

# 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 28th January 2020.

Early morning action at SGX Nifty is pointing to a gap-down open for our stock markets.

That's in line with our **call of the day** which suggests sentiments are likely to be hit hard at Dalal Street as coronavirus spread rattles optimism. Well, each passing day, the concern is only growing over the fallout from China's coronavirus, with the death toll and number of infected climbing rapidly.

Technically, downside risk on Nifty seen at 11911 mark.

The gyan mantra is to stay light on leveraged positions. Aggressive long positions advised only above Nifty 12301 mark.

**Long story short:** It looks like that the sentiments will get back to normal only if coronavirus fears ebb.

### Option data suggests:

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

### Meanwhile, commanding attention would be Q3 earnings to trickle in:

- Tuesday: CENTURY TEXTILE, CENTRAL BANK, MANAPPURAM, M&M FIN, MARUTI, CG Power, Cummins India.

The other key catalysts commanding attention are:

- FII's action in Monday's trade suggests that they sold shares worth Rs. 438.85 crores.
- Stocks banned in F&O segment for today: YES BANK.
- Copper prices are still seen falling and that could be vital sign of a bad omen for the Global Economy reigniting recession fears.
- Crude-oil prices fall to their lowest levels in over 3 months amidst coronavirus stokes fears of weak demand.
- Fed interest rate decision and its commentary to trickle in on Wednesday (29th Jan) midnight. Bank of England will also announce its monetary policy decision on January 30.
- United Kingdom is set to exit the European Union by January 31, 2020 deadline.
- Volatility will be hallmark as the street braces for F&O expiry this Thursday, 30th January 2020.

### Outlook for Tuesday: Volatility likely to be hallmark.

Our **chart of the day** suggests establishing short positions in stocks like Jindal Steel & Power and Bank of Baroda.

## SGX Nifty:(-34, 12082)

### All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	12119	12041	12251	12212	11647	12051-12175	Buy between 12041-12051 zone. Targets at 12203/12301-12349. Stop 11971.
Bank Nifty	30837	30065	31351	31651	30074	30105-3130	1Sell between 31001-31251 zone. Targets at 30615/30000/28883. Stop 31877.

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

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
BANKBARODA	92.35	85.65	96.5	98	107	Negative	Sell at CMP. Targets 85.65/81. Stop 97.05.
JINDALSTEL	178.70	167.50	181	176	141	Negative	Sell at CMP. Targets 167.50/161. Stop 186.
CANARA BANK	210	201	215	217	234	Negative	Sell between 213-215 zone, targeting 201/195. Stop 221.

### All About Option Trades:

**Option Trade:** BUY NIFTY 30th JANUARY PE Strike Price 12000 at CMP 23.25. Profit: Unlimited. Maximum Loss: Rs. 1,743.75/- . Stop: Exit Put Option if Nifty moves above 12275 (Nifty January Futures CMP 12125.70)

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

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
GRSE	206	161	250	206	156	Positive	Buy at CMP. Targets 250/275. Stop 161.
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-

## Mehta Group

903 Lodha Supremus, Dr. E Moses Road, Worli Naka, Mumbai - 400 018 Board: +91-22-61507100/101 Fax: +91-22-61507102