

MEHTA'S MORNING BELL



Here is what You may be interested this morning!

Good Morning & Welcome to Thursday's trading action at Dalal Street, dated 9th January 2020.

The good news this Thursday morning is that SGX Nifty is seen powering a sharp rebound — Thanks to remarks by President Trump who suggested the U.S. and Iran were refraining from further military action.

That brings us to our **call of the day** which suggests that Dalal Street at the moment is at mercy of the offensives and counter-offensives of Iran and the United States.

Volatility is bound to spike and that's a no-brainer as any increase in Mideast tension is a reminder of one of two things

1. Will apply breaks to improving global growth
2. And then spark a recession.

But for the day, we suspect, bulls are likely to keep calm and move forward. Amongst stocks, we like Manappuram, SRF & Jubilant Foods on buy side with interweek perspective. Establishing long positions in MANAPPURAM is actually the best way to position your portfolio amidst U.S.-Iran Confrontation. Immediate targets on the stock seen at 189 mark.

Digging deeper, there are still lot of things to like — lot of things to be positive about, like:

- President Donald Trump would sign a phase-one trade deal with China on Jan. 15.
- Hopes of more measures in the forthcoming Budget 2020 keeping optimism alive at Dalal Street.
- Indian government's plan of more than doubling CAPEX over the next 5 years.

Technically speaking, the biggest intraday support to watch would be at 11929 mark and then at 11832-11845 zone. Nifty's hurdles now at 11163 and then at 12345 milestone.

Option data suggests:

- Nifty's Max Call OI: 12500, 12300.
- Nifty's Max Put OI: 12000, 11500.

Here are other catalysts commanding attention at Dalal Street in near term:

- All anxious eyes will be on India's Industrial Production numbers to trickle in this Friday, 10th January 2020.
- Also on 10th January, Infosys will official set ablaze the ceremonial starter's pistol for Q3 earning season of FY 19-20.
- The street will look for more measures in the forthcoming Budget 2020.
- As per Wednesday's provisional Data available on the NSE, Foreign institutional investors (FIIs) sold shares worth Rs 515.85 crore, while domestic institutional investors (DIIs) bought shares of worth Rs 748.40 crore in the Indian equity markets.

SGX Nifty:(+104, 12173)

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	12025	11929	12167	12135	11598	11975-12183	Buy at CMP. Targets at 12163 /12343/12501. Stop 11757.
Bank Nifty	31374	30899	32251	31965	29965	31201-31901	Buy at CMP. Targets at 31901 /32613. Stop 30717.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
DIVISLABS	1833	1807	1871	1831	1678	Positive	Buy between 1811-1825 zone. Targets 1871/1921. Stop 1775.
HINDALCO	207.40	202	215	212	197	Positive	Buy at CMP. Targets 215/227.50. Stop 198.65.
MANAPPURAM	176.15	172.50	180.50	173	138	Positive	Buy at CMP. Targets 180.50/189. Stop 169.

All About Option Trades:

Option Trade: BUY NIFTY 16th JANUARY CE Strike Price 12100 at CMP 72.40. Profit: Unlimited. Maximum Loss: Rs. 5,430/-. Stop: Exit Call Option if Nifty moves above 11921. (Nifty January Futures CMP 12063.50)

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
RITES	307.40	251	321	284	241	Positive	Buy at CMP. Targets 321/350. Stop 251.
TRIVENI ENG	72.50	67	85	68	63	Positive	Buy at CMP. Targets 85/101. Stop 67.
PVR	1863.60	1746	2001	1829	1708	Positive	Buy at CMP. Targets 2001/2201. Stop 1701.

Mehta Group

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