

# MEHTA'S MORNING BELL



Here is what You may be interested this morning!

## Good Morning & Welcome to Tuesday's trading action at Dalal Street dated 11th February 2020.

In early action, SGX Nifty is seen hanging in as Dalal Street anxiously awaits Delhi Assembly election outcome to trickle in today.

Our **call of the day** suggests sentiment remains fragile as coronavirus impact continues to draw spotlight. At the time of writing, more than 910 people have died from the new virus in China with the number of confirmed cases now at over 40,000 worldwide.

Also, as per Monday's data, both FII's and DIIs had sold shares worth Rs. 184.58 crores and Rs. 735.79 crores respectively in the Indian equity markets.

Amidst this backdrop, a see-saw trading session quite likely.

Technically, on the daily charts of Nifty, a 'Spinning Top' pattern is followed by bearish engulfing pattern and then a bearish candle is being observed indicating a neutral bias and indecisiveness after recent uptrend. The most watched hurdles from here on Nifty are at 12161-12175 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. Overnight,** WTI Crude Oil prices have closed on the lower side and most importantly below the \$50 a barrel level.

### 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 **PIDILITE, BIOCON and AIA ENGINEERING** with inter-week perspective.

PIDILITE especially enjoyed a strong sessions in yesterday's session, up 1.09%. Positive bias as long as 1511 support is held. Interweek Strategy: Buy at CMP (1576), targeting 1601 and then at 1617-1621 zone with stop below 1539.

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.

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

- Tuesday: BSE, SIEMENS, BEML, COALINDIA, BHEL, IDBI, JKIL, SYNDIBANK, ALBK, CESC, CRISIL, RCF.

**Outlook for Tuesday: A consolidation day likely.**

## SGX Nifty: (+11, 12053)

### All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	12032	11991	12105	12112	11665	11991-12101	Sell between 12101-12121 zone. Targets at 11921/11811. Stop 12177.
Bank Nifty	31058	30651	31751	31018	30113	30557-31275	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 ENTERPRISES	244.50	239	251	228	169	Positive	Buy at CMP. Targets 251/269. Stop 232.
BIOCON	309.75	297	323	293	261	Positive	Buy between 301-305 zone. Targets 323/351. Stop 291.
PIDILITE	1576	1539	1601	1488	1324	Positive	Buy at CMP. Targets 1601/1621. Stop 1539.

### All About Option Trades:

**Option Trade:** BUY ESCORTS FEBRUARY CE Strike Price 900 at CMP 16.25. Profit: Unlimited. Maximum Loss: Rs. 17875/-. Stop: Exit Call Option if Escorts moves below 844. (Escorts February Futures CMP 870.40)

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

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
AIA ENGINEERING	1919	1801	2000	1761	1699	Positive	Buy at CMP. Targets 2000/2151. Stop 1801.
POLYPLEX	544.20	521	601	558	499	Positive	Buy at CMP. Targets 601/701. Stop 511.
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## Mehta Group

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