

MEHTA'S MORNING BELL



Here is what You may
be interested this morning!

TODAY'S ECONOMIC CALENDAR

Japan:	Household Confidence (Apr), Machine Tool Orders (YoY), Bank Lending (YoY) (Mar), PPI (MoM) (Mar) PPI (YoY) (Mar)
Great Britain:	U.K. Construction Output (YoY) (Feb), Construction Output (MoM) (Feb), GDP (MoM), GDP (YoY) Industrial Production (MoM) (Feb), Industrial Production (YoY) (Feb), Manufacturing Production (MoM) (Feb), Manufacturing Production (YoY) (Feb), Monthly GDP 3M/3M Change, Trade Balance (Feb), Trade Balance Non-EU (Feb), Index of Services.
Euro:	German Current Account Balance n.s.a (Feb), German Exports (MoM) (Feb), German Imports (MoM) (Feb) German Trade Balance (Feb).
India:	Cumulative Industrial Production (Feb), Industrial Production (YoY) (Feb), Manufacturing Output (MoM) (Feb)
USA:	Continuing Jobless Claims, Core PPI (YoY) (Mar), Core PPI (MoM) (Mar), Initial Jobless Claims Jobless Claims 4-Week Avg, PPI (MoM) (Mar), PPI (YoY) (Mar)
China:	CPI (YoY) (Mar), CPI (MoM) (Mar), PPI (YoY) (Mar)

Good Morning & Welcome to Thursday's trading action at Dalal Street dated 9th April 2020.

Times are tough.

But that said, early action cues at SGX Nifty is quite pleasant which is indicating a positive open on backdrop of strong positive global cues.

Also helping sentiments are yesterday's provisional data where FII's bought shares worth Rs. 1943.41 crores in the Indian Equity Market. There is also some positivity on backdrop of a report suggests that inflows worth \$7.1 billion are likely into the Indian market once the MSCI India Index is rejiggered. Expectations of a rejig have risen after foreign investment limits were raised in the country.

After a higher open, we suspect the trend will waver as the sentiments likely to change on a moment to moment basis.

Well, that's quite obvious as it is incredibly difficult for investors to make out if, "this is good time to buy?"

That brings us to our **call of the day** which suggests that stocks are likely to fluctuate wildly because of the economic slowdown induced by Covid-19.

Digging deeper, there is sense of discomfort — a sense of discord amongst investors' camp. The street suspects that COVID-19 crisis is not out of woods yet — on expectations of poor economic data and weak corporate earnings in the days ahead.

Honestly speaking, the direction at Dalal Street depends on three catalysts:

- How and when the lockdown will be lifted?
- How much uncertainty remains and most importantly, when the pandemic will subside significantly??
- How much harm will COVID-19 inflict to the economy???

India is currently in the 'acceleration phase' and investors will pray that the current rate of infections and social distancing is maintained and India stays in the 'steady phase' of the Covid-19 pandemic. The Covid-19 pandemic needs to enter the 'ending phase' as soon as possible.

So, all anxious eyes will gauge the possibility of extension of lockdown. Well, lockdown can't last forever. Once the lockdown serves its immediate purpose, the most pressing challenge will be to revive the economy.

The near term technical landscapes indicate that Nifty will trade with wild swings. Nifty biggest hurdles in near term are placed at 9132 on closing basis. Nifty's support seen at 8511 and then make-or-break support seen at 8055 mark.

We continue to be from the jittery camp who believe the benchmark Nifty will retest its March lows at 7511. So, caution continues to be the buzzword for buy-and-hold investors as — 'The Ugliest Fall Is Yet to Come'.

Option data for 30th April suggests:

- Nifty's Max Call OI: 9000, 8500.
- Nifty's Max Put OI: 9000, 8500.

SGX Nifty: (+112, 8864)

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	8749	8511	9132	8899	11378	8601-8945	Sell between 8950-9000 zone. Targets at 8529/8151. Stop 9397.
Bank Nifty	18946	17001	20001	20934	29134	18001-20001	Sell between 19601-19751 zone. Targets at 16116/14501. Stop 22199.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
MANAPPURAM	107.60	102.50	117	107	146	Positive	Buy between 102-105 zone. Targets 117.50/123. Stop 99.75.
PIDILITE	1303	1237	1387	1416	1374	Positive	Buy at CMP. Targets 1387/1445. Stop 1229.
SBIN	183	169	195	207	303	Negative	Sell between 189-192 zone. Targets 169/145. Stop 203.

All About Option Trades:

Option Trade: BUY NIFTY 16th APRIL CE Strike Price 9000 at CMP 155.85. Profit: Unlimited. Maximum Loss: Rs. 11,688.75/-. Stop: Exit Call Option if Nifty moves below 8500. (Nifty April Futures CMP 8750.55)

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
ASHOK LEYLAND	43.85	33.7	51.05	51	74	Negative	Sell between 42.50-45 zone. Targets 33.70/29. Stop 51.15.
PNB	30.50	25	43	35	61	Negative	Sell at CMP. Targets 25/17.50. Stop 43.
-	-	-	-	-	-	-	-

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