

# MEHTA'S MORNING BELL



Here is what You may be interested this morning!

## TODAY'S ECONOMIC CALENDAR

Japan:	National Core CPI (YoY) (Nov), National CPI (YoY) (Nov), CPI, n.s.a (MoM) (Nov), BoJ Interest Rate Decision, BoJ Press Conference, BoJ Monetary Policy Statement
Great Britain:	GfK Consumer Confidence (Dec), Core Retail Sales (YoY) (Nov), Retail Sales (MoM) (Nov), Core Retail Sales (MoM) (Nov), Retail Sales (YoY) (Nov), CBI Industrial Trends Orders (Dec), BoE Quarterly Bulletin
Euro:	German PPI (YoY) (Nov), German PPI (MoM) (Nov), German Current Assessment (Dec), German Ifo Business Climate Index (Dec), German Business Expectations (Dec), Current Account n.s.a. (Oct), Current Account (Oct)
India:	FX Reserves, USD, Deposit Growth, Bank Loan Growth
USA:	Current Account (Q3), US Leading Index (MoM) (Nov), U.S. Baker Hughes Oil Rig Count, U.S. Baker Hughes Total Rig Count

## Good Morning & Welcome to Friday's trading action at Dalal Street dated 18th December 2020.

Amidst overbought technical conditions, the warning signs are everywhere. We suspect, the warning signs are going to remain forever. The skepticism is quite obvious as Nifty has run too far— too fast. Hence it's logical; it's a no brainer to sell and exit.

Well, we are here not to proclaim the end of this year's bull market but simply to remind you of the importance of booking profits into any exceptional strength from here on. It definitely makes sense to make some of your gains real.

Having said that, Nifty's uptrend which began since March 2020 remains intact but the journey going forward is likely to be volatile and choppy. We suspect, in the short term, it's likely to be a trader's market; it will pay to follow the momentum stocks.

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

- Overnight, S&P 500 was seen flirting with its all-time high.
- The Fed has said that it would maintain its pace of bond buying program, currently at \$120 billion a month, and said its broader strategy of accommodation would remain in place until "substantial further progress" has been made in meeting its employment and inflation goals.
- Powell said he expects the economy to rebound at a healthy pace in the second half of 2021 as vaccines against the coronavirus are widely distributed.
- SGX Nifty is seen nudging higher on backdrop of positive global cues. Investors remain optimistic on U.S stimulus as talks continued for a \$900 billion economic relief package.
- Our **call of the day** suggests Dalal Street is likely to maintain calm as the benchmarks will try for 'Fresh New Highs'
- Our **chart of the day** is bullish on stocks like: KOTAK BANK, MFSL, LUPIN, INFOSYS, and BHARTI AIRTEL.
- SHOW ME THE MONEY: BUY** — COROMANDEL INTERNATIONAL.
  - At CMP 803 and ADD on Dips 747-761 zone.
  - Targets – 839/1001.
  - Stop Loss on closing basis – 717.
  - Holding Period: Up to 90 Days.
- Liquidity on backdrop of the FIIs inflows continues to be the biggest positive catalysts for our stock markets. As per Thursday's provisional data available on the NSE, FII's bought shares worth Rs. 2355.25 cores in the Indian Equity Market. So far in December, FIIs net bought Rs. 36,013 crore worth of Indian equities — That's on backdrop of the highest inflow in November 2020 where FIIs net bought Rs. Rs. 65,317 crores.
- The options data for 31st December Series suggests Nifty is likely to be in a higher trading range as maximum Call OI is at 13000. This is followed by 13500 Strike Price. Maximum Put open interest stands at 13000 levels. Call writing was seen at 14400 and then at 14100 strike price, while there was meaningful Put writing at 13500. Well, the said data indicates a higher trading range between 13500 and 14000 levels.
- Mrs Bectors subscribed 198 times, highest ever for a Rs 200-cr plus IPO.
- Crude Oil prices have hit a nine-month high.

## SGX Nifty: (+34, 13778)

### All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	13741	13627	13837	13229	10851	13621-13857	Buy between 13621-13651 zone. Targets at 13797 and then aggressive targets at 13911-14101 zone with stop at 13421.
Bank Nifty	30841	30201	31351	29956	22885	30451-31351	Buy at CMP. Targets at 30951/32613. Stop at 30101.

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

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
INFY	1159	1145	1181	1138	876	Positive	Buy at CMP. Targets 1181/1211. Stop 1123.
LUPIN	960	927.5	987	921	884	Positive	Buy at CMP. Targets 987/1021/1123. Stop 923.
MFSL	670	639	675	636	534	Positive	Buy between 641-647 zone. Targets 675/705. Stop 619.

### All About Option Trades:

**Option Trade:** BUY BANKNIFTY 24th DECEMBER CE Strike Price 31000 at CMP 303. Profit: Unlimited. Maximum Loss: Rs. 7,575/-. Stop: Exit Call Option if Bank Nifty moves below 30281. (Bank Nifty December Futures CMP 30828).

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

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
NUCLEUS SOFTWARE	597.45	531	703	565	394	Positive	Buy at CMP. Targets 703/827. Stop 531.
NIPPON LIFE AMC	314.30	267	361	298	277	Positive	Buy at CMP. Targets 361/501. Stop 257.
-	-	-	-	-	-	-	-

## Mehta Group

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