

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 18th February 2020.

Well, there are two good news this Tuesday morning...

1. Chinese stimulus could boost optimism at Dalal Street.
2. China health officials say that coronavirus is 'preventable and treatable'

China has taken another step to boost its economy, with the People's Bank of China cutting its one-year lending rate to 3.15% from 3.25%. The central bank also injected \$28.6 billion and conducted \$14.3 billion in reverse repos, in effect putting more cash into the market through short-term purchases of securities.

Honestly speaking, it's the same old trick to boost optimism. Any stress in the global system is met with money printing. And, that brings us to our **call of the day** which suggests 'Make hay while the sun shines'.

Our **chart of the day** suggests establishing long positions in stocks like **TITAN, JUBILANT FOODS & NESTLE** with inter-week perspective.

Overnight, Wall Street was closed in observance of Presidents Day, though at the time of writing, U.S. stock futures were up 0.25%.

Meanwhile, the technical landscape of Nifty continues to be negative as the benchmark has formed 3- long bearish candles on the daily charts — indicating negative bias.

That's in-line with fragile sentiments at Dalal Street amidst India's economic growth concerns after Moody's slashed its 2020 growth projection for India to 5.4% from 6.6% forecast earlier. Also, on backdrop are the Supreme Court's AGR order and its impact on telecom and banking stocks continued to weigh on the sentiment negatively.

Monday's trading action also suggests that both the foreign institutional investors (FIIs) and domestic institutional investors (DIIs) had sold shares worth Rs 374.06 crores & 154.25 crore respectively in the Indian Equity market.

Please note, technically, the trend will reverse to bullish only on any close above 12167 mark.

Option data suggests:

- Nifty's Max Call OI: 12500, 12300.
- Nifty's Max Put OI: 12000, 11800.

Monday's session went in favor of the bears' camp. Hopefully, today is another day!

SGX Nifty (-45, 12086)

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	12046	12007	12167	12065	11677	12007-12117	Buy between 12000-12010 zone. Targets at 12151/12257/12431. Stop 11811.
Bank Nifty	30680	30151	31451	30880	30147	30275-31021	Sell between 30851-31001 zone. Targets at 30391/30283/29612. Stop 31649.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
JUBLFOODS	1833	1801	1867	1840	1433	Positive	Buy at CMP. Targets 1867/1911. Stop 1799.
TITAN	1316	1297	1345	1233	1190	Positive	Buy at CMP. Targets 1345/1390. Stop 1295.
BANKBARODA	82.30	79	86	91	104	Negative	Sell at CMP. Targets 79/71. Stop 90.05.

All About Option Trades:

Option Trade: BUY BANKNIFTY 20th FEBRUARY PE Strike Price 30600 at CMP 148. Profit: Unlimited. Maximum Loss: Rs. 2960/-. Stop: Exit Put Option if Bank Nifty moves above 31110 (Bank Nifty February Futures CMP 30776.35)

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
PAGE INDUSTRIES	22549	20000	25101	24595	21540	Negative	Sell at CMP. Targets 20000/17501. Stop 25101.
BLUE STAR	854.10	778	901	825	779	Positive	Buy at CMP. Targets 901/1051. Stop 776.
-	-	-	-	-	-	-	-

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