

MEHTA'S MORNING BELL



Here is what You may
be interested this morning!

Economic Calendar:

Japan: Capacity Utilization (MoM) (Apr), Industrial Production (MoM) (Apr)

India: WPI Inflation (YoY) (May), WPI Food (YoY) (May), WPI Fuel (YoY) (May), WPI Manufacturing Inflation (YoY) (May), CPI (YoY) (May), Cumulative Industrial Production (Apr)

Euro: Industrial Production (MoM) (Apr), Industrial Production (YoY) (Apr)

USA: 3-Month Bill Auction, 6-Month Bill Auction

Good Morning Early Readers!

- Our **chart of the day** is bullish on TATA STEEL, JINDAL STEEL & POWER, and VEDANTA with an interweek perspective.
- SHOW ME THE MONEY:** (8.38 AM) Momentum Call: Buy VEDANTA JUNE Futures for 0-3 days at CMP 278.25 for an objective of 305. Stop 264. Alert: Momentum Play.
- Our **call of the day** suggests that the new-normal story of scaling fresh all-time high is likely to continue for the benchmark indices. We suspect, all bullish eyes will aim at Nifty's 16000 mark.

The positive catalyst: Wall Street remained buoyed in Friday's trade despite red-hot inflation figures. The market's reaction to inflation was quite positive as S&P 500 ended at record high as investors brushed-off inflation rise.

- Technically speaking, all bullish eyes on Nifty's psychological 16000 mark. Nifty's make-or-break support for the day are placed at 15449 mark. Below 15449 mark, downside risk seen at 15151 mark. The price action for Nifty in the near term is suggesting that we are likely to see a 15,501- 16200 range in near term with buy on dips as the preferred strategy.
- FII's have emerged as net buyers in the month of June so far at Rs. 4788.03 crores. FII's positive interest is one of the key reason for the 7.6% rally in benchmark indices and double-digit gains in broader markets in the last four weeks.
- The options data for May Series suggests Nifty is likely to be in a higher trading range of 15500-16200 as maximum Call OI is at 16000 followed by 15800 strike price. Maximum Put open interest stands at 15000 levels followed by 15700 levels. Call writing was seen at 16200 and then at 16000 strike price, while there was meaningful Put writing at 15000 and then at 15800 strike prices.
- Crude oil prices are trading above \$70 a barrel for the first time in two and a half years.
- Stock banned in F&O segment:** BHEL, CANBK, IBULHSGFIN, NATIONALUM, SUNTV.
- Q4 earnings to trickle in today:** IOB, KAJARIA CERAMICS, IDFCLTD, COALINDIA.

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	15799	15561	15857	15384	13656	15725-15927	Buy at CMP. Targets at 16000 -16251 zone with strict stop at 15459.
Bank Nifty	35047	34551	36251	34685	30212	34801-35651	Buy at CMP. Targets at 36251 and then aggressive targets at 37709/ 39001 mark with stop at 33671.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
ESCORTS	1219	1179	1237	1177	1267	Positive	Buy at CMP. Targets 1237/ 1307. Stop 1171.
NMDC	184	176	195	182	120	Positive	Buy at CMP. Targets 195/213. Stop 175.
VEDL	276	268	273	275	177	Positive	Buy at CMP. Targets 273/296. Stop 267.

All About Option Trades:

Option Call: SELL NIFTY 17th JUNE PE Strike Price 15900 at CMP 140. Maximum Profit: Rs. 10,500/-. Loss: Unlimited. Stop: Exit Put Option if NIFTY moves below 15697. (NIFTY JUNE Futures CMP 15821.15).

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
UNITED SPIRITS (MC DOWELL)	646.05	569	70	603	561	Positive	Buy at CMP. Targets 707/750. Stop 569.
SBI LIFE	988.10	871	1051	978	880	Positive	Buy at CMP. Targets 1051/ 1251. Stop 871.
-	-	-	-	-	-	-	-

Mehta Group

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