

# MEHTA'S MORNING BELL



Here is what You may  
be interested this morning!

## Good Morning & Welcome to Thursday's trading action at Dalal Street, dated 23rd January 2020.

In early action, SGX Nifty is seen under pressure — trading below the dotted lines indicating that there is still downside risk for benchmark Nifty.

Keeping bulls on back foot are negative catalysts like:

- Caution ahead of presentation of Union Budget 2020.
- Global cues continues to be listless.
- Tepid quarterly earnings. Haunting investors are Q3 results of RIL, TCS, HDFC Bank, ASAIN PAINTS, AXIS BANK and KOTAK Bank which have failed to meet earnings estimates.
- Investors are now seen getting sceptical on backdrop of deterioration in asset quality of retail focused banks. This clearly reboots worries of the health of the economy amidst higher than expected NPA numbers in the Q3 bank results and most importantly, rising consumer inflation numbers.
- International Monetary Fund (IMF) lowered India's growth forecast.
- Reports that Auto registrations have plunged 15% in Dec 2019.
- Both FIIs and DIIs were net sellers in Wednesday's trade as FII's sold shares worth Rs. 176.43 crores while DIIs too sold shares worth Rs. 326.22 crores in the Indian Equity market.
- Investors continued to watch a respiratory virus outbreak in China.

That brings us to our **call of the day** which suggests that Dalal Street continue to be in slippery mode with Nifty's immediate support seen at 12041 and then at psychological 12000 mark. Major hurdles will be at its all-time-high at 12431. Intraday hurdles at 12221 mark.

### Option data suggests:

- Nifty's Max Call OI: 12500, 12300.
- Nifty's Max Put OI: 12000, 12200.

### Q3 earnings to trickle in today:

- Thursday: PVR, JMFINANCIAL, ORIENTALBANK, BIOCON, CANARABANK.
- Friday: BANK OF BARODA, INDIANBANK, JSWSTEEL.

**Outlook for Thursday: Sell on any intraday strength.**

## SGX Nifty:(-01, 12140)

### All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	12107	12051	12251	12214	11639	12031-12165	Buy between 12041-12055 zone. Targets at 12221-12349. Stop 11941.
Bank Nifty	30701	30065	31201	31822	30064	30060-31111	Sell between 30901-31011 zone. Targets at 30307/30000/28883. Stop 31442.

### All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
BANKBARODA	94.30	92.50	99	99	108	Negative	Sell between 95-97.50 zone, targeting 92.50/85. Stop 99.50.
L&T FINANCIAL	117.15	115	122	120	112	Negative	Sell between 120-122 zone, targeting 115/109.50 zone with stop above 125.45.
RBL BANK	339.20	313	353	346	463	Negative	Sell between 339-341 zone, targeting 313/291. Stop 357.

### All About Option Trades:

**Option Trade:** BUY NIFTY 30th JANUARY PE Strike Price 12000 at CMP 39.40. Profit: Unlimited. Maximum Loss: Rs. 2,955/- . Stop: Exit Put Option if Nifty moves above 12251 (Nifty January Futures CMP 12145.25)

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

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
ALEMBIC PHARMA	590.20	501	664	568	534	Positive	Buy at CMP. Targets 664/801. Stop 499.
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-

## Mehta Group

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