

MEHTA'S MORNING BELL



Here is what You may
be interested this morning!

TODAY'S ECONOMIC CALENDAR

India:	Trade Balance
USA:	Treasury Department Report, IEA Monthly Report, Import Price Index (YoY), Export Price Index (YoY), Import Price Index (YoY), Export Price Index (YoY), NY Empire State Manufacturing Index (Sep), Import Price Index (MoM) (Aug), Export Price Index (MoM) (Aug), Redbook (YoY), Redbook (MoM), Industrial Production (MoM) (Aug), Capacity Utilization Rate (Aug), Industrial Production (YoY) (Aug), Manufacturing Production (MoM) (Aug), 20-Year Bond Auction.
China:	NBS Press Conference, Chinese Unemployment Rate, Industrial Production (YoY) (Aug), Retail Sales (YoY) (Aug), Chinese Industrial Production YTD (YoY) (Aug), Fixed Asset Investment (YoY) (Aug), Chinese Retail Sales YTD (YoY) (Aug)
Singapore:	Unemployment Rate (Q2)
Great Britain:	Claimant Count Change (Aug), Average Earnings ex Bonus (Jul), Unemployment Rate (Jul), Average Earnings Index + Bonus (Jul), Trade Balance (Aug), Employment Change 3M/3M (MoM) (Jul)
Euro:	ZEW Economic Sentiment (Sep), German ZEW Current Conditions (Sep), Labor Cost Index (YoY) (Q2), German ZEW Economic Sentiment (Sep), Wages in euro zone (YoY) (Q2), Reserve Assets Total (Aug)

Good Morning & Welcome to Tuesday's trading action at Dalal Street dated 15th September 2020.

This Tuesday morning, SGX Nifty is well above the dotted lines.

The optimistic positive vibes come from strong positive global cues. Overnight, the Dow Jones index quickly clawed back above its 28,000 psychological level as U.S stocks mostly rebound from last week's selloff.

The positive catalyst:

- Vaccine hopes.
- Reports suggest that Oracle may be forging a partnership with TikTok, the popular China-owned social media platform.

The big question: How long does "fresh hope" stay fresh for? Days, weeks? Months??

Our **call of the day** which suggests Dalal Street's recovery is unlikely to turn to dust. Bulls are likely to dominate as long as Nifty is trading above 11311 mark. Nifty's immediate targets seen at 11587 mark and then aggressive inter-month targets seen 11750-12000 zone.

Please note, Nifty will stumble only below 11311 mark.

Meanwhile, options data suggests Nifty is likely to be in a trading range as maximum Call OI is at 11500. This is followed by 12000 Strike Price. Maximum Put open interest stands at 11,000 levels. Call writing was seen at 11600 followed by 11800 levels, while there was meaningful Put writing at 11,200. Well, the said data indicates a trading range between 11,000 and 11,600 levels.

Meanwhile, the big catalysts for the week are:

- India and China on September 10 have agreed on a five-point plan to resolve the prolonged border face-off on the Line of Actual Control (LAC) in eastern Ladakh. Now all eyes are on the actual disengagement on the Chinese side at LAC.
- All anxious eyes will be on the Federal Open Market Committee's two-day meeting to start on Tuesday and conclude on Wednesday late evening IST. Fed is largely expected to keep interest rate zero, but all eyes will be on the commentary with respect to economic recovery. The street will also be keen to know about the stalled fiscal stimulus package in the Senate.
- U.S Stimulus Package: Investors will remain anxiously hopeful that America's economy eventually will receive another shot in the arm in the form of government spending.
- China's Industrial production data for August to trickle in on 15th September 2020.
- Banking stocks are likely to continue their underperformance after the Supreme Court grants relief to borrowers, extends loan repayment moratorium till September 28th.
- The important Q1 earnings to trickle in today: Vedanta, SpiceJet, Max India, Kalyani Forge, MTNL.
- As per Monday's provisional data available on the NSE, FII's bought shares worth Rs. 298.22 crores in the Indian Equity Market. DIIs however sold shares worth Rs. 120.35 crores in the Indian Equity market.

SGX Nifty: (+5, 11459)

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	11440	11303	11571	11428	10790	11397-11557	Buy between 11395-11405 zone. Targets at 11587/11751 with stop at 11179.
Bank Nifty	22101	21751	22551	22900	24664	21800-22551	Sell between 22551-22751 zone. Targets at 21711/20647. Stop at 23329.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
BHARAT FORGE	475.60	463	495	489	401	Positive	Buy at CMP. Targets 495/521. Stop 461.
SIEMENS	1235	1203	1267	1217	1255	Positive	Buy at CMP. Targets 1267/1437. Stop 1195.
UPL	516	499	535	500	470	Positive	Buy between 505-510 zone. Targets 535/551. Stop 497.

All About Option Trades:

Option Trade: BUY NIFTY 17th SEPTEMBER CE Strike Price 11400 between 75-80 zone. Profit: Unlimited. Maximum Loss: Rs. 6,000/-. Stop: Exit Call Option if Nifty moves below 11331. (Nifty September Futures CMP 11433.90)

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
NILKAMAL	1262.70	1201	1441	1296	1218	Positive	Buy at CMP. Targets 1441/1679. Stop 1201.
PFIZER	4919.50	4345	5475	4763	4278	Positive	Buy between 4831-4851 zone. Targets 5475. Stop 4345.
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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