

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 23rd December 2019.

Well, if Friday's fresh record high at Dalal Street is any indication then Nifty-Bulls must be feeling joyful and triumphant, and that brings us to our **call of the day** which says '**Another Day, Another Record highs at Dalal Street**'.

The street still focuses on the positive sentiment from the announcement of the phase-one of U.S-China trade deal.

Now, here are other good news this Monday morning which should keep optimism on a high note:

1. Wall Street ends at fresh records on Friday. Year-to-date the Dow is up 21.98%, the S&P 500 up 28.55 and the Nasdaq up 34.51%.
2. FIIs as net buyers last week as they bought shares worth Rs. 4891.70 crores.
3. 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.
4. Early indications that global growth downtrend has bottomed out.
5. Most probably, economic growth rebounds in 2020.
6. Indian Government's continuous focus on bringing economy back on track.

Investors could be in store for some real fireworks and amidst this bullish backdrop, 'look out above' continues to be the buzzword.

The technical landscape too at the moment at Dalal Street is seen 'super-bullish'. We suspect, the benchmark Nifty is eyeing its magical 12345 milestone.

Having said that please note that crashes happen when investors are expecting nothing less than euphoric returns. Digging deeper, market breadth at a time when benchmark Nifty is making new highs are not all convincing. Sluggish moves in most of the broader market indices. Well, this is definitely not a good sign at a time when Nifty at record highs.

Bottom-line: At the moment, liquidity is favor of bulls at Dalal Street. FII's were again net buyers worth Rs. 338.86 crores in the Indian Equity Market in Friday's trade. Also, hopes of more measures in the forthcoming Budget 2020 will keep optimism alive at Dalal Street.

Meanwhile, focus for the day shifts to Legislative Assembly elections results for Jharkhand that will be declared on 23 December 2019

We suspect, the bulls will forfeit any negative outcome from the assembly elections too and continue with their upward journey.

Our **chart of the day** suggests establishing buy positions in stocks like SBI, ESCORTS & CANARA BANK with interweek perspective.

Option data suggests:

7. Nifty's Max Call OI: 12300, 12400.
8. Nifty's Max Put OI: 12200, 12000.

Outlook for Monday: Up, Up and Away...

SGX Nifty:(-14, 12279)

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	12272	12101	12345	12063	11527	12221-12345	Buy between 12201-12225zone. Targets at 12301-12345/12501. Stop 12001.
Bank Nifty	32385	31951	32501	31816	29679	32101-32501	Buy at CMP. Targets at 32501 /33251. Stop 31771.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
CANARABANK	230	221	237.50	222	239	Positive	Buy at CMP. Targets 237.50/255. Stop 219.
HINDALCO	215.50	209	227.5	204	196	Positive	Buy at CMP. Targets 227.50/245. Stop 207.
ESCORTS	626	611	646	622	613	Positive	Buy at CMP. Targets 646/687.50. Stop 597.

All About Option Trades:

Option Trade: BUY BANK NIFTY 26th DECEMBER CE Strike Price 32500 at CMP 141.40. Profit: Unlimited. Maximum Loss: Rs. 2,828/-. Stop: Exit Call Option if Bank Nifty moves below 31801. (Bank Nifty December Futures CMP 32,260.40)

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
GSPL	218	179	236	217	200	Positive	Buy at CMP. Targets 236/261. Stop 179.
INFO EDGE (NAUKRI)	2642	2139	3000	2556	2152	Positive	Buy at CMP. Targets 2751/3000. Stop 2139.
-	-	-	-	-	-	-	-

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