

MEHTA'S MORNING BELL



Here is what You may
be interested this morning!

Economic Calendar:

Japan: Foreign Investments in Japanese Stocks, Foreign Bonds Buying

Hong Kong: CPI (YoY) (Jun)

Great Britain: CBI Industrial Trends Orders (Jul), ECB Interest Rate Decision (Jul), Deposit Facility Rate (Jul), ECB Marginal Lending Facility, ECB Monetary Policy Statement, ECB Press Conference.

USA: Chicago Fed National Activity (Jun), Initial Jobless Claims, Jobless Claims 4-Week Avg., Continuing Jobless Claims, Existing Home Sales (MoM) (Jun), Existing Home Sales (Jun), US Leading Index (MoM) (Jun), Natural Gas Storage, KC Fed Composite Index (Jul), KC Fed Manufacturing Index (Jul), 4-Week Bill Auction, 8-Week Bill Auction, 10-Year TIPS Auction.

Good Morning Early Readers!

Overnight at Wall Street, U.S stocks rose following a rebound in Tuesday's session as investors focused on earnings and looked beyond the economic impact of rising coronavirus infections across the globe.

Our **call of the day** suggests that there is a light at the tunnel for benchmark Nifty as overnight positive