

# MEHTA'S MORNING BELL



Here is what You may  
be interested this morning!

## TODAY'S ECONOMIC CALENDAR

- USA: HINDALCO: NAHB Housing Market Index (Oct), 3-Month Bill Auction, 6-Month Bill Auction, Building Permits (MoM) (Sep), Building Permits (Sep), Housing Starts (MoM) (Sep), Housing Starts (Sep), Redbook (MoM), 2-Year Note Auction.
- China: Unemployment Rate (Sep)
- Euro: German PPI (YoY) (Sep), German PPI (MoM) (Sep), Current Account (Aug), Current Account n.s.a. (Aug)
- Great Britain: House Price Index (YoY)

## Good Morning & Welcome to Tuesday's trading action at Dalal Street dated 20th October 2020.

SGX Nifty is indicating opening bell losses for our stock markets on dimming hopes of a stimulus deal before Nov 3rd U.S Presidential elections.

Our **call of the day** says bigger happiness, love and wisdom for bulls' at Dalal Street only if Nifty is able to move above the 12049 mark.

Nifty' support at 11811/11661.

## Now, before we get into detail, here are other key things to know before today's market open.

- Q2 earnings to trickle in today: Hindustan Unilever, Larsen & Toubro Infotech, Bombay Dyeing, CRISIL, DCM Shriram, Granules India, Hindustan Zinc.
- Technically speaking, Nifty now needs to move past its biggest interweek hurdles at 12049 mark. Above Nifty's 12049, all-eyes will be at all-time-highs at 12431 mark. Only above 12431 mark will indicate that we are totally out of the woods.
- Options data for 29th October Series suggests Nifty is likely to be in a higher trading range as maximum Call OI is at 12500. This is followed by 12000 Strike Price. Maximum Put open interest stands at 11000 levels. Call writing was seen at 12200 followed by 12100 levels, while there was meaningful Put writing at 11700. Well, the said data indicates a higher trading range between 11600 and 12200 levels.
- Monday's provisional data suggests that FIIs net bought shares worth Rs 1,656.78 crore, whereas DIIs net sold shares worth Rs 1,621.73 crore in the Indian equity market.
- The number of confirmed cases of the coronavirus illness COVID-19 worldwide climbed above 40 million. New infections continue to rise in Europe and the U.S. and the negative takeaway is that experts have warned the pandemic could worsen during the cold winter months.
- Our **chart of the day** is quite bullish on metal stocks which suggest buying HINDALCO, TATA STEEL & JINDAL STEEL & POWER with an interweek perspective. We also like stocks like PIDILITE, BALKRISHNA INDUSTRIES, SBI & FEDERAL BANK on the buy side.

## SGX Nifty: (-37, 11873)

### All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	11873	11801	11921	11515	10720	11751-11921	Buy between 11745-11755 zone. Targets at 11921/12049/12431 mark with stop at 11543.
Bank Nifty	24267	23754	25232	22434	23523	24901-24601	Buy between 23900-24100 zone. Targets at 25232/26269. Stop at 23489.

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

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
BALKRISHNA INDUSTRIES	1376.1	1341	1411	1399	1150	Positive	Buy between 1360-1370 zone. Targets 1411/1449. Stop 1339.
HINDALCO	182.70	177.50	185	172	159	Positive	Buy between 175-178 zone. Targets 1585/1637. Stop 171
INDUSIND BANK	627	607	641	1399	1150	Positive	Buy between 607-613 zone. Targets 641/657/711. Stop 591.

### All About Option Trades:

**Option Trade:** BUY NIFTY 29th OCTOBER CE Strike Price 12000 at CMP 87.80. Profit: Unlimited. Maximum Loss: Rs. 6,585/-. Stop: Exit Call Option if Nifty moves above 11691. (Nifty October Futures CMP 11897.30)

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

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
HCLTECH	844.75	731	911	834	612	Positive	Buy at CMP. Targets 911/1001. Stop 731.
MANAPPURAM	164.05	129	200	160	149	Positive	Buy at CMP. Targets 200/225. Stop 129.
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## Mehta Group

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