

# MEHTA'S MORNING BELL



Here is what You may be interested this morning!

## TODAY'S ECONOMIC CALENDAR

Japan: Tertiary Industry Activity Index (MoM)

Europe: German CPI (YoY) (Feb), German CPI (MoM) (Feb), German HICP (MoM) (Feb) German HICP (YoY) (Feb)

USA: Export Price Index (MoM) (Feb), Export Price Index (YoY), Import Price Index (YoY), Import Price Index (MoM) (Feb)

## Good Morning & Welcome to Friday's trading action at Dalal Street dated 13th March 2020.

### It's Friday the 13th.

Friday the 13th is considered an unlucky day.

Well, this morning, when we stepped out for work — the sun did rise, the traffic was slow but manageable; our coffee was also hot — really did not see any reason why bad luck would haunt us in today's trade.

But, when we looked at early action at SGX Nifty and the global cues it became quite evident that the bear machete will again come out this Friday the 13th to install a major market fall amidst coronavirus as the negative catalyst.

That brings to our **call of the day** which suggests, 'Friday, the 13th' will be ill-fated for the perma-bulls camp at Dalal Street primarily as Wall Street enters bear markets. The negativity is on backdrop of Trump restricting travel between U.S. and Europe for 30 days to fight outbreak.

Amidst this backdrop, it's time to take a deep breath and relax. We still suspect; Dalal Street still has nothing to offer but blood, toil, tears and sweat. Hope, you heard it loud and clear.

**Bottom line:** The need of the hour is a permanent cure of coronavirus. Until then — Be safe, stay well, and keep your mind focused.

Technically, Nifty's biggest support is seen at 8,966. Below 8,966, Nifty could swiftly move to psychological 8,500 mark.

Please note, confirmation of strength only above Nifty 10221 mark.

### Option data suggests:

- Nifty's Max Call OI: 10000, 10300.
- Nifty's Max Put OI: 9500, 9000.

Now before we get into detail, here are the things you need to know before the opening bell:

- Reports of coronavirus worries continue to ratchet higher. Total latest worldwide count is 128920 infected cases with 4745 deaths. The U.S. has 1,323 cases of the virus and deaths have climbed to 38. In India, at least 74 confirmed cases of COVID-19 have been reported in India till yesterday.
- The 10-year U.S Treasury note yield has slumped to 0.45% — an indication that 'All is not Well'. Please note, bond yields tend to fall in times of uncertainty as investors usually scramble for safety. Bonds are also a traditional hedge to stock investments. Yields and bond prices move opposite to each other.
- FPIs turn net sellers; pull out Rs. 24307 crore in March so far. FIIs were net sellers in yesterday's trade to the tune of Rs. 3,475.29 crore.

## Outlook for Friday: Nifty's biggest support seen at 8,950 mark.

## SGX Nifty: (-626, 8894)

### All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	9590	8950	9911	11497	11662	8950-10000	Sell between 9750-9900 zone. Targets at 8950/8511. Stop 10271.
Bank Nifty	23971	22001	25001	29459	30107	22001-24110	Sell between 25000-25251 zone. Targets at 23001/20771. Stop 27411.

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

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
ASHOK LEYLAND	60.60	57.50	63.5	77	77	Negative	Sell between 62-63.50 zone. Targets 57.50/51. Stop 67.45.
BRITANNIA	2810	2721	2901	3048	2952	Negative	Sell between 2856-2875 zone. Targets 2721/2501. Stop 3013.
HINDUSTAN UNILEVER	2056	2001	2111	2206	1957	Negative	Sell between 2077-2091 zone. Targets 2001/1977. Stop 2121.

### All About Option Trades:

**Option Trade:** BUY NIFTY 19th MARCH PE Strike Price 9000 at CMP 164.45. Profit: Unlimited. Maximum Loss: Rs. 12,333.75/-. Stop: Exit Put Option if Nifty moves above 9797. (Nifty March Futures CMP 9546.60)

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

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
BANKBARODA	56.65	49	63	78	101	Negative	Sell between 60-62 zone. Targets 49/42.50. Stop 63.
PAGE INDUSTRIES	19382	17151	20901	22348	21546	Negative	Sell at CMP. Targets 17151/15001. Stop 21101.
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## Mehta Group

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