

# MEHTA'S MORNING BELL



Here is what You may  
be interested this morning!

## Good Morning & Welcome to Tuesday's trading session at Dalal Street dated 2nd February 2021.

The global cues are quite positive this morning as overnight Wall Street traded higher as the U.S benchmarks attempted to recover from its worst weekly loss since October.

The big story in markets however continues to revolve on overwhelming discussion on Union Budget 2021-22.

The Union Budget 2021-22 was historic from Dalal Street's perspective as the benchmarks Sensex and Nifty logged their best performance since 1997. The bank index was star outperformer scaling a fresh intraday record high of 33,305.

FM Sitharaman's Budget was indeed "like never before" as the first digital Budget 2021 ticked all the right boxes for the Dalal Street. Anxious investors started cheering positive catalysts like:

- Big thrust on Capital Expenditure
- Absolutely no increase in capital market taxation, absence of the much-feared COVID cess and most importantly — no surcharges on personal Income Tax.
- Hike in foreign direct investment (FDI) limit in insurance from 49% to 74%.
- Scrappage policy for vehicles.
- Proposal of monetisation of assets.

Our **chart of the day** suggests that PSU Banks are our preferred bets on the buy side. We like BANK OF BARODA, SBI & PNB with interweek perspective.

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

- NMDC announced higher production of 3.86 million tonnes in January 2021 against 3.31 million tonnes in January 2020, and sales at 3.74 million tonnes against 2.96 million tonnes in the same period. (Technically, aggressive investors can look to buy Buy NMDC February Futures for 0-3 days at CMP 108.55 for an objective of 121. Stop 103.
- Q3 Earnings to trickle in today: HDFC, Ajanta Pharma, Balrampur Chini, Tata Consumer Products, Vinati Organics.
- The options data for February Series suggests Nifty is likely to be in a broader trading range of 13200-14200 as maximum Call OI is at 14500 followed by 15000 strike price. Maximum Put open interest stands at 14000 levels followed by 13500 levels. Call writing was seen at 14200 and then at 13500 strike price, while there was meaningful Put writing at 14200. Well, the said data indicates a wide trading range between 14000 and 14500 levels.
- Focus will not shift to RBI's MPC Meet to trickle in this Friday, 5th February 2021.

## SGX Nifty: (+71, 14430)

### All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	14281	14101	13913	14284	11583	14157-14457	Buy between 14061-14101 zone. Targets at 14337 and then aggressive targets at 14751/15000 zone with stop at 13871.
Bank Nifty	33089	32451	34001	31777	24373	32451-34001	Buy between 32101-32501 zone. Targets at 33901 and then aggressive targets at 34501-35001 zone with stop at 31079.

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

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
CONCOR	454	426	473	432	399	Positive	Buy at CMP, targeting 473/501. Stop at 421.
HINDALCO	242	235	253	250	182	Positive	Buy between 235-239 zone. Targets 253/275. Stop at 225
NMDC	109	103	131	119	92	Positive	But at CMP. Targets 117.5/131/145. Stop above 102.05.

### All About Option Trades:

**Option Call:** BUY NIFTY 11th February CE Strike Price 14600 at CMP 118. Profit: Unlimited. Maximum Loss: Rs. 8,850/-. Stop: Exit Call Option if NIFTY moves below 14150. (NIFTY February Futures CMP 14394.30).

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

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
COROMANDEL	831.5	701	1001	827	743	Positive	Buy at CMP. Targets 901/1001/1121. Stop 701.
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-

## Mehta Group

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