

MEHTA'S MORNING BELL



Here is what You may
be interested this morning!

Economic Calendar:

Japan:	30-Year JGB Auction
Euro:	IHS Markit Construction PMI (Jan), Retail Sales (MoM) (Dec), Retail Sales YoY (Dec).
Great Britain:	BoE Interest Rate Decision (Feb), BoE QE Total (Feb), BoE MPC vote hike (Feb)BoE MPC vote cut (Feb), BoE MPC vote unchanged (Feb)
USA:	Challenger Job Cuts (Jan), Continuing Jobless Claims, Jobless Claims 4-Week Avg., Initial Jobless Claims, Nonfarm Productivity (QoQ) (Q4), Unit Labor Costs (QoQ) (Q4), Factory orders ex transportation (MoM) (Dec), Durables Excluding Defense (MoM) (Dec), Factory Orders (MoM) (Dec), Natural Gas Storage, 4-Week Bill Auction, 8-Week Bill Auction

Good Morning & Welcome to Thursday's trading session at Dalal Street dated 4th February 2021.

Our **call of the day** suggests that the buying euphoria is seen well in place at Dalal Street as expectations are high for Nifty to conquer its 15,000 psychological mark.

The positive catalyst: Liquidity, liquidity and liquidity.

FPI inflow crosses \$30 bn in FY21, highest investment in a FY since 2013. After remaining on the sidelines during the last week, FPIs have pumped in over \$1 billion (Rs 8,030 crore) in equities in past two days alone. BoE Interest Rate Decision (Feb), BoE QE Total (Feb), BoE MPC vote hike (Feb), BoE MPC vote cut (Feb),

BoE MPC vote unchanged (Feb)

Our **chart of the day** suggests that PSU Banks are our preferred bets on the buy side. We like CANARA BANK, BANK OF BARODA, SBI, PNB, BHARTI AIRTEL with interweek perspective. Bharti Airtel back in black. The firm posted a consolidated Q3 net profit of Rs 854 crore, driven by exceptional gains. The average revenue per user (ARPU) rose to Rs 166 for the quarter. Hhighlight of the quarter was 13 million 4G customers added in Wireless business.

SHOW ME THE MONEY: Buy CANARA BANK February Futures for 0-3 days at CMP 154.25 for an objective of 169. Stop 145. Alert: BREAKOUT PLAY.

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 seems to be that there will be another round of stimulus sooner rather than later.

The biggest music to the bullish markets' ears is stimulus, stimulus and more stimulus.

- SEBI barred Future Group Chief Executive Officer Kishore Biyani from accessing the securities market for a period of one year.
- Q3 Earnings to trickle in today:** SBI, HEROMOTO CORP, GODREJ PROPERTIES, CONCOR, REC, TATAPOWER, AVANTI FEEDS, ADANI POWER, HIND PETRO, CHAMBAL FERTILISER, IPCA LAB, SONATA SOFTWARE.
- The options data for February Series suggests Nifty is likely to be in a higher trading range of 14500-15200 as maximum Call OI is at 15000 followed by 14500 strike price. Maximum Put open interest stands at 14500 levels followed by 14600 levels. Call writing was seen at 15200 and then at 15100 strike price, while there was meaningful Put writing at 14000.
- Technically speaking, from a chartist standpoint, all bullish eyes will be on if the benchmark Nifty can conquer the psychological 15,000 mark this week. Nifty's downside likely to be well supported at psychological 14500 mark.
- All eyes will be now on RBI MPC Meet to trickle in on 5th Feb 2021.

SGX Nifty: (+7, 14835)

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	14790	14647	15001	14346	11639	14657-14957	Buy at CMP. Targets at 15001 and then aggressive targets at 15251 zone with stop at 14389
Bank Nifty	34758	34301	35500	32090	24473	33201-35500	Buy between 33750-34000 zone. Targets at 35001 and then aggressive targets at 36001-36501 zone with stop at 32735.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
AARTI INDUSTRIES	1188	1167	1219	1223	1060	Positive	Buy at CMP, targeting 1219/1273. Stop at 1129.
PNB	38.35	35	42.65	36	32	Positive	But at CMP. Targets 42.65/51. Stop above 33.95.
RELIANCE INDUSTRIES	1931	1830	2121	1949	1922	Positive	But at CMP. Targets 2121/2171. Stop above 1823.

All About Option Trades:

Option Call: BUY NIFTY 11th February CE Strike Price 15000 at CMP 95. Profit: Unlimited. Maximum Loss: Rs. 7,125/-. Stop: Exit Call Option if NIFTY moves below 14651. (NIFTY February Futures CMP 14814).

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
BIRLA CORPORATION	808.20	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