

MEHTA'S MORNING BELL



Here is what You may
be interested this morning!

Good Morning & Welcome to Monday's trading action at Dalal Street dated 11th January 2021.

The great fireworks display likely to continue. The positive catalysts:

1. TCS Q3 was ahead of streets' expectations.
2. FIIs continue to be buoyant in Indian stock markets.
3. Positive global cues.
4. Hopes for a brighter post-covid future.
5. Hopes of fresh round of stimulus from Washington.

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

- In the week gone by, the Dow rose 1.6%, the S&P 500 added 1.8% and the Nasdaq gained 2.4%. All the three indices set new records despite weaker-than-expected U.S. jobs report. The U.S lost 140000 jobs in December, the first drop in employment since April 2019.
- As per Friday's provisional data available on the NSE, FII's bought shares worth Rs. 6030 crores in the Indian Equity Market. DIIs however sold shares worth Rs. 2373 crores in the Indian Equity market.
- The options data for January Series suggests Nifty is likely to be in a higher trading range as maximum Call OI is at 14500. Maximum Put open interest stands at 14000 levels. Call writing was seen at 14700 and then at 14400 strike price, while there was meaningful Put writing at 14200. Well, the said data indicates a higher trading range between 14200 and 14800 levels.
- On the Covid -19 front, India will start the Covid vaccination drive on January 16 after the forthcoming festivals such as Lohri, Makar Sankranti, Pongal, Magh Bihu, giving priority to around 30 million healthcare and frontline workers.
- Comex Gold witnessed a free fall in Friday's trade amidst strength in the US Dollar which was supported by surging US T-bond yields. Amidst this backdrop, metal stocks like HINDALCO & TATA STEEL are likely to remain depressed in today's trade.
- Amongst auto stocks, Maruti likely to be in limelight as Maruti's production in December 2020 increased to 1.55 lakh vehicles, from 1.15 lakh vehicles in the same month last year. In auto space, we also like TVS Motors with an interweek perspective.

Our **call of the day** suggests chasing the buying momentum as long as Nifty stays above the 14,189 mark.

Our **chart of the day** suggests that the up move will be much profound in stocks like **GMR INFRA, HEROMOTO CORP & COAL INDIA** with interweek perspective.

SGX Nifty: (+74, 14450)

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	14347	14189	14507	13819	11903	14277-14507	Preferred trade on Nifty (14347): Buy between 14277-14307 zone. Targets at 14501 and then aggressive targets at 14651-14751 zone with stop at 14189.
Bank Nifty	32084	31411	32613	30903	25981	31700-32551	Preferred trade on Bank Nifty (32084): Buy at CMP. Targets at 32251 and then aggressive targets at 32613 zone with stop at 30751.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
TVS MOTORS	513.35	489	581	488	444	Positive	Buy at CMP, targeting 545 and then at 575-581 zone with stop below 489.
LAL PATH LABS	2406	2325	2461	2258	1867	Positive	Buy at CMP, targeting 2461 and then at 2525-2551 zone with stop below 2317.
BANDHAN BANK	419.40	403	457	405	351	Positive	Buy at CMP, targeting 451 and then at 490-500 zone with stop below 397.

All About Option Trades:

Option Trade: BUY RELIANCE INDUSTRIES 28th January CE Strike Price 1950 at CMP 65.65. Profit: Unlimited. Maximum Loss: Rs. 36,107.50/-. Stop: Exit Call Option if RELIANCE INDUSTRIES moves below 1855. (RELIANCE INDUSTRIES January Futures CMP 1942).

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
JM FINANCIAL	94.90	82.50	125	86	76	Positive	Buy at CMP, targeting 107 and then at the psychological 127.50 mark. Stop at 69. Holding period 1-3 Months.
GMR INFRA	27.65	25.50	30	26.75	22	Positive	Intermonth Strategy: Buy at CMP, targeting 30/32.50 and then at 35 zone with stop below 23.45.

Mehta Group

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