

# 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 14th January 2020.

SGX Nifty is pointing to a muted start for Dalal Street this Tuesday, but we suspect, as the trading day progresses — the two benchmarks will start to flirt with their fresh all-time highs as investors focus on:

1. Retail inflation which rose sharply to 7.35% in December 2019. Food inflation accelerated to 14.12% in December from 10.01% a month ago as vegetable prices shot up by 60.5%. The galloping inflation could constrain RBI from further monetary policy easing this Feb 2020. The street will now anxiously await the WPI numbers that will trickle in today.
2. 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.
3. Third-quarter earnings season starts to trickle in a big way. BANDHAN BANK, MINDTREE, INDUSINDBK, NETWORK18, TV18BRDCST report Q3 today. This Friday, 17th January — the street will anxiously await Q3 of RELIANCE INDUSTRIES, TCS and HCLTECH. Meanwhile, Infosys delivered an above street expectation Q3 performance and most importantly, raised its revenue forecast for the year.
4. Oil prices are seen falling again.
5. U.S-Iran tensions appear to fizzle out with totality.
6. FIIs camps were net buyers in Monday's trade to the tune of Rs. 68.24 Cr.
7. Spectacular rally being witnessed at worldwide stock markets; especially as Dow Jones flirts with its psychological milestone — 29,000. A Federal Reserve that has provided a low-interest rate environment and liquidity for money markets continues to create a bias to the upside for Wall Street.

The 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 12345 mark and then all eyes will be 12501 milestone.

Technically speaking, the biggest intraday support to watch would be at 12271 mark and then at 12151-12171 zone.

### Option data suggests:

- Nifty's Max Call OI: 12500, 12600.
- Nifty's Max Put OI: 12000, 12200.

Our **chart of the day** recommends to buy **Maruti, Adani Power & Balrampur Chinni** with interweek perspective.

**Outlook for Tuesday: Tata Motors and Maruti could run...**

## SGX Nifty:(+18, 12375)

### All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	12330	12245	12345	1286	11611	12291-12389	Buy between 12271-12300 zone. Targets at 12345/12501. Stop 12031.
Bank Nifty	32178	31212	32613	32073	30007	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
COLPAL	1477.55	1451	1511	1464	1310	Positive	Buy at CMP. Targets 1511/1561. Stop 1423.
HINDALCO	211	207.50	215	213	198	Positive	Buy at CMP. Targets 215/227.50. Stop 203.
MARUTI	7352	7221	7431	7253	6731	Positive	Buy at CMP. Targets 7431/7545/7759. Stop 7111.

### All About Option Trades:

**Option Trade:** BUY BANK NIFTY 16th JANUARY CE Strike Price 32800 at CMP 45.75. Profit: Unlimited. Maximum Loss: Rs 915/-. Stop: Exit Call Option if Bank Nifty moves below 31651. (Bank Nifty January Futures CMP 32242.25)

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

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
RITES	308.45	256	321	290	243	Positive	Buy at CMP. Targets 321/350. Stop 256.
BALRAMPUR CHINI	191.20	163	200	180	150	Positive	Buy at CMP. Targets 200/225. Stop 161.
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## Mehta Group

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