

MEHTA'S MORNING BELL



Here is what You may
be interested this morning!

TODAY'S ECONOMIC CALENDAR

Japan:	Foreign Reserves (USD) (Aug), Leading Index (MoM) (Jul), Coincident Indicator (MoM) (Jul), Leading Index, FX Reserves (USD)
China:	Trade Balance (USD) (Aug), Imports (YoY) (Aug), Exports (YoY) (Aug)
Euro:	German Industrial Production (MoM) (Jul), Sentix Investor Confidence (Sep)
Great Britain:	Halifax House Price Index (MoM) (Aug), Halifax House Price Index (YoY)
Hong Kong:	Foreign Reserves (USD) (Aug)
Singapore:	Foreign Reserves USD (MoM) (Aug)

Good Morning & Welcome to Monday's trading action at Dalal Street dated 7th September 2020.

This Monday morning, early action at SGX Nifty is indicating that gravity is again seen taking hold.

Blame the suddenness of big drops to 4 things:

1. The Indian government's decision to ban PUBG and 117 other Chinese apps. Adding to the grim picture, military talks have made little progress. Net-net, the situation on the border is heating up again.
2. Profit booking witnessed at global stock markets after recent strong run.
3. US-China relations are sour.
4. Doubts about traction for further fiscal stimulus from Washington lawmakers is one of the factor discouraging investors.

Technically speaking, Nifty finds support only at 11227 mark and then major support levels seen at 11111 mark. Nifty's major hurdles at 11601 mark. Please note, confirmation of strength only on any close above 11601 mark.

Options data suggests Nifty is likely to be in a trading range as maximum Call OI is at 11500. Maximum Put open interest stands at 11,000 levels. Call writing was seen at 11500 followed by 11400 levels, while there was meaningful Put writing at 11,300. Well, the said data indicates a trading range between 11,000 and 11,600 levels.

- Preferred trade on Nifty (11334): Buy between 11227-11250 zone. Targets at 11469/11587 zone with stop at 11111.

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

- All eyes will be on the IPO mart which is seen buzzing once again in the coming week. This Monday, Happiest Minds Technologies is coming out with its Rs 700 crore issue.
- The important Q1 earnings to trickle in today: Info Edge (Naukri), CG Power, Hindustan Oil Exploration.
- As per Friday's provisional data available on the NSE, FII's sold shares worth Rs. 1888.78 crores in the Indian Equity Market. DIIs on the other hand too sold shares worth Rs. 456.88 crores in the Indian Equity market.
- FM asks PSU bankers to start restructuring loans of below Rs 1,500 cr by Sept 2nd week

Outlook for Monday: Volatility, volatility and volatility.

SGX Nifty: (-27, 11334)

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	11334	11227	11483	11394	10809	11375-11627	Buy between 11227-11250 zone. Targets at 11469/11587/11750 zone with stop at 11111.
Bank Nifty	23012	22400	23701	22758	24934	22400-23400	Sell between 23251-23300 zone. Targets at 22651/21781. Stop at 23929.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
BAJAJ FINANCE	3596	3471	3681	3506	3373	Negative	Sell between 3621-3651 zone. Targets 3471/3333. Stop 3701.
INDUSIND BANK	616	595	649	558	824	Negative	Sell between 627-633 zone. Targets 595/573. Stop 653.
TATASTEEL	421	409	433	424	372	Negative	Buy between 427-431 zone. Targets 409/386. Stop 447.

All About Option Trades:

Option Trade: BUY NIFTY 10th SEPTEMBER PE Strike Price 11300 at CMP 98.80. Profit: Unlimited. Maximum Loss: Rs. 7,410/-. Stop: Exit Put Option if Nifty moves above 11489. (Nifty September Futures CMP 11351.75)

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
RATNAMANI METALS	1175	1041	1271	1153	1062	Positive	Buy between 1161-1165 zone. Targets at 1271/1401. Stop 1041.
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-

Mehta Group

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