

# MEHTA'S MORNING BELL



Here is what You may be interested this morning!

## Good Morning & Welcome to Friday's trading action at Dalal Street, dated 3rd January 2020.

In early action, SGX Nifty is seen trading well above the dotted line and that brings us to our **call of the day** which suggests that landscape for benchmark Nifty is 'Super-Bullish'. Nifty should simply roar towards its magical 12345 milestone in today's trade.

The key positive catalysts helping sentiments this Friday morning:

1. Strong positive overnight Wall Street cues.
2. Chinese central bank's incentives aiming to stimulate Chinese economy.
3. President Donald Trump announcing that he would sign a phase-one trade deal with China on Jan. 15.
4. GST revenue collection remaining above the Rs 1 lakh crore mark and most importantly, for the second month in a row.
5. FIIs were net buyers in yesterday's trade as they bought shares worth Rs. 688.76 crores.
6. Indian government's plan of more than doubling CAPEX over the next 5 years.
7. Hopes of more measures in the forthcoming Budget 2020 keeping optimism alive at Dalal Street.
8. Firm steel prices after the US-China trade truce.

### Option data suggests:

- Nifty's Max Call OI: 12500, 12700.
- Nifty's Max Put OI: 12000, 12200.

**Bottom-line:** It's the season of miracles, hence investors should look for bargain hunting and that's likely to be the preferred theme at Dalal Street.

Our **chart of the day** suggests establishing buy positions in stocks like **JSW STEEL, HDFC and HINDALCO** with interweek perspective.

Meanwhile, the other headlines commanding attention are:

- U.S non-farm payroll data to trickle in late in the evening.
- Earning season will start from 10th January 2020 with INFOSYS setting afire the ceremonial starters' pistol for the 3rd quarter corporate earnings season.

## SGX Nifty:(+25, 12362)

### All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	12282	12175	12345	12117	11581	12221-12345	Buy at CMP. Targets at 12345 /12501. Stop 12151.
Bank Nifty	32444	31751	32651	31977	29900	32275-32751	Buy at CMP. Targets at 32600 /33501. Stop 31951.

### All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
BIOCON	296.15	289	305	291	263	Positive	Buy at CMP. Targets 301/321. Stop 277.
HDFC	2466	2411	2521	2382	2137	Positive	Buy at CMP. Targets 2521/2581. Stop 2411.
ICICIPRU	486.45	473	496	493	416	Positive	Buy at CMP. Targets 496/511. Stop 471.

### All About Option Trades:

**Option Trade:** BUY NIFTY 09th JANUARY CE Strike Price 12300 at CMP 59.75. Profit: Unlimited. Maximum Loss: Rs. 4,481.25/- . Stop: Exit Call Option if Nifty moves below 12201. (Nifty January Futures CMP 12339.30)

### All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
MANAPPURAM	179	176	183	170	137	Positive	Buy between 169-172 zone-. Targets 183/200. Stop 175.
PVR	1879	1679	2000	1810	1702	Positive	Buy at CMP. Targets 2000/2100. Stop 1679.
-	-	-	-	-	-	-	-

## Mehta Group

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