

MEHTA'S MORNING BELL



Here is what You may
be interested this morning!

Economic Calendar:

Japan:	GDP Capital Expenditure (QoQ) (Q4), GDP Price Index (YoY), GDP (YoY) (Q4), qGDP Private Consumption (QoQ) (Q4), GDP (QoQ) (Q4), GDP External Demand (QoQ) (Q4), Capacity Utilization (MoM) (Dec), Industrial Production (MoM) (Dec)
Great Britain:	Rightmove House Price Index (MoM)
India:	WPI Food (YoY) (Jan), WPI Manufacturing Inflation (YoY) (Jan), WPI Fuel (YoY) (Jan), WPI Inflation (YoY) (Jan)
Euro:	German GDP (YoY), Eurogroup Meetings, Industrial Production (YoY) (Dec), Industrial Production (MoM) (Dec), Trade Balance (Dec), German Buba Monthly Report, Reserve Assets Total (Jan), Exports (USD) (Jan), Imports (USD) (Jan), Trade Balance (Jan)

Good Morning & Welcome to Monday's trading session at Dalal Street dated 15th February 2021.

Our **call of the day** suggests that there are good reasons to be hopeful and also there are reasons to worry.

In last week's trade, the benchmarks Nifty & Sensex did scale fresh all-time-highs but consolidation remained the theme amidst overbought technical conditions.

Sentiments were buoyed on backdrop of:

1. Reassurance by Chairman Jerome Powell that monetary policy is likely to continue supporting markets and the economy and that the Federal Reserve is unlikely to consider raising rates or reducing bond purchases for the foreseeable future.
2. U.S. President Joe Biden held his first phone conversation with Chinese President Xi Jinping. The talk offers hope of a good relationship between the two superpowers.
3. So far, the earnings have been spectacular and promises to be more of the same in near future.

The big question: Will stocks move upward forever?

Honestly speaking, the answer is a big No.

The biggest negative catalyst from here on could be the higher bond yields which could spoil the party at global stock markets, but as of now the trading theme is in favor of perma-bulls which are just seen charging on. Digging deeper, Japan's Nikkei is at three-decade highs and Chinese indices are just a tad away from their 2007 peaks. Wall Street and European stocks have jumped nearly 80% and 50% from their March 2020 panic lows.

On the much brighter side, Nifty is still up a whopping 102% — from March lows of 7500.

Technically speaking, for the moment, the ingredients for fresh all-time-highs is quite high and that ongoing bullish theme is quite likely as long as Nifty stays above its biggest support at the 14971 mark. That said, confirmation of strength only above Nifty 15257. Above 15257, the benchmark Nifty could easily gallop to 15501 mark.

The options data for February Series suggests Nifty is likely to be in a broader trading range of 14500-15500 as maximum Call OI is at 16000 followed by 15500 strike price. Maximum Put open interest stands at 14500 levels followed by 15000 levels. Call writing was seen at 16100 and then at 15800 strike price, while there was meaningful Put writing at 15000.

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

- All eyes will be on the WPI inflation data for January to trickle in on 15th Feb 2021.
- As per provisional data available on the NSE, FIIs and DIIS sold shares worth Rs. 37.33 crores and 597.62 crores in the Indian Equity market on February 12

SGX Nifty: (+72, 15230)

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	15163	14957	15257	14586	11838	14957-15307	Buy between 15075-15100 zone. Targets at 15257 and then aggressive targets at 15501-15551 zone with stop at 14821.
Bank Nifty	36109	35651	36616	33338	25012	35651-36616	Sell only below 35427 zone. Targets at 34817 and then aggressive targets at 33981-34001 zone with stop at 36701.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
APOLLO TYRES	240	232	251	218	143	Negative	Sell between 243-246 zone. Targets at 232/217.50. Stop at 261.
ASHOK LEYLAND	128	119	133	125	76	Negative	Sell between 131-133 zone. Targets 119/107.50. Stop below 141.45.
BRITANNIA	3421	3381	3481	3550	3591	Negative	Sell between 3445-3465 zone. Targets 3381/3269/3111. Stop 3539.

All About Option Trades:

Option Call: BUY NIFTY 25th February PE Strike Price 14900 at CMP 50. Profit: Unlimited. Maximum Loss: Rs. 8,100/-. Stop: Exit Put Option if NIFTY moves above 15245. (NIFTY February Futures CMP 15161.85).

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
GRSE	198.25	153	243	190	191	Positive	Buy at CMP. Targets 243/300. Stop 153.
BIRLA CORPORATION	824.65	745	1001	762	635	Positive	Buy at CMP. Targets 1001/1121. Stop 745.
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Mehta Group

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