MEHTA'S MORNING BELL

Here is what You may be interested this morning!

Good Morning & Welcome to Monday's trading action at Dalal Street dated 10th February 2020.

Caution likely to greet Dalal Street this Monday morning and that's in line with our call of the day which suggests a see-saw trading session on cards.

Blame the cautious start to the coronavirus fears that have not completely gone despite reports of positive advancements towards finding a cure for the same. At the time of writing, more than 813 people have died from the new virus in China and reports suggest that there were 2,656 new confirmed infections, bringing the total accumulated number so far to 37,198.

The sentiments and perceptions of trading theme at Dalal Street could shift on further outcome of the virus.

Meanwhile, the People's Bank of China has injected 1.7 trillion yuan ($243.88 billion) of liquidity into the financial system to stem the impact from the coronavirus virus.

Technically, a 'Spinning Top' pattern followed by bearish engulfing pattern seen on daily charts of Nifty indicating a neutral bias and indecisiveness after recent uptrend. The most watched hurdles from here on Nifty are at 12175 zone. Please note, only above 12175 mark, Nifty/Sensex could climb as adeptly as a mountain goat to their all-time-highs at 12,431/42,273 milestone.

But keeping downside limited would be the fact the Crude-Oil prices are in a tailspin. WTI Crude Oil prices have closed on the lower side for the 5th consecutive week, down 2.33% at $50.36 a barrel.

Option data suggests:

- Nifty's Max Call OI: 12500, 12400.
- Nifty's Max Put OI: 12000, 11500.

Our **chart of the day** suggests establishing long positions in stocks like BIOCON, MCDOWELL and AIA ENGINEERING with inter-week perspective.

Now, with the RBI MPC meet out of the way, the next watched out event will be CPI inflation numbers, Industrial Production & Manufacturing Output numbers for January to be trickle in on Wednesday, 12th Feb. On Friday, 14th Feb WPI Inflation numbers will be out. China will announce inflation rate for January today.

The street will also eye the Delhi Assembly election outcome which were held on February 8 and results will be declared on Tuesday (February 11).

Meanwhile, commanding attention would be Q3 earnings to trickle in today:

F&O segment: BHARATFORG, OIL India, PETRONET, NATIONAL ALUMINUM, MRF, MOTHERSUMI, GRASIM, GAIL.

Outlook for Monday: A consolidation day likely.

SGX Nifty:(-26, 12059)

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	12098	12027	12171	12126	11663	12027-12161	Buy only above 12175 zone. Targets at 12211/12431. Stop 11911.
Bank Nifty	31201	30651	31751	31071	30109	30851-31595	Sell at CMP. Targets at 30751/30221. Stop 31881.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
ADANI ENTEPRISES	239.50	231	251	227	168	Positive	Buy at CMP. Targets 251/269. Stop 219.
BIOCON	309	297	323	292	261	Positive	Buy between 301-305 zone. Targets 323/351. Stop 291.
L&TFH	131.55	123	139	121	110	Positive	Buy between 125-129 zone. Targets 139/151. Stop 117.

All About Option Trades:

Option Trade: BUY ESCORTS FEBRUARY CE Strike Price 900 at CMP 23.75. Profit: Unlimited. Maximum Loss: Rs. 17985/-. Stop: Exit Call Option if Escorts moves below 844. (Escorts February Futures CMP 867.15)

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
AIA ENGINEERING	1922	1801	2000	1748	1698	Positive	Buy at CMP. Targets 2000/2151. Stop 1801.
POLYPLEX	561	521	601	558	499	Positive	Buy at CMP. Targets 601/701. Stop 511.
-	-	-	-	-	-	-	-

Rewarding Relationships
www.mehtagroup.in