

# MEHTA'S MORNING BELL



Here is what You may  
be interested this morning!

**Good Morning & Welcome to Wednesday's trading action at Dalal Street dated 13th January 2021.**

The markets are at all-time-high — so is the fear!

Well; if we truly did know the future, we would never have to work again. That's because markets are always complicated.

The key theme contributing to the negative tone are reports that the U.S. Federal Reserve is not that eager to keep bolstering its balance sheet. The Fed officials have started talking about tapering bond purchases later in 2021 while on the positive catalyst are hopes of fresh stimulus from President-elect Joe Biden's administration.

That brings us to our **call of the day** which suggests investments at the moment are safe. Bulls have their feet firmly planted and most importantly, the benchmarks are seen roaring like a lion on any corrective intraday dips.

**Bounce back again and again. Higher highs — again and again.**

Our **chart of the day** suggests that buying stampede likely to continue in socks like BANK OF BARODA, **PNB**, **ONGC** and **RELIANCE INDUSTRIES** with interweek perspective.

**SHOW ME THE MONEY:** Buy PUNBAJ NATIONAL BANK JANUARY Futures for 0-9 days at CMP 36.65 for an objective of 42.5/45-47.50 zone. Stop 33. Alert: Oversold zone.

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

- The Consumer Price Index (CPI)-based inflation for December came in at 4.59%. The last time inflation was below the Monetary Policy Committee's (MPC's) inflation target range of 4% was in March 2020. Since then, it had gone as high as 7.61 percent in October.
- The Index of Industrial Production (IIP) contracted by 1.9% in November.
- Q3 Earnings to trickle in today: INFOSYS, WIPRO, CESC.
- Technically speaking, risk-on sentiments will prevail as long as Nifty holds above its make-or-break supports placed at 14239 mark.
- The options data for January Series suggests Nifty is likely to be in a broader trading range as maximum Call OI is at 15000. Maximum Put open interest stands at 14000 levels. Call writing was seen at 15000 and then at 15100 strike price, while there was meaningful Put writing at 14500. Well, the said data indicates a wide trading range between 14500 and 15000 levels.
- As per Tuesday's provisional data available on the NSE, FII's bought shares worth Rs. 571.47 crores in the Indian Equity Market. DIIs however sold shares worth Rs. 1334.50 crores in the Indian Equity market.
- All bullish eyes on the Budget expectations ahead of Union Budget 2021 to be presented on 1st Feb 2021.
- On the Covid -19 front, India will start the Covid vaccination drive on January 16.

## SGX Nifty: (+15, 14615)

**All about Nifty & Bank Nifty:**

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	14563	14407	14751	13917	11221	14377-14577	Buy between 14407-14425 zone. Targets at 14607 and then aggressive targets at 14751-14901 zone with stop at 14249.
Bank Nifty	32339	31501	32613	31056	23511	31575-32551	Buy at CMP. Targets at 32613 and then aggressive targets at 33333 zone with stop at 31351.

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

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
PNB	36.50	32.50	42.75	35	32	Positive	Buy at CMP, targeting 42.75 and then at 49-51 zone with stop below 32.
POWERGRID	204	197	217	193	174	Positive	Buy between 199-202 zone, targeting 207 and then at 215-221 zone with stop below 189.
RELIANCE INDUSTRIES	1957	1891	2021	1965	1861	Positive	Buy at CMP for an objective of 1989 and then at 2021. Stop 1917. Analyst's Remark: Rebound Play.

**All About Option Trades:**

**Option Trade:** BUY PNB 28th January CE Strike Price 36 at CMP 2.70. Profit: Unlimited. Maximum Loss: Rs. 43,200/-. Stop: Exit Call Option if PNB moves below 33. (PNB January Futures CMP 36.65).

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

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
BHARAT RASAYAN	10367	8750	11500	9511	8389	Positive	Buy at CMP, targeting 11501 and then at the psychological 13000 mark. Stop at 8701. Holding period 1-3 Months.
NAM-INDIA	332	283	351	305	277	Positive	Buy at CMP, targeting 327/351 and then aggressive 1-year targets at 400 mark. Stop below 273.

**Mehta Group**

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