

# MEHTA'S MORNING BELL



Here is what You may  
be interested this morning!

## TODAY'S ECONOMIC CALENDAR

Japan:	PPI (YoY) (Nov), PPI (MoM) (Nov), BSI Large Manufacturing Conditions (Q4), Foreign Investments in Japanese Stocks, Foreign Bonds Buying
Great Britain:	RICS House Price Balance (Nov), Construction Output (MoM) (Oct), U.K. Construction Output (YoY) (Oct), GDP (MoM), Index of Services, Industrial Production (YoY) (Oct), Industrial Production (MoM) (Oct), Manufacturing Production (YoY) (Oct), Manufacturing Production (MoM) (Oct), Monthly GDP 3M/3M Change, Trade Balance (Oct), Trade Balance Non-EU (Oct), NIESR Monthly GDP Tracker
Euro:	Deposit Facility Rate (Dec), ECB Marginal Lending Facility, ECB Interest Rate Decision (Dec), ECB Monetary Policy Statement, ECB Press Conference
USA:	Core CPI (MoM) (Nov), Core CPI (YoY) (Nov), Core CPI Index (Nov), CPI (MoM) (Nov), CPI (YoY) (Nov), CPI Index, n.s.a. (Nov), CPI Index, s.a (Nov), CPI, n.s.a (MoM) (Nov), Real Earnings (MoM) (Nov), Initial Jobless Claims, Jobless Claims 4-Week Avg., Continuing Jobless Claims, CB Employment Trends Index, Natural Gas Storage, Cleveland CPI (MoM) (Nov), 4-Week Bill Auction, 8-Week Bill Auction, WASDE Report, 30-Year Bond Auction.

## Good Morning & Welcome to Thursday's trading action at Dalal Street dated 10th December 2020.

The positive catalyst working in favor of the bulls is the hopes for a near-term U.S. stimulus package plus the Covid-19 vaccine optimism. While on the negative side is the rising U.S. coronavirus cases which have climbed to 15 million from 14 million in just five days.

This dreadful plague has the potential to destroy the global economy and that's on backdrop of the pandemic learning curve which just keeps rising. The need of the hour is a permanent cure of coronavirus.

That brings us to our **call of the day** which suggests, 'Bulls and Bears are in a Tug of War'. Simply put, it is a tug of war battle between 'the optimism on the vaccination' and 'the rising COVID cases which pose a significant risk.

The Food and Drug Administration on Tuesday issued a positive initial review of the Covid-19 vaccine developed by Pfizer and Germany's BioNTech. The FDA will meet Thursday to determine whether to approve emergency use authorization for the vaccine.

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. As per Wednesday's provisional Data available on the NSE, FII's bought shares worth Rs. 3564.23 cores in the Indian Equity Market.

Hopefully, we have a smooth end to the year 2020.

Our **chart of the day** is bullish on stocks like: AXIS BANK, ALLCARGO LOGISTICS, COLPAL, INFOSYS and TTK PRESTIGE.

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

- Technically, Nifty's biggest major support is seen at 13257 mark. Intraday support seen at 13403 mark. Technically speaking, chase the buying momentum as long as Nifty stays above 13257 mark. Aggressive targets on Nifty at 13751 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 13800, while there was meaningful Put writing at 13500. Well, the said data indicates a higher trading range between 13000 and 13800 levels.
- The White House floated a surprise \$916 billion coronavirus relief proposal. The White House largely has been absent from aid negotiations since Election Day, leaving Senate Majority Leader Mitch McConnell to lead the discussions.

## SGX Nifty: (-99, 13467)

### All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	13529	13403	13601	12986	10794	13259-13601	Buy on dips between 13405-13425 zone. Targets at 13589 and then aggressive targets at 13645-13701 zone with stop at 13301.
Bank Nifty	30709	30001	31251	29378	22872	30001-31251	Buy between 30425-30525 zone. Targets at 30911/32613. Stop at 29311.

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

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
AXISBANK	634	601	641	611	497	Positive	Buy between 523-527 zone. Targets 641/675. Stop 607.
COLPAL	1567	1529	1601	1526	1393	Positive	Buy at CMP. Targets 1601/1651. Stop 1517.
INFY	1175	1119	1187	1126	864	Positive	Buy between 1150-1160 zone. Targets 1187/1301. Stop 1087.

### All About Option Trades:

**Option Trade:** BUY NIFTY 17th DECEMBER CE Strike Price 13700 at CMP 66. Profit: Unlimited. Maximum Loss: Rs. 4,950/-. Stop: Exit Call Option if Nifty moves below 13367. (Nifty December Futures CMP 13576.90).

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

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
COROMANDEL	789.85	671	907	779	698	Positive	Buy at CMP. Targets 907/1000. Stop 671.
NIPPON LIFE AMC	301.95	239	361	292	280	Positive	Buy at CMP. Targets 361/501. Stop 227.
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## Mehta Group

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