

MEHTA'S MORNING BELL



Here is what You may
be interested this morning!

TODAY'S ECONOMIC CALENDAR

Japan:	Jobs/applications ratio (Oct), Unemployment Rate (Oct), Capital Spending (YoY) (Q3), Manufacturing PMI (Nov)
India:	Nikkei Markit Manufacturing PMI (Nov)
Great Britain:	Nationwide HPI (MoM) (Nov), Nationwide HPI (YoY) (Nov), Manufacturing PMI (Nov)
Hong Kong:	Retail Sales (YoY) (Oct)
Euro:	German Unemployment Change (Nov), German Unemployment Rate (Nov), German Unemployment (Nov), German Unemployment n.s.a. (Nov), German Manufacturing PMI (Nov), PPI (YoY), PPI (MoM), CPI, n.s.a (Nov) CPI (YoY) (Nov), HICP ex Energy & Food (YoY) (Nov), Core CPI (YoY), Core CPI (MoM), CPI (MoM), CPI ex Tobacco (MoM), CPI ex Tobacco (YoY), HICP ex Energy and Food (MoM)
USA:	Redbook (MoM), Redbook (YoY), Manufacturing PMI (Nov), Construction Spending (MoM) (Oct), ISM Manufacturing Employment (Nov), ISM Manufacturing New Orders Index (Nov), ISM Manufacturing PMI (Nov), ISM Manufacturing Prices (Nov), Dallas Fed Services Revenues (Nov), Texas Services Sector Outlook (Nov), 52-Week Bill Auction.

Good Morning & Welcome to Tuesday's trading action at Dalal Street dated 1st December 2020.

December 2020 is here and investors across globe eagerly wait for month of December..

Do you know why?

Yes. You got it right. Santa Claus Rally!!

Bullish stocks on our radar: MFSL, COROMANDEL INTERNATIONAL, ENDURANCE TECHNOLOGIES, WABAG, BHEL and HUDCO.

Now, here are other key things to know before today's market opens.

- The market will first react to Q2 GDP data which contracted at a slower pace of -7.5 percent compared to a massive 23.9 per cent in the first quarter of the current fiscal. The gross domestic product (GDP) had expanded by 4.4 per cent in the corresponding July-September period of 2019-20.
Blame the recession scenario to the coronavirus pandemic and resultant lockdowns. The only silver lining from the Q2 GDP data is that Indian economy performed better than most estimates and there was a partial recovery from the contraction of 23.9% in the previous quarter.
- In early action, SGX Nifty is seen faltering indicating Dalal Street will struggle for direction in today's trade. That's quite obvious as we just had a bumper November where Nifty made a blockbuster monthly gains of 11.4% — so some breather quite likely.
- Covid-19 vaccine optimism continues to be the preferred theme and still remains in investors' minds. Investors will continue to watch a strong second wave of COVID-19 in the U.S. + Europe.
- The foreign institutional investors are deploying billions of dollars. In the November month, FIIs had net bought Rs. 65,317 crore worth of Indian equities — incidentally, the highest inflow in a month. Please note, FIIs net bought Rs 1.39 lakh crore of shares in the current financial year. FIIs inflow simply seems to be unstoppable.
- As per Friday's provisional Data available on the NSE, FII's bought shares worth Rs. 7712.98 crores in the Indian Equity Market.
- Options data for 31st December Series suggests Nifty is likely to be in a higher trading range as maximum Call OI is at 13000. This is followed by 13500 Strike Price. Maximum Put open interest stands at 12800 levels. Call writing was seen at 13000, while there was meaningful Put writing at 12900. Well, the said data indicates a higher trading range between 12800 and 13200 levels.

Bottom-line: We still suspect the key theme at Dalal Street is the tug-of-war between the 'optimism on the vaccination' and the 'rising COVID cases which pose a significant risk'.

Our **call of the day** says if stock market takes an intraday breather then it's most likely that investors are going to put more money to work — Buy-the-dip gyan mantra to prevail.

SGX Nifty: (+19, 13012)

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	12969	12727	13147	12557	10753	12911-13111	Buy between 12885-12935 zone. Targets at 13171 and then aggressive targets at 13351-13501 zone with stop at 12727.
Bank Nifty	29609	29001	30201	27994	22907	29001-30201	Buy at CMP. Targets at 30201 /30911/32613. Stop at 27721.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
MFSL	649	625	685	618	547	Positive	Buy at CMP. Targets 685/711. Stop 621.
NTPC	94.7	89	106	90	92	Positive	Buy at CMP. Targets 106/121. Stop 83.
TITAN	1361	1317	1390	1280	1083	Positive	Buy between 1341-1351 zone. Targets 1390/1407. Stop 1307.

All About Option Trades:

Option Trade: BUY NIFTY 3rd DECEMBER CE Strike Price 13100 at CMP 53. Profit: Unlimited. Maximum Loss: Rs. 3,975/-. Stop: Exit Call Option if Nifty moves below 12821. (Nifty December Futures CMP 12997).

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
COROMANDEL	828.35	671	907	761	692	Positive	Buy at CMP. Targets 907/1000. Stop 671.
CDSL	490	439	600	480	335	Positive	Buy at CMP. Targets 525/600. Stop 439.
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