

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 6th December 2019.

Dalal Street is likely to waver in today's trade as investors remain optimistic about prospects for a U.S.-China trade deal, and simultaneously a looming deadline for the imposition of fresh import tariffs by President Donald Trump will keep them anxious.

Digging deeper, Dec. 15 is the deadline for the imposition of fresh import tariffs on China. Risk-on appetite will be the preferred bet and bullish trades will get a boost if Washington does not moves ahead with the tariff hikes on December 15 and vice versa.

And that brings us to our **call of the day** which suggests expect volatility, volatility and volatility until the U.S-China trade issues are on the front pages.

Well, Yo-Yo movements to be the preferred theme as traders pounce on every Trump statements and tweet.

Technically speaking, the bias shifts to neutral/negative amidst a weak closing for Nifty & Bank Nifty in yesterday's trade. Immediate downside risk on Nifty seen at 11927 and then aggressive targets at 11801 mark. Hurdles for Nifty seen at its all-time-high at 12159 mark.

Option data suggests:

- Nifty's Max Call OI: 12500, 12000.
- Nifty's Max Put OI: 12000, 11500.

The only positive takeaway from yesterday's trade is that Foreign institutional investors (FIIs) bought shares of worth Rs 653.36 crore.

Meanwhile, the Reserve bank of India (RBI) kept the repo rates unchanged. It also lowered GDP growth for 2019-20 from 6.1% in the October policy to 5% to 4.9-5.5% in second half of FY2019-20.

CPI inflation projection is revised upwards to 5.1-4.7% for second half of FY2019-20 and 4-3.8% for first half of FY2020-21, with risks broadly balanced.

Meanwhile, Oil prices were seen marching with strength on reports that OPEC and its allies have recommended cutting production by 500,000 barrels a day. On the New York Mercantile Exchange Oil prices rose 47 cents or 0.8% to \$58.90 a barrel

Outlook for Friday: An up-and-down session likely!

SGX Nifty:(+03, 12047)

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	12018	11927	12159	11980	11456	11957-	Buy on dips between 11921-11951 zone. Targets at 12159 /12271-11321 zone. Stop 11801.
Bank Nifty	31713	31251	32351	31360	29425	31459-31985	Buy between 31451-31501 zone. Targets at 32187/32501 /33001. Stop 31007.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
BATA INDIA	1707.35	1686	1721	1707	1470	Positive	Buy between 1701-1703 zone. Targets 1721/1761. Stop 1683.
KOTAKBANK	1649.30	1627	1683	1615	1466	Positive	Buy between 1641-1644.50 zone. Targets 1683/1711. Stop 1597.
UJJIVAN	355.50	344	371	305	306	Positive	Buy between 351-352 zone. Targets 371/401. Stop 344.

All About Option Trades:

Option Trade: BUY TITAN DECEMBER CE Strike Price 1220 at CMP 18.85. Profit: Unlimited. Maximum Loss: Rs. 14,137.50/-. Stop: Exit Call Option if Titan moves below 1169. (Titan December Futures CMP 1188.80)

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
GRANULES	127.15	111	151	126	106	Positive	Buy at CMP. Targets 151/181. Stop 110.
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-

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