

MEHTA'S MORNING BELL



Here is what You may
be interested this morning!

Good Morning & Welcome to Wednesday's trading session at Dalal Street dated 3rd February 2021.

Our **call of the day** suggests that optimism will continue to be the theme amidst:

1. Signs of progress on U.S stimulus.
2. Slowing cases of Covid-19 cases in the U.S
3. Vaccine rollout seen accelerating. (On the virus front, more Americans have received at least one dose of a Covid-19 vaccine than have tested positive for the virus).

Well, honestly speaking— to these liquidity driven markets, the only catalyst which matters most is the sound of more stimulus. Believe us, the only music to the bullish markets' ears is stimulus, stimulus and more stimulus.

Amidst this backdrop, Nifty will aim to move to uncharted territory.

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. The market is likely to be upbeat on stocks like Avanti Feeds, Birla Corporation, PNB and Bharti Airtel. RIL likely to join the exuberance.

The big story for our stock markets continues to revolve on overwhelming discussion on Union Budget 2021-22.

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

Investors were seen keeping an eye on the negotiations in Washington over President Joe Biden's proposed \$1.9 trillion economic aid package. The passage of a fiscal stimulus and coronavirus-relief bill in the U.S. doesn't appear imminent, but a \$600 billion Republican counter-proposal to President Joe Biden's \$1.9 trillion package at least presents a starting point in negotiations. The consensus among investors and economists seem to be that there will be another round of stimulus sooner rather than later.

Q3 Earnings to trickle in today: Bharti Airtel, Adani Enterprises, Adani Green Energy, Apollo Tyres, Jubilant FoodWorks.

The options data for February Series suggests Nifty is likely to be in a higher trading range of 14300-15000 as maximum Call OI is at 15000 followed by 14500 strike price. Maximum Put open interest stands at 14000 levels followed by 14200 levels. Call writing was seen at 14200 and then at 13500 strike price, while there was meaningful Put writing at 14000. Well, the said data indicates a wide trading range between 14300 and 15000 levels.

Technically speaking, from a chartist standpoint, all bullish eyes will be on if the benchmark Sensex can reclaim the psychological 50,000 mark. Nifty intraday hurdles seen at 14757 mark. Downside likely to be well supported at psychological 14300 mark.

SGX Nifty: (+51, 14778)

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	14648	14311	14757	14314	11610	14457-14807	Buy between 14500-14551 zone. Targets at 14757 and then aggressive targets at 15000 zone with stop at 14321.
Bank Nifty	34268	33001	35001	31921	24396	33861-35001	Buy between 33750-34000 zone. Targets at 35001 and then aggressive targets at 36001-36501 zone with stop at 32135.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
CONCOR	456	426	473	435	400	Positive	Buy at CMP, targeting 473/501. Stop at 421.
NMDC	111	103	131	118	92	Positive	But at CMP. Targets 117.5/131/145. Stop above 102.05.
RELIANCE INDUSTRIES	1926	1830	2121	1952	1919	Positive	But at CMP. Targets 2121/2171. Stop above 1823.

All About Option Trades:

Option Call: BUY NIFTY 11th February CE Strike Price 14900 at CMP 110. Profit: Unlimited. Maximum Loss: Rs. 8,250/-. Stop: Exit Call Option if NIFTY moves below 14441. (NIFTY February Futures CMP 14711.90).

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
BIRLA CORPORATION	777.45	701	1001	732	619	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