

MEHTA'S MORNING BELL



Here is what You may
be interested this morning!

Good Morning Early Readers!

The **U.S CPI** rose 0.8% in November from a month earlier, and the year-over-year rate surged to 6.8%, the fastest annual pace since 1982.

The data puts inflation at a level widely expected to prompt the Federal Reserve to move more quickly to tighten monetary policy. The central bank has already announced it would reduce the pace by \$15 billion a month, \$10 billion in Treasuries and \$5 billion in mortgage-backed securities.

Digging deeper, the street suspects the Fed to double the pace of tapering to \$30 billion a month. In the upcoming Fed meeting, the US policymakers will keep rates on hold, but please note, withdrawing support programs is the first step towards tightening, which means the chances of one or two rate hikes in 2022 have increased.

The Fed meets on Dec. 14-15th.

Technically speaking, Nifty's immediate major hurdles at 17607 mark. Above 17607 mark, a brighter trading quite likely as the buying madness will be on display in herd-like behavior that should drive Nifty's prices to extremes — Nifty's psychological 18000 mark.

The Nifty options data for December series suggests Nifty is likely to be in a trading range of 17000-18000 zone. Maximum Call OI is at 18000 followed by 17500 strike price. So, the 17500 mark will be Nifty's crucial resistance zone. Maximum Put open interest stands at 17400 levels followed by 17200 levels. Call writing was seen at 18300 and then at 17500 strike price, while there was meaningful Put writing at 17400 and then at 17200 strike prices.

Stock banned in F&O segment: IBULHSGFIN, ESCORTS, VODAFONE IDEA.

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	17511	17321	17607	17478	16186	17371-17671	Buy at CMP, targeting 17607/17751 mark and then at 17901-18001 zone. Strict stop at 17271.
Bank Nifty	37105	36751	37701	37149	35717	36751-37701	Buy at CMP. Stop 36101. Targets 37911/38609. Aggressive targets at 39329.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
BALKRISHIND	2247	2175	2327	2250	2163	Positive	Buy between 2215-2225 zone. Stop 2167. Targets 2327/2389. Aggressive targets at 2477.
GODREJ PROPERTIES	2099	2041	2191	2127	1668	Positive	Buy between 2075-2089 zone. Stop 2023. Targets 2157/2191. Aggressive targets at 2251.
GRASIM	1747	1707	1771	1748	1523	Positive	Buy between 1725-1737 zone. Stop 1681. Targets 1771/1795. Aggressive targets at 1883.

All About Option Trades:

Option Call: SELL NIFTY 16th DECEMBER PE Strike Price 17500 at CMP 168.60. Maximum Profit: Rs. 8,430. Loss: Unlimited. Stop: Exit Put Option if NIFTY moves below 17375. (NIFTY DECEMBER Futures CMP 17546).

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
EASYTRIP PLANNERS	569	491	571	517	-	Positive	Buy at CMP. Stop 491. Targets 571/631.
POLYPLEX CORPORATION	2044	1805	2151	1808	1370	Positive	Buy at CMP. Stop 1805. Targets 2151/2301.
TECH MAHINDRA	1603	1451	1771	1573	1222	Positive	Buy at CMP. Stop 1451. Targets 1771/1901.

Mehta Group

903 Lodha Supremus, Dr. E Moses Road, Worli Naka, Mumbai - 400 018 Board: +91-22-61507100/101 Fax: +91-22-61507102