

## Weak Momentum Persists as Nifty Trades Below 200-DMA

- Index View:** On Friday, the Nifty 50 declined 1.3%, closing the week 2.9% lower as selling pressure intensified amid ongoing geopolitical tensions. The index traded in a range of 24,305 to 24,990, ultimately closing near the lower end of the range at 24,450. The index continues to trade 3.7% below its 200-DMA and is also 3.7% below its 20-DMA and 4.4% below its 50-DMA, indicating heightened volatility. It also remains 7.3% below its 52-week high, underscoring weakening momentum.
- Outlook:** The near-term bias remains negative as the index continues to trade below its 200-DMA. Immediate support is placed at 23,500. A sustained move below this level could accelerate the downside toward 22,930, followed by 22,000. On the upside, resistance is seen at 24,870 and 25,340 (200-DMA). A decisive close above 26,000 would be required to signal trend stabilization and reopen the 26,300–26,400 zone. Until key moving averages are reclaimed, rallies are likely to attract selling pressure.
- Broader Markets:** The NIFTY Midcap 150 declined 3.0%, breaking below all its key moving averages during the week. The NIFTY Smallcap index, after spending nine weeks below its 200-DMA, failed to reclaim its 10-DMA and closed the week down 2.9%, indicating continued structural fragility.
- Market Breadth:** Breadth weakened significantly over the week (see page 2), reflecting selective participation.

Index	1W %	Last Friday Close	S1	S2	R1	R2
Nifty 50	-2.9%	24,450	23,500	22,930	24,870	25,340
Midcap 150	-3.0%	21,182	23,300	20,000	21,350	21,720
Smallcap 250	-2.9%	15,422	14,800	14,100	15,600	15,900



- The index is trading below** its 200-DMA. Focus on selective ideas trading above their key moving averages and breaking out of early consolidation bases.
- Trim/Exit** Lagging stocks breaching key support levels.

Index	1-W %	1-M %	3-M %	6-M %	12-M %	YTD %	% from 52W high	% of members > 200-DMA
Nifty 50	-2.9%	-4.8%	-6.4%	-0.8%	9.9%	-6.2%	-7.3%	44.0%
Nifty 100	-2.9%	-4.4%	-5.6%	-0.5%	10.5%	-5.6%	-6.8%	42.4%
Nifty 500	-3.0%	-4.0%	-5.5%	-1.2%	11.2%	-5.6%	-6.9%	30.7%
Nifty Midcap 150	-3.0%	-3.3%	-4.4%	0.4%	16.5%	-4.7%	-6.5%	37.3%
NSE NIFTY Smallcap 250	-2.9%	-2.7%	-6.4%	-8.6%	7.1%	-7.5%	-14.7%	24.4%

Source: Spark PWM; Bloomberg, TradingView

Note: 1W - last Monday to Friday; S1/2 - 1st/2nd Support; R1/2 - 1st/2nd Resistance  
Returns mentioned are calculated on a total return basis

