

# MEHTA'S MORNING BELL



Here is what You may  
be interested this morning!

## Economic Calendar:

Japan: PPI (YoY) (Jan), PPI (MoM) (Jan)  
 China: CPI (MoM) (Jan), PPI (YoY) (Jan), CPI (YoY) (Jan)  
 Euro: German CPI (YoY) (Jan), German CPI (MoM) (Jan), German HICP (YoY) (Jan), German HICP (MoM) (Jan), German 5-Year Bobl Auction.  
 USA: Mortgage Refinance Index, MBA Purchase Index, Mortgage Market Index, MBA 30-Year Mortgage Rate, MBA Mortgage Applications (WoW), Real Earnings (MoM) (Jan), CPI Index, s.a (Jan), CPI, n.s.a (MoM) (Jan), Core CPI Index (Jan), CPI Index, n.s.a. (Jan), Core CPI (MoM) (Jan), CPI (YoY) (Jan), Core CPI (YoY) (Jan), CPI (MoM) (Jan), Wholesale Inventories (MoM), Wholesale Trade Sales (MoM) (Dec), EIA Weekly Refinery Utilization Rates (WoW), Gasoline Inventories, Heating Oil Stockpiles, Gasoline Production, EIA Weekly Distillates Stocks, Distillate Fuel Production, Cushing Crude Oil Inventories, Crude Oil Imports, EIA Refinery Crude Runs (WoW), Crude Oil Inventories, Thomson Reuters IPSOS PCSI (Feb), Cleveland CPI (MoM) (Jan), US Federal Budget, 10-Year Note Auction

## Good Morning & Welcome to Wednesday's trading session at Dalal Street dated 10th February 2021.

In early action, SGX Nifty is seen 'Treading Water'

Well, if yesterday's trading action is any indication and this morning's sluggish momentum is any indication then it appears that the rally over the past week may be slowing.

Our **call of the day** suggests Dalal Street could pause near its all-time-highs.

Pause likely to be the obvious theme as the benchmark Sensex and Nifty are at their all-time highs, and most importantly, both the indices are up by whopping 10.90% in the month of February 2021.

Now before we get into more details, a word of caution for perma-bulls camp — 'We still suspect, 'most perma-bulls' are woefully unprepared to face any corrective declines. Definitely, it is not a time for complacency'.

Technically speaking, from a chartist standpoint, Nifty had snapped a 6-day winning streak in yesterday's trade. Though the sequence of higher/high/low is intact on all time frames but please note extremely overbought technical conditions prevail. We suspect, Nifty could correct towards 14965 and then at 14757 mark in the near. Alternatively, to move up Nifty needs to trade above the psychological 15000 mark.

The options data for February Series suggests Nifty is likely to be in a broader trading range of 14500-15500 as maximum Call OI is at 15500 followed by 16000 strike price. Maximum Put open interest stands at 14500 levels followed by 14200 levels. Call writing was seen at 15200 and then at 16000 strike price, while there was meaningful Put writing at 14800.

Our **chart of the day** suggests SAIL appears attractive on the buy side with inter-month perspective! The technical are turning aggressively bullish for SAIL. We suspect, the firm is likely to deliver across all front and strong margins in steel business are likely to drive momentum in stock price on the upside. Stay Bullish in SAIL continues to be the gyan mantra.

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

- Tata Steel Q3 results beats estimates as the firm reported a consolidated profit of Rs 3,989 crore for the quarter ended December 2020, driven by improved realisation-backed strong operating income. The loss in corresponding period was Rs 1,166 crore. The numbers were ahead of analysts' estimates.
- Q3 Earnings to trickle in today:** TITAN, GAIL, BEML, RITES, UJJIVAN, TTK PRESTIGE, AUROBINDO, BATA, GAIL, BEML, HINDALCO, BANK OF INDIA, EICHER MOTORS, PAGE IND, EVEREADY, IGL
- The price of crude is seen hovering around levels not seen since before the onset of the Covid-19 pandemic. Brent oil rose above \$60 a barrel for this first time in more than a year, on backdrop of renewed optimism about a global economic recovery.
- As per yesterday's provisional data, FIIs bought shares worth Rs. 1300.65 crores in the Indian Equity Market. DIIs on the other hand sold shares worth Rs. 1756.24 crores.

## SGX Nifty: (+46, 15163)

### All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	15109	14971	15257	14499	11755	15027-15257	Sell between 15151-15201 zone. Targets at 14965/14787 and then aggressive targets at 14627 zone with stop at 15389.
Bank Nifty	36057	35401	36616	32827	24790	35701-36616	Sell below 35499 zone. Targets at 34817 and then aggressive targets at 33981-34001 zone with stop at 36701.

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

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
MRF	93598	89847	96479	88863	67545	Positive	Buy at CMP. Targets at 96478 /100000. Stop at 89001.
JINDALSTEL	309.75	299	327.5	289	200	Positive	But between 299-301 zone. Targets 327.50/361. Stop below 287.
INDIGO	1661	1619	1711	1642	1290	Negative	Sell between 1675-1689 zone. Targets 1619/1545. Stop 1729.

### All About Option Trades:

**Option Call:** BUY NIFTY 18th February CE Strike Price 15200 at CMP 149.30. Profit: Unlimited. Maximum Loss: Rs. 13,200/-. Stop: Exit Call Option if NIFTY moves below 15001. (NIFTY February Futures CMP 15140).

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

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
JB CHEMICALS & PHARMACEUTICALS	1041.80	919	1149	1017	862	Positive	Buy at CMP. Targets 1149/1200/1250. Stop 919.
BIRLA CORPORATION	820.15	701	1001	750	629	Positive	Buy at CMP. Targets 901/1001/1121. Stop 701.
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## Mehta Group

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