

## Market Views for the Week 07 Mar - 11 Mar 2022-Venkat's Blog

#syfx.org#Nifty#USDINR#Indianstocks#Gold

A very decisive week for the Global markets and the humanity. Last string of hope remains. If cut then we would see catastrophic effect. As per mythologies across beliefs we get some divine help during times of utmost distress. Unfortunately, this has been missing during the peak of pandemic time and now during war when already the economies are at the brink of meltdown.



It appears to be a gloomy scenario with dark clouds all around. Markets have responded in the well-defined way and all expected targets have been achieved on NIFTY. Last week had seen the test of 16200 levels twice and recovered quickly. The question arises as to whether we can expect coming week to be better? Now that markets are at another crucial juncture. The last support zone is around 15960- 16060 zone. Looks very fragile and ultimately it appears that we are heading towards 15100 with a consolidation around 15550. As most of the major stocks seem to be under pressure. Any spike will see supply. The sentiments can only change if we see a sharp spike above 16770. A remote possibility is that the countries agree for a truce for negotiated settlement and the market hopes are heightened with over enthusiasm and Index tests 17200 levels. However, this appears a bit odd for now. As long as the Index is below 16600 on a weekly closing basis the trades will be on short or unwinding type.

The uncertainties might continue for a couple of more weeks with 15550-17070 as wider range with five ranges of consolidation viz. 15550-15950, 15950-16300, 16300-16600, 16600-16900, 16900-17070, BankNifty continues to be under pressure. Difficult situation if it does not close above 35K. India VIX has crossed the critical zone and unless it cools below 20 we may safely conclude that there are difficult times ahead even if the war ends soon.

Expecting peace to prevail for growth to take roots.

## USDINR

The pair has breached the crucial 75.90-76.10 zone. Now it has to make a new all-time high before possible cooling. While the projected first target goes to 79.60, we can expect supply around 77.10-77.20 region as the next zone of hope. Cross-over will create more panic in the market for the un-hedged exposures carried by importers. Both Oil and USDINR moving in one direction would cause more damages to equity markets.

## Gold

Gold made its first attempt of 1970 from where the precious metal lost the shine and sharply towards 1890 and finally closed near 1970. Now looking for a big bang break-out. Are we heading towards a major crisis? Has potential to attempt previous peak on break of hurdles around 1970-90 range.

## Crypto

As expected the initial move was to gain 10-15% and now we can expect the down move to follow. Possibly it's going in for a deeper correction towards June-July 21 base.

## Crude

Breaking the 100 barrier was crucial. Now it has to consolidate between 100-130. Above 130 it would be an all-out war.

## Stay safe

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