

Technical Pair Trade  
**BUY TATASTEEL OCT FUT**  
**SELL HINDALCO OCT FUT**

# Technical Pair Trade

01 October 2020

# Buy TATASTEEL Oct Future & Sell HINDALCO Oct Future

Action	Stocks	CMP	Buying/Selling Range	Target	SL *	Time Horizon
BUY	TATASTEEL Oct Future	370.15	Buy around 373-355	398	348	29 Oct Expiry
SELL	HINDALCO Oct Future	179.50	Sell around 178-186.50	163	191	29 Oct Expiry

Note: \* Excluding Freak Trades lasting less than a minutes. # Price when recommended on email/whatsapp



## TATASTEEL October Future: **BUY**

- » The attached weekly timeframe chart of this metal stocks shows a halt of a sharp trended decline of the last one month.
- » Presently, the stock price has sustained above the key lower support of Rs 357 as per the concept of change in polarity.
- » We observe a larger degree of positive sequence like higher tops and bottoms. Last week's low of Rs 342 could be considered as a new higher bottom of the sequence.
- » The weekly 14 period RSI has turned up from lower 46 levels which signal further strengthening of upside momentum in the stock price.



## HINDALCO October Future: **SELL**

- » The daily timeframe chart of Hindalco signal a near term down trend as per the negative chart pattern of lower highs and lower lows.
- » The stock price has moved up sharply in the last few sessions and is currently placed at the formation of lower top around Rs 180-182 levels.
- » Currently, placed at the hurdle of previous swing highs (Rs 180-182) and the struggling to sustain above the support of 20 day EMA at Rs 179 levels.
- » The daily 14 period RSI has started to turn down from near 55 levels.
- » The negative chart pattern of Hindalco indicates a short trading opportunity. One may look to create Pair trade in the stocks/levels mentioned above.

# Buy TATASTEEL Oct Future & Sell HINDALCO Oct Future

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HDFC securities Limited, I Think Techno Campus, Building - B, "Alpha", Office Floor 8, Near Kanjurmarg Station, Opp. Crompton Greaves, Kanjurmarg (East), Mumbai 400 042 Phone: (022) 3075 3400 Fax: (022) 2496 5066 Compliance Officer: Binkle R. Oza Email: [complianceofficer@hdfcsec.com](mailto:complianceofficer@hdfcsec.com) Phone: (022) 3045 3600

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