

# MEHTA'S MORNING BELL



Here is what You may  
be interested this morning!

## TODAY'S ECONOMIC CALENDAR

- USA: Consumer Credit (Jul), Mortgage Refinance Index, MBA Purchase Index, Mortgage Market Index, MBA Mortgage Applications (WoW), MBA 30-Year Mortgage Rate, EIA Short-Term Energy Outlook, Redbook (MoM), Redbook (YoY), Seevol Cushing Storage Report, JOLTs Job Openings (Jul), Cushing Crude Oil Inventories, Thomson Reuters IPSOS PCSI (Sep), 10-Year Note Auction.
- Japan: M3 Money Supply (Aug), M2 Money Stock (YoY), Machine Tool Orders (YoY)
- China: CPI (MoM) (Aug), PPI (YoY) (Aug), CPI (YoY) (Aug)
- Euro: German 10-Year Bund Auction

## Good Morning & Welcome to Wednesday's trading action at Dalal Street dated 9th September 2020.

In early action, SGX Nifty is seen trading water and that brings us to our **call of the day** which suggests **there will be more pain if Nifty gains in today's trade.**

Weighing on investors' appetite for risky bets were:

1. Worries about a resurgence of Covid-19 infections.
2. The knock-on effect of the economic recovery.
3. Uncertainty surrounding the November U.S Presidential elections.
4. Renewed US-China tensions. Actually, weighing on the sentiments are continuous tensions between the U.S. and China, after President Trump said on Monday that he was considering "decoupling" from the country.

Technically, the biggest intraday hurdles for Nifty seen at 11457 mark. Immediate downside risk seen at 11227. If Nifty slips below 11227 mark then expect waterfall of selling towards 11111 mark.

Options data suggests Nifty is likely to be in a trading range as maximum Call OI is at 11500. This is followed by 12000 Strike Price. Maximum Put open interest stands at 11,000 levels. Call writing was seen at 11400 followed by 11900 levels, while there was meaningful Put writing at 10,700. Well, the said data indicates a trading range between 11,000 and 11,500 levels.

## SGX Nifty: (-55, 11258)

### All about Nifty & Bank Nifty:

| Indices    | CMP   | Support | Resistance | 21 DMA | 200 DMA | Range       | Preferred Trade  |
|------------|-------|---------|------------|--------|---------|-------------|--|
| Nifty      | 11317 | 11227   | 11457      | 11403  | 10802   | 11227-11437 | Sell between 11390-11401 zone. Targets at 11227/11111 zone with stop at 11591. |
| Bank Nifty | 22744 | 22301   | 23301      | 22855  | 24849   | 22400-23400 | Sell between 23101-23300 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  |
|-------------------|------|---------|------------|--------|---------|----------|--|
| AMARARAJA BATTERY | 718  | 683     | 733        | 741    | 671     | Negative | Sell between 727-733 zone, targeting 683 and then at 671-675 zone. Stop 749. |
| BAJAJ FINANCE     | 3500 | 3471    | 3571       | 3511   | 3366    | Negative | Sell between 3539-3551 zone. Targets 3471/3333. Stop 3649.                   |
| VOLTAS            | 638  | 625     | 651        | 642    | 602     | Negative | Sell between 643-647 zone. Targets 625/617. Stop 663.                        |

### All About Option Trades:

**Option Trade:** BUY NIFTY 17th SEPTEMBER PE Strike Price 11300 at CMP 108.25. Profit: Unlimited. Maximum Loss: Rs. 8,118.75/-. Stop: Exit Put Option if Nifty moves above 11400. (Nifty September Futures CMP 11319.85)

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

| Stocks | CMP     | Support | Resistance | 21 DMA | 200 DMA | Bias     | Preferred Trade                                      |
|--------|---------|---------|------------|--------|---------|----------|--|
| PFIZER | 4955.05 | 4345    | 5475       | 4689   | 4260    | Positive | Buy between 4831-4851 zone. Targets 5475. Stop 4345. |
| -      | -       | -       | -          | -      | -       | -        | -  |
| -      | -       | -       | -          | -      | -       | -        | -  |

## Mehta Group

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