentum.

Budget week's correction is considered as a separate falling leg after the one-sided move from 21281 to 24855.

Up trend is continuing. Continue with bullish stance and keep the stoploss of 24600 levels. Target of 25100 - 25300 levels for short term. Big picture in next page.



Base shifted to 24074.

Big picture is strong

As per the preferred count, current rising leg is “wave 1 or a” and so far no major subdivisions are visible on weekly chart .

As per preferred wave count, Nifty has completed “Wave (X) at 21281. From there new move has started which could be labeled as “wave 1 or a”.

So far the “wave 1 or a” leg is developing as a mono wave. New base has formed at 24074 and it is backed with event (Budget).

Since index still hovers around our earlier target of 24800, we may see some retracement. If that happens, then it is a buy on dips opportunity. Overall in big picture, index is continuing the uptrend. As long as “Base – 24074” holds, we may see 25800 levels in coming months.



Another resistance

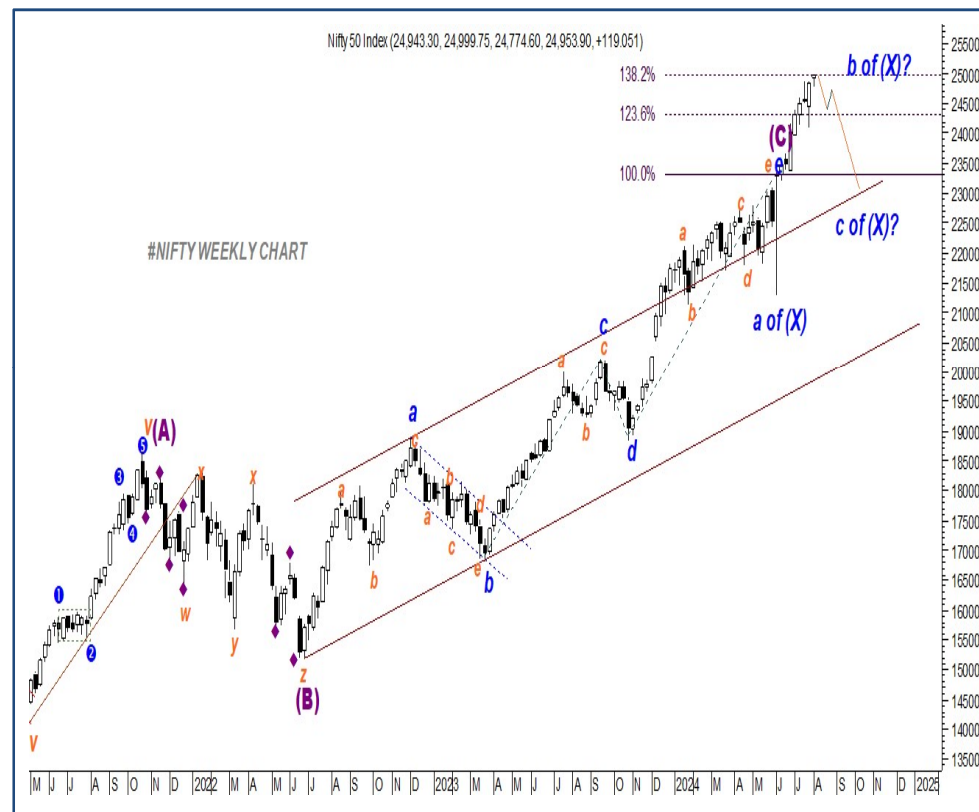
Alternate

As index is hovering around 138.2% retracement, alternate view still exists.

As per alternate wave count, Nifty has completed "Wave e of e of (C)" at 23338. From there "Wave a of (X)" has started and ended at 21281.

From the low of 21281 to current level could be labeled as "Wave b of (X)" as it is trading around 138.2% retracement of "Wave a of (X)"

On any failure to sustain above 24074, the last fall (23338 to 21281) will be confirmed as "Wave a of (X)". And current rise is "Wave b of (X)". Upcoming fall is "Wave c of (X)" and it would slide down to 23350 levels.



Nifty 500

Higher Highs

Nifty 500 is continuing uptrend towards the channel resistance. Trend is strong and it would continue to trade higher

The only concern is minor negative divergence is developing at highs which not a good sign.



Nifty Mid Cap

Strong Up trend

Higher high and higher low formation is continuing which indicates uptrend is intact .

Major setup is bullish; any dip could be used as buy on dips opportunity. At the same time don't go aggressive at resistances.

