

MEHTA'S MORNING BELL



Here is what You may
be interested this morning!

Good Morning & Welcome to Thursday's trading action at Dalal Street dated 7th January 2021.

Going up, up and away!

Technically speaking, chase the buying momentum as long as Nifty stays above psychological 14,000 mark.

Optimism is in the air this Thursday morning and greeting Nifty bulls' with positive beats are reports that Democrats lead in Georgia Elections. The street is betting on Democrats winning both seats—and taking the Senate.

Overnight the Dow Jones index and the S&P 500 clinched new record highs.

That brings us to our **call of the day** which suggests buying momentum will continue at a super-convincing velocity if Nifty stays above the psychological 14000 mark.

Our **chart of the day** suggests that the up move will be much more profound in stocks like RAMCO CEMENTS, BIRLA CORPORATION & IDFC FIRST BANK with interweek perspective.

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

- The options data for the January Series suggests Nifty is likely to be in a higher trading range as maximum Call OI is at 14000 which is followed by 14500 Strike Price. Maximum Put open interest stands at 13500 levels. Call writing was seen at 14200 and then at 14500 strike price, while there was meaningful Put writing at 13800. Well, the said data indicates a wide trading range between 13800 and 14500 levels.
- As per Wednesday's provisional Data available on the NSE, FII's sold shares worth Rs. 483.64 crores in the Indian Equity Market. DIIs too sold shares worth Rs. 380.41 crores in the Indian Equity market.
- Technically speaking, Reliance (RIL's) stock price is now down around 20% from its peak — indicating that the stock has entered the bear phase. Please note, markets are in bear territory when stocks, on average, fall at least 20% off their high.
- Meanwhile, Maruti Suzuki's production in December 2020 increased to 1.55 lakh vehicles, from 1.15 lakh vehicles in the same month last year. **Maruti's stock price could skyrocket on any move above 7750.**
- Maharashtra cabinet clears proposal to cut govt levies on real estate by 50% until Dec 31, 2021.
- Property prices are expected to drop sharply in Mumbai as the real estate sector applauds government moves.
- Gold futures fell by more than 2% on Wednesday as a jump in U.S. bond yields undercut the competitive advantage of owning risk-free Treasuries over bullion.
- TCS Q3 will trickle in on 8th January while Union Budget 2021-22 to be presented on February 1.

SGX Nifty: (+78, 14259)

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	14146	14001	14307	13745	11095	14075-14307	Buy between 14100-14125 zone. Targets at 14251 and then aggressive targets at 14401-14501 zone with stop at 13939.
Bank Nifty	31798	31001	32613	30757	23233	31300-32251	Buy at CMP. Targets at 32001 and then aggressive targets at 32613 zone with stop at 30751.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
HAVELLS	946	921	1001	887	650	Positive	Buy at CMP, targeting 959 and then at 991-1001 zone with stop below 915.
RAMCO CEMENTS	802	767	869	817	693	Positive	Buy at CMP, targeting 821 and then at 855-869 zone with stop below 783.
IDFC FIRST BANK	41.40	39	47.50	37.30	28.75	Positive	Buy at CMP, targeting 47.50 and then at 53-57 zone with stop below 35.50.

All About Option Trades:

Option Trade: BUY IDFC FIRST BANK 28th January CE Strike Price 42 at CMP 2.10. Profit: Unlimited. Maximum Loss: Rs. 39,900/-. Stop: Exit Call Option if IDFC BANK moves below 37. (IDFC FIRST BANK January Futures CMP 41.35).

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
JM FINANCIAL	91	82.50	125	85	76	Positive	Buy at CMP, targeting 107 and then at the psychological 125 mark. Stop at 69. Holding period 1-3 Months.
MARUTI	7656	7431	7751	7633	6329	Positive	Buy at CMP, targeting 7801 and then at 8001-8025 zone with stop below 7411.

Mehta Group

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