

# MEHTA'S MORNING BELL



Here is what You may  
be interested this morning!

## TODAY'S ECONOMIC CALENDAR

Japan:	Reuters Tankan Index (Dec), Overtime Pay (YoY) (Oct), Overall wage income of employees (Oct), Household Spending (YoY) (Oct), Household Spending (MoM) (Oct), Average Cash Earnings (YoY), GDP (YoY) (Q3), GDP External Demand (QoQ) (Q3), GDP Private Consumption (QoQ) (Q3), GDP Capital Expenditure (QoQ) (Q3), GDP (QoQ) (Q3), Bank Lending (YoY) (Nov), Current Account n.s.a. (Oct), Adjusted Current Account, Economy Watchers Current Index (Nov)
Great Britain:	BRC Retail Sales Monitor (YoY) (Nov), 10-Year Treasury Gilt Auction, 30-Year Treasury Gilt Auction
Euro:	GDP (YoY) (Q3), GDP (QoQ) (Q3), Employment Overall (Q3), Employment Change (YoY) (Q3), Employment Change (QoQ) (Q3), ZEW Economic Sentiment (Dec), German ZEW Economic Sentiment (Dec), German ZEW Current Conditions (Dec)
USA:	NFIB Small Business Optimism (Nov), EIA Short-Term Energy Outlook, Unit Labor Costs (QoQ) (Q3), Nonfarm Productivity (QoQ) (Q3), Redbook (YoY), Redbook (MoM), 3-Year Note Auction

## Good Morning & Welcome to Tuesday's trading action at Dalal Street dated 8th December 2020.

Early action suggests that SGX Nifty is on the rise indicating another spectacular session on cards for Dalal Street.

Our **call of the day** suggests that if you are hoping to take advantage of a year-end rally, then you must place your bets now rather than wait until Santa Rally.

The big question for investors who are sitting on sidelines: Does it still make sense to move from disbelief to belief??

Yes. Our stock markets are on a tear, with no end in sight. It is likely to be a December to remember!

The good news for the bulls' camp is that the market breadth remains solid. The technical backdrop for stocks listed at Dalal Street continues to strengthen each passing day. That's quite obvious as the benchmarks, Nifty & Sensex, both are sailing at uncharted territory. Most importantly, the incremental follow-through from current levels is expected to be significant.

Our **chart of the day** suggests stocks that are likely to rocket to new heights: ALLCARGO LOGISTICS, AXIS BANK, MRF, BHARTI AIRTEL, INFOSYS and NIPPON LIFE ASSEST MANAGEMENT.

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

- Technically, Nifty's intraday support seen at 13157 mark. Technically speaking, chase the buying momentum as long as Nifty stays above 12789 mark. Aggressive targets on Nifty at 13501 mark.
- Options data for 31st December Series suggests Nifty is likely to be in a higher trading range as maximum Call OI is at 13000. This is followed by 13500 Strike Price. Maximum Put open interest stands at 13000 levels. Call writing was seen at 13500, while there was meaningful Put writing at 13300. Well, the said data indicates a higher trading range between 13000 and 13700 levels.
- As per Monday's provisional Data available on the NSE, FII's bought shares worth Rs. 3792.06 cores in the Indian Equity Market. DIIs on the other hand, sold shares worth Rs. 2767.09 crores in the Indian Equity market. The biggest positive catalyst working in favor of bulls is 'Liquidity, Liquidity and Liquidity' on backdrop of the FIIs inflows which simply seem to be unstoppable.

## The landscape for equities at Dalal Street remains fairly constructive on backdrop of:

- Hopes for another financial aid package in the U.S to combat the economic impact of the coronavirus pandemic.
- Investors welcome further progress on the development of a coronavirus vaccine.

**Long story short:** The ongoing bullishness or maniac deliberate blindness is quite justifiable.

## SGX Nifty: (+7, 13428)

### All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	13356	13157	13501	12881	10780	13157-13427	Buy at CMP. Targets at 13421 and then aggressive targets at 13521-13601 zone with stop at 13101.
Bank Nifty	30212	29601	30551	29062	28874	29801-30551	Buy at CMP. Targets at 30551/30911/32613. Stop at 29311.

### All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
AXISBANK	619	601	641	604	471	Positive	Buy at CMP. Targets 641/675. Stop 597.
BHARTIARTL	494	473	507.5	474	508	Positive	Buy at CMP. Targets 507.50/527.5. Stop 192.
INFY	1144	1091	1187	1122	860	Positive	Buy at CMP. Targets 1187/1301. Stop 1087.

### All About Option Trades:

**Option Trade:** BUY NIFTY 10th DECEMBER CE Strike Price 13400 at CMP 54. Profit: Unlimited. Maximum Loss: Rs. 4,050/-. Stop: Exit Call Option if Nifty moves below 13257. (Nifty December Futures CMP 13382.80).

### All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
COROMANDEL	786.85	671	907	777	696	Positive	Buy at CMP. Targets 907/1000. Stop 671.
NIPPON LIFE AMC	303.35	239	361	290	281	Positive	Buy at CMP. Targets 361/501. Stop 227.
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## Mehta Group

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