

## Higher Highs and Lows Signal Nifty is Likely to Rise Further

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**Mumbai:** Nifty50 on Tuesday rose for the seventh straight day and ended up forming a bullish candle on the daily chart.

The index has been making a streak of higher highs and lows, suggesting that support for the index is shifting higher. It needs to take out the 11,550 level to be able to extend the ongoing momentum.

Nifty's rise following Monday's indecisive Doji indicates strength in the recent upward move. It also suggests lack of selling in the market, said Nagaraj Shetti, Technical Research Analyst at HDFC Securities.

"Nifty's short-term trend is positive and there could be more upside in the near term," he said.

For the day, Nifty50 rose 70.20

points, or 0.61 per cent, to 11,532. The momentum oscillators suggest the index is in the overbought zone.

"Although the index appears to have entered the overbought zone and intraday declines are getting bought into, we continue to see such gravity-defying moves. In this scenario, it's always advisable not to have a contrarian approach. Be with the flow and keep riding the tide," said Sameet Chavan of Angel Broking.

Arun Kumar, Market Strategist at Reliance Securities, said a strong close above 11,450 is required for Nifty to continue the rally.

"Most of the near-term oscillators remain in buy mode. Traders should follow good money management principles and adhere to their stop losses strictly at this juncture," Kumar said.