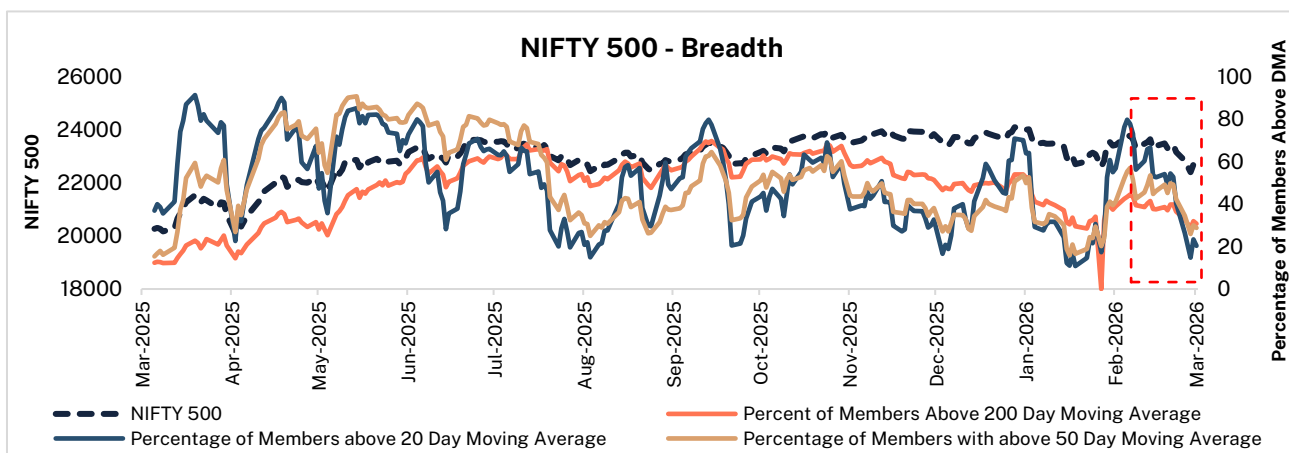
## Sectoral Trends

- Over the past week, broader markets closed in negative territory, with only 2 of the 17 tracked sectors ending the week higher. Nifty CPSE and Pharma were the only sectors to post gains, rising 1.1% and 0.1%, respectively. Meanwhile, 12 sectors declined by more than 2% during the week, with PSU Bank and Realty emerging as the primary laggards, falling 6.5% and 4.9%, respectively.
- Over the past three months, Metals have continued to lead, posting gains of over 16%, followed by CPSE with gains of more than 14%, while Realty and IT remain the weakest performers. On a 12-month (1Y) basis, PSU Banks are the top performers, delivering gains of over 59%, followed by Metal and Auto, which have risen 37% and 31%, respectively.
- Despite broader market weakness, the Nifty CPSE sector touched a fresh 52-week high last week. PSE, Pharma, Healthcare, and Energy remained relatively resilient, trading close to their respective 52-week highs. In contrast, Realty, IT, and Media continue to lag, trading 29%, 25%, and 24% below their respective peaks, respectively.
- Market Breadth:** Based on the percentage of stocks trading above their 200-DMA, the Nifty 50 stands at 44%, down from 52% in the previous week. In terms of sectoral breadth, Nifty Metal leads, with 80% of its constituents trading above the 200-DMA (unchanged from the previous week), followed by PSU Bank and Bank at 75% and 64%, respectively. On the weaker side, IT, Realty, Media, and FMCG remain under pressure, with 0%, 0%, 20%, and 20% of their stocks trading above the 200-DMA, respectively.

Index	1-W %	1-M %	3-M %	6-M %	12-M %	YTD %	% from 52W high	% of members > 200-DMA
Nifty CPSE	1.1%	4.6%	14.5%	17.3%	28.7%	13.7%	-0.8%	63.6%
Nifty Pharma	0.1%	4.7%	0.3%	5.1%	13.3%	1.3%	-2.2%	60.0%
Nifty Healthcare PR	-0.5%	4.7%	-0.2%	2.3%	13.6%	1.2%	-2.4%	60.0%
Nifty PSE	-1.2%	0.5%	8.3%	12.3%	22.5%	5.9%	-2.1%	55.0%
Nifty IT	-1.5%	-15.4%	-21.6%	-13.0%	-18.8%	-19.9%	-25.2%	0.0%
Nifty Energy	-2.0%	0.2%	4.7%	7.7%	17.2%	3.6%	-2.6%	46.2%
Nifty Metal	-2.0%	0.6%	16.2%	25.1%	37.4%	7.6%	-4.1%	80.0%
Nifty FMCG	-2.3%	-3.7%	-8.9%	-11.7%	-1.7%	-9.3%	-14.6%	20.0%
Nifty Commodities	-2.3%	-1.4%	6.7%	11.8%	23.4%	2.7%	-3.5%	56.7%
Nifty India Consumption	-3.0%	-5.1%	-9.3%	-9.1%	8.4%	-8.7%	-12.0%	29.0%
Nifty Infrastructure	-3.1%	-3.1%	-2.9%	3.9%	17.1%	-3.7%	-5.7%	50.0%
Nifty Auto	-3.8%	-1.5%	-3.0%	4.3%	30.7%	-3.8%	-7.2%	53.3%
Nifty Media	-4.3%	-2.5%	-5.4%	-15.6%	-6.3%	-6.1%	-24.2%	20.0%
Nifty Financial Services	-4.4%	-4.1%	-4.4%	3.2%	16.1%	-3.4%	-6.7%	40.0%
Nifty Bank	-4.5%	-3.9%	-3.3%	6.9%	18.8%	-3.0%	-6.4%	64.3%
Nifty Realty	-4.9%	-10.0%	-16.9%	-15.9%	-9.9%	-15.5%	-29.3%	0.0%
Nifty PSU Bank	-6.5%	3.5%	9.6%	34.3%	59.3%	7.7%	-7.4%	75.0%

## NIFTY 500 Market Breadth

- The percentage of stocks trading above key moving averages declined during the week. Stocks above the 200-DMA dropped to 31% (from 38%), while those above the 50-DMA significantly declined to 29% (from 42%). The percentage of stocks trading above the 20-DMA also fell to 20% (from 40%).



Source: Spark PWM; Bloomberg.

Note: 1W - last Monday to Friday; Returns mentioned are calculated on a total return basis

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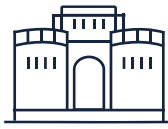
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