

MEHTA'S MORNING BELL



Here is what You may
be interested this morning!

Economic Calendar:

Japan:	Core Machinery Orders (YoY) (May), PPI (YoY) (Jun), PPI (MoM) (Jun), Core Machinery Orders (MoM) (May), Machine Tool Orders (YoY)
Euro:	German WPI (YoY) (Jun), German WPI (MoM) (Jun)
China:	M2 Money Stock (YoY), Chinese Total Social Financing, Outstanding Loan Growth (YoY), New Loans
India:	Industrial Production (YoY) (May), CPI (YoY) (Jun), Manufacturing Output (MoM) (May), Cumulative Industrial Production (May)
USA:	3-Month Bill Auction, 6-Month Bill Auction, WASDE Report, 10-Year Note Auction, 3-Year Note Auction

Good Morning & Welcome to Monday's trading action at Dalal Street dated 12th of July 2021.

Dalal Street will look to stage an impressive rebound taking over the positive baton from a strong finish at Wall Street in Friday's trade.

The big question:

- Will Wall Street's positivity spill over to Monday's trade?
- How long can Nifty remain buoyant?

Well, our stock markets will try its bullish bets to extrapolate optimism from the strong record finish at Wall Street.

Technically speaking, if Nifty is unable to move above its all-time-high at 15917 mark then it is safe to assume all good news is already priced in. So to gain momentum on the upside, Nifty needs to move above its all-time-high at 15917 mark.

Alternatively, if Nifty closes below the 15621 mark then it makes sense to sell first and then ask questions later.

Please note, Nifty's 200DMA at 14075 mark. The price action for Nifty for this week's trade is suggesting that we are likely to see a 15,300- 16000 range in near term.

We suspect, fear of missing out (FOMO) is also likely to rule traders' mindset. The theme at Dalal Street continues to be 'Enthusied bulls and arrested bears'.

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

- Our **chart of the day** is bullish on stocks like JUST DIAL, GRASIM, HINDALCO, TATA STEEL & INDAL STEEL & POWER.
- **SHOW ME THE MONEY:** Buy JINDAL STEEL JULY Futures at CMP 396 for an objective of 413/447. Stop 383. Alert: Momentum Play.
- Our **call of the day** suggests Nifty is likely to roar like a lion. The positive catalysts:
 1. Yields were edging back up in the U.S in Friday's trade with the 10-year U.S. Treasury yield at 1.36% — putting an end to an eight-day bond-market rally.
 2. The People's Bank of China announced Friday it was cutting reserve requirements for its banks to help bolster the world's number-two economy.
 3. The reopening of the economy.
 4. Decline in COVID cases and a pick-up in vaccination drive.
 5. Low interest rates environment.
 6. Expected upbeat results from India Inc.
 7. The Federal Reserve likely to give unprecedented support.
- As per Friday's Provisional Data available on the NSE, FIIs sold shares worth Rs.1124.65 crores in the Indian Equity Market.
- **Stock banned in F&O segment:** IBULHSGFIN, IDEA, NATIONALUM, NMDC, PNB, SAIL.

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	15688	15621	15927	15767	14085	15607-15917	Buy only above 15917 mark. Targets at 16001 and then at 16251 mark with strict stop at 15437.
Bank Nifty	35072	34675	35811	35016	31414	34675-35811	Buy at CMP. Targets at 35811 and then aggressive targets at 37709 mark with stop at 34621.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
DLF	300	287	317	295	248	Positive	Buy at CMP. Targets 317/333. Stop 286.
HINDALCO	390	383	401	380	290	Positive	Buy at CMP. Targets 401/428. Stop 381.
VEDL	272	262	277	264	191	Positive	Buy at CMP. Targets 277/296. Stop 261.

All About Option Trades:

Option Call: SELL NIFTY 15th JULY PE Strike Price 15800 at CMP 135.75. Maximum Profit: Rs. 10,181.25/-. Loss: Unlimited. Stop: Exit Put Option if NIFTY moves below 15611. (NIFTY JULY Futures CMP 15721).

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
JUST DIAL	1111	998	1250	1011	734	Positive	Buy at CMP. Targets 1250/1301/1351. Stop 998.
SANOFI	7890	7393	8401	7722	8035	Positive	Buy at CMP. Targets 8401/9000. Stop 7393.
-	-	-	-	-	-	-	-

Mehta Group

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