

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 17th December 2019.

This Tuesday morning, SGX Nifty is pointing to a higher start for our stock markets. The sentiments are buoyed by:

- Completion of the phase-one trade deal between U.S and China.
- Clarity on Brexit after the Conservatives won the U.K. elections.
- Indian Government's continuous focus on bringing economy back on track.
- FII's were net buyers worth Rs. 728.13 crores in the Indian Equity Market in yesterday's trade.
- Supportive positive global cues on backdrop of central banks in the U.S. and Europe saying they were not planning on lifting interest rates anytime soon.
- Looks like global growth has bottomed out.

Amidst this backdrop, an early Christmas likely at Dalal Street as we expect the strength in the rally will get better as it gets. Traders need to simply pounce — largely focus on positives and make hay while the sun shines at Dalal Street.

Agreed that WPI inflation data which trickled in yesterday dented bullish sentiments as bit but we suspect, in the near term — the GST Council meeting will be key catalyst that could lift Nifty towards its all-time-high at 12159 mark.

The bulls camp are also likely to take the widespread protests across India against Citizenship Amendment Act in its stride.

We suspect, slowing economic growth, an escalating trade war and an aging bull market are negative catalysts of the past.

Our **call of the day** suggests Nifty Bulls are likely to join the conga-line of rising global stock markets and most importantly explore uncharted territory. We suspect, uncharted territory should be the new way of life for benchmark indices in near term — though volatility will be hallmark on any excessive strength from here on.

Option data suggests:

- Nifty's Max Call OI: 12000, 12100.
- Nifty's Max Put OI: 12000, 11800.

Option data suggests a wider trading range between 11,800 — 12100 levels in the near term.

Bottom-line: Aggressive bullish traders should look to buy low and sell high with strict stop below Nifty 11801 mark.

Our **chart of the day** suggests establishing buy positions in stocks like TATA GLOBAL, MANAPPURAM & HDFC with interweek perspective.

SGX Nifty:(+43, 12113)

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	12054	12021	12159	12004	11489	12001-12151	Buy between 12001-12015 zone. Targets at 12159-12221/12501. Stop 11897.
Bank Nifty	32014	31801	32501	31606	29578	31901-32501	Buy at CMP. Targets at 32501/33251. Stop 31411.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
BHARAT FORGE	471	457	487	454	4456	Positive	Buy at CMP. Targets 487/505. Stop 447.
HINDALCO	206.65	202.5	215	199	196	Positive	Buy at CMP. Targets 215/227.50. Stop 199.
TATA GLOBAL	322	311	332.5	313	252	Positive	Buy between 313-317 zone. Targets 332.50/351. Stop 311.

All About Option Trades:

Option Trade: BUY NIFTY 26th DECEMBER CE Strike Price 12200 at CMP 80.95. Profit: Unlimited. Maximum Loss: Rs. 6,071.25/-. Stop: Exit Call Option if Nifty moves below 12001. (Nifty December Futures CMP 12082.55)

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
TRIVENI ENGINEERING	64	55	71	63	62	Positive	Buy at CMP. Targets 71/83. Stop 55.
GSPL	218	179	236	217	199	Positive	Buy at CMP. Targets 236/261. Stop 179.
-	-	-	-	-	-	-	-

Mehta Group

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