

MEHTA'S MORNING BELL



Here is what You may
be interested this morning!

TODAY'S ECONOMIC CALENDAR

USA:	API Weekly Crude Oil Stock, Total Vehicle Sales
Great Britain:	BRC Shop Price Index (YoY), Nationwide HPI (YoY) (Aug), Nationwide HPI (MoM) (Aug), House Price Index (YoY)
Japan:	Monetary Base (YoY)
Euro:	German Retail Sales (MoM) (Jul), German Retail Sales (MoM) (Jul), German Retail Sales (YoY) (Jul), PPI (MoM) (Jul), PPI (YoY) (Jul), German 5-Year Bobl Auction
USA:	MBA 30-Year Mortgage Rate, MBA Mortgage Applications (WoW), Mortgage Market Index, MBA Purchase Index, Mortgage Refinance Index, ADP Nonfarm Employment Change (Aug), Seevol Cushing Storage Report, ISM-New York Index (Aug), ISM NY Business Conditions (Aug), Factory Orders (MoM) (Jul), Durables Excluding Defense (MoM) (Jul), Factory orders ex transportation (MoM) (Jul), EIA Weekly Refinery Utilization Rates (WoW), Crude Oil Imports, Distillate Fuel Production, Gasoline Production, EIA Refinery Crude Runs (WoW), Heating Oil Stockpiles, Gasoline Inventories, EIA Weekly Distillates Stocks, Cushing Crude Oil Inventories, Crude Oil Inventories, Beige Book.

Good Morning & Welcome to Wednesday's trading action at Dalal Street dated 2nd September 2020.

Judging by early action at SGX Nifty, it appears that Dalal Street is most likely to carve out a positive session.

The positive catalyst: This morning, India-China border tensions are off the front pages.

The optimism also comes from positive overnight Wall Street cues where key benchmarks clambered toward record-high territory. Helping to feed the buying momentum on Dalal Street are:

- China's manufacturing activity soared to a near-decade high in August.
- A report on American manufacturers for August showed a 4th straight monthly rise.

Technically speaking, Nifty finds support at 11327 and then at 11245 mark. There is a high probability that bulls' will attempt to regroup on any corrective declines in today's trade. Having said that, confirmation of strength on Nifty only on any close above 11627 mark.

Options data suggests Nifty is likely to be in a trading range as maximum Call OI is at 12000. This is followed by 11500 Strike Price. Maximum Put open interest stands at 11,000 levels. Call writing was seen at 12200 followed by 12100 levels, while there was meaningful Put writing at 11,000. Well, the said data indicates a higher trading range between 11,000 and 11,800 levels.

Now, before we proceed, here are other key things to know before today's market open:

- The central government on Tuesday informed Supreme Court that loan moratorium period can be extended by two years as per the RBI's circular. Amidst this backdrop, banking stocks are likely to underperform.
- The important Q1 earnings to trickle in today: JUBLFOODS, COALINDIA, DISHTV.
- GST collection in August at ₹86,449 crore, down 12%.
- As per Tuesday's provisional data available on the NSE, FII's bought shares worth Rs. 486.09 crores in the Indian Equity Market. DIIs on the other hand sold shares worth Rs. 775.28 crores in the Indian Equity market.

Outlook for Wednesday: Buy on any intraday dips.

SGX Nifty: (+30, 11541)

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	11470	11321	11627	11346	10815	11375-11627	Buy between 11327-11375 zone. Targets at 11527/11627-11751 zone with stop at 11111.
Bank Nifty	23812	23200	25300	22483	25048	23201-25300	Buy between 22901-23101 zone. Targets at 25233/26311. Stop at 22361.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
JINDALSTEL	218	209	227	214	150	Positive	Buy between 213-215 zone. Targets 227/239. Stop 207.
NESTLE	16196	15739	16601	16411	15984	Positive	Buy at CMP. Targets 16601/17901. Stop 15601.
SBILIFE	836	818	861	855	847	Positive	Buy between 825-833 zone. Targets 861/893. Stop 797.

All About Option Trades:

Option Trade: BUY NIFTY 10th SEPTEMBER CE Strike Price 11600 at CMP 104.70. Profit: Unlimited. Maximum Loss: Rs. 7,852.50/-. Stop: Exit Call Option if Nifty moves below 11401. (Nifty September Futures CMP 11510.95)

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
BHARTI AIRTEL	546	521	613	535	512	Positive	Buy at CMP. Targets 613/675. Stop 521.
RATNAMANI METALS	1179.30	1041	1271	1146	1060	Positive	Buy at CMP. Targets at 1271/1401. Stop 1041.
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Mehta Group

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