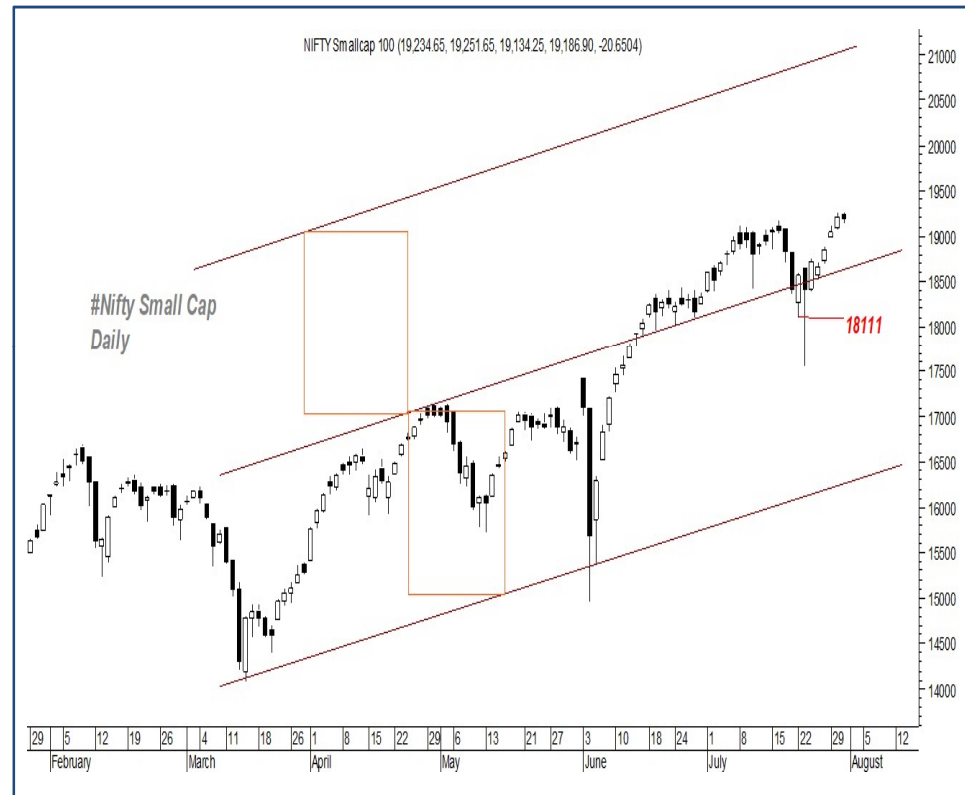


Nifty Small Cap

Attractive Risk Reward

Larger picture is in favor of bulls and it has very good upside potential compared to the Mid Cap space.

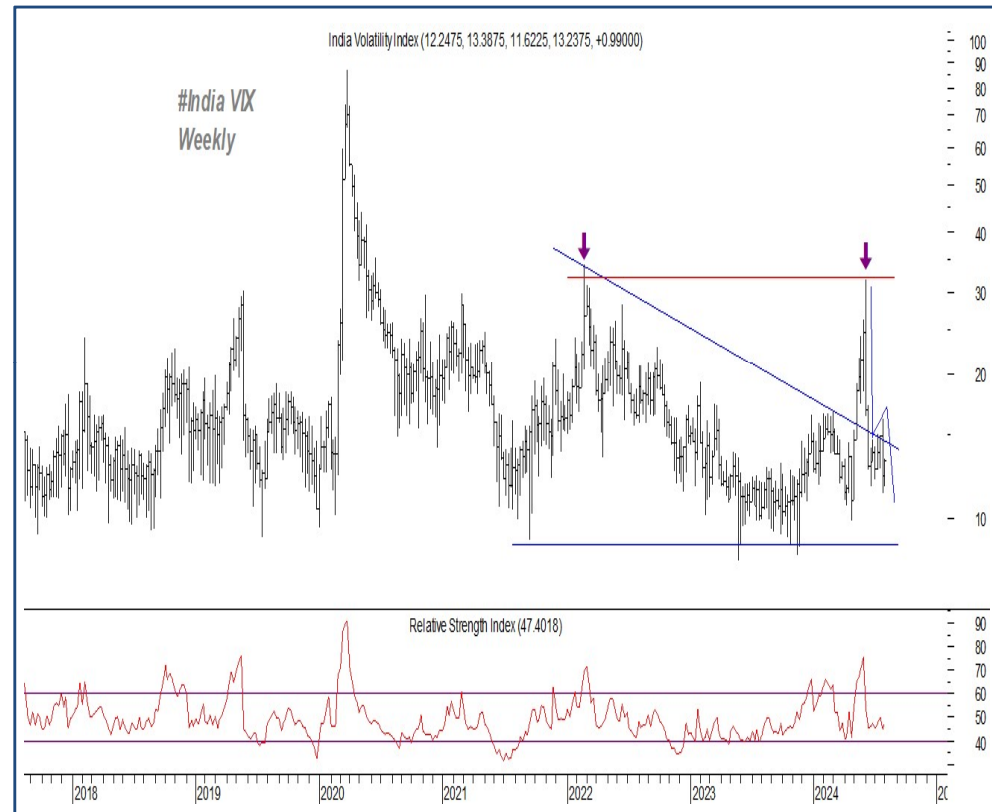
The budget week's low is a key to major reversal. Major trend will change only on a close below 18111 levels.



India VIX

Likely to slide lower.

VIX has formed a double top pattern and fell from the resistance. This has helped equity to out perform .



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