

MEHTA'S MORNING BELL



Here is what You may
be interested this morning!

TODAY'S ECONOMIC CALENDAR

Japan:	Reuters Tankan Index (Jan), Industrial Production (MoM) (Nov), Capacity Utilization (MoM) (Nov)
Great Britain:	Rightmove House Price Index (MoM)
Singapore:	Non-Oil Exports (MoM) (Dec), Non-Oil Exports (YoY) (Dec), Trade Balance
China:	Industrial Production (YoY) (Dec), Fixed Asset Investment (YoY) (Dec), Chinese Retail Sales YTD (YoY) (Dec), Retail Sales (YoY) (Dec), Chinese Industrial Production YTD (YoY) (Dec), Chinese GDP YTD (YoY) (Q4), GDP (QoQ) (Q4), GDP (YoY) (Q4)
Euro:	Eurogroup Meetings, German Buba Monthly Report

Good Morning & Welcome to Tuesday's trading action at Dalal Street dated 19th January 2021.

Well, the point to be noted is that — When markets are rising in greed mode, it ignores the fear - when it's falling in fear mode, greed gets forgotten.

That brings us to our **call of the day** which suggests Nifty to flip in and out of positive territory in today's trade.

Technically, Nifty's major support is now seen at its 21 DMA at 14075 mark. If Nifty closes below 14031-14075 zone then the market selloff could be brutal. But the good news for the bulls' camp is that the price action for Nifty is still suggesting that we are likely to see a 14075-14750 range in near term.

For the day, we will prefer to be on the buy side on any intraday corrective declines. We suspect, the hope-run is likely to continue at Dalal Street. This optimism should easily take Nifty above its aggressive targets at 15000 mark with interweek perspective.

The positive trigger could be the upcoming Union Budget 2021 to be presented on 1st Feb 2021. Expect, Nifty & Sensex to simply zoom above their psychological 15,000 and 50,000 mark if there is any abolition of Securities Transaction Tax (STT).

Our **chart of the day** is bullish on stocks like RELIANCE INDUSTRIES, PVR & JUBILANT FOODS.

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

- In yesterday's trade, the Hang Seng and the Shanghai Composite rose bucking weak global markets after China reported 2.3% growth for all of 2020—its slowest growth since 1976. In the fourth quarter, China's economy expanded by 6.5% which was better than economists expectation.
- Spotlight will be on a report from The Wall Street Journal that Treasury secretary nominee Janet Yellen will say the U.S. doesn't back a weaker dollar.
- Q3 Earnings to trickle in today: ALEMBIC PHARMA, CEAT, DCM SHRIRAM, ICICI LOMBARD GENERAL INSURANCE, TATA COMM, TATA STEEL BSL, TV18 BROADCAST.
- The options data for January Series suggests Nifty is likely to be in a broader trading range as maximum Call OI is at 15000. Maximum Put open interest stands at 14000 levels. Call writing was seen at 14500 and then at 14400 strike price, while there was meaningful Put writing at 14100. Well, the said data indicates a wide trading range between 14100 and 14800 levels.
- As per Monday's provisional data available on the NSE, FII's bought shares worth Rs. 651 crores in the Indian Equity Market.
- Maruti Suzuki has announced that it has increased its vehicle prices by up to Rs 34,000 ex-showroom in Delhi. Rise in some input cost was the reason stated by the country's largest carmaker mentioned the

Outlook for Tuesday: Buy on any corrective declines.

SGX Nifty: (+87.50, 14363)

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	14281	14075	14457	14075	11339	14151-14451	Buy only on dips between 14100-14150 zone. Targets at 14407 and then aggressive targets at 14487-14657 zone with stop at 13977.
Bank Nifty	31812	31251	32301	31350	23768	31251-32301	Sell on strength between 32000-32251 zone. Targets at 31299/30425 and then aggressive targets at 28975 zone with stop at 33337.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
PVR	1499	1457	1517	1385	1169	Positive	Buy at CMP. Targets 1517/1569. Stop 1553.
RELIANCE INDUSTRIES	1984	1921	2035	1960	1880	Positive	Buy at CMP. Targets 2035/2167. Stop 1917.
CHOLAFIN	409	397	431	406	244	Negative	Sell between 417-421 zone. Targets 397/387. Stop 437.

All About Option Trades:

Option Trade: BUY NIFTY 21st January CE Strike Price 14400 at CMP 58.95. Profit: Unlimited. Maximum Loss: Rs. 4,421.25/- . Stop: Exit Call Option if Nifty moves below 14151. (Nifty January Futures CMP 14251.65).

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
LUPIN	1063	917	1159	1015	927	Positive	Buy at CMP. Targets 1159/1201. Stop 917.
SANOFI	8332	7491	9000	8216	8086	Positive	Buy at CMP. Targets 9000/9750. Stop 7491.
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Mehta Group

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