

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 13th January 2020.

Early action at SGX Nifty is indicating 'Risk-On' theme for our stock markets in today's trade. The key positive catalysts driving optimism at Dalal Street are:

1. Infosys sets afire the ceremonial starters' pistol for the 3rd quarter corporate earnings season on a positive note. This Friday — 17th January 2020, the street will anxiously await Q3 of other technology companies like TCS and HCLTECH.
2. U.S-Iran tensions appear to fizzle out with totality.
3. All bullish eyes will be on the signing of phase one of the trade deal between the world's largest economies, US and China. China's Vice Premier Liu He, head of the country's negotiation team in the US-China trade talks, is visiting the US on January 13-15 to sign a 'phase one' trade deal.
4. Hopes of more measures in the forthcoming Budget 2020 keeping optimism alive at Dalal Street.
5. Indian government's plan of more than doubling CAPEX over the next 5 years.
6. FIIs camps were net buyers in Friday's trade to the tune of Rs. 578.28 Cr.
7. Spectacular rally being witnessed at worldwide stock markets; especially as Dow Jones hit psychological milestone — 29,000 — in Friday's trade.

That brings us to our **call of the day** which suggests 'make hay while the sun shines' at Dalal Street. The technical landscape for benchmarks Nifty & Sensex continues to be in 'super bullish' mode. Fresh uncharted territory likely to be the preferred theme. Nifty's immediate goalpost is at its all-time-high at 12311 mark and then all eyes will be 12345 milestone. Amongst stocks we like HINDUSTAN UNILVER, MARUTI & DIVIS LAB.

Commanding attention for the day are key catalysts like:

- Q3 of DELTACORP, TATAELXSI, WIPRO.
- The street will spy with one big eye on India CPI numbers for the December month slated to release on Monday 13th Jan 2020.
- Shares of most Tata Group companies advanced after the Supreme Court (SC) on Friday stayed NCLAT order reinstating Cyrus Mistry as executive chairman of Tata Sons.

Technically speaking, the biggest intraday support to watch would be at 12171 mark and then at 12001-12049 zone.

Option data suggests:

- Nifty's Max Call OI: 12500, 12400.
- Nifty's Max Put OI: 12000, 12200.

Outlook for Monday: We like Maruti, Dr Reddys Lab and HUL on buy side with interweek perspective.

SGX Nifty:(+15,12306)

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	12257	12165	12345	12169	11607	12211-12345	Buy between 12171-12200 zone. Targets at 12311/12343/12501. Stop 12001.
Bank Nifty	32097	31212	32613	32009	29981	31951-32651	Buy at CMP. Targets at 32613/33333. Stop 31212.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
DIVISLABS	1866	1827	1871	1835	1679	Positive	Buy between 1827-1835 zone. Targets 1871/1921. Stop 1817.
HINDALCO	212	207.50	215	213	197	Positive	Buy at CMP. Targets 215/227.50. Stop 203.
MARUTI	7330	7221	7431	7236	6729	Positive	Buy at CMP. Targets 7431/7545/7759. Stop 7111.

All About Option Trades:

Option Trade: BUY NIFTY 16th JANUARY CE Strike Price 12300 at CMP 50.25. Profit: Unlimited. Maximum Loss: Rs. 3,768.75/-. Stop: Exit Call Option if Nifty moves below 12165. (Nifty January Futures CMP 12290)

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
RITES	311	256	321	290	243	Positive	Buy at CMP. Targets 321/350. Stop 256.
NAUKRI	2548	2287	2750	2570	2207	Positive	Buy at CMP. Targets 2750/3000. Stop 2287.
BALRAMPUR CHINI	184	155	200	179	150	Positive	Buy at CMP. Targets 200/225. Stop 155.

Mehta Group

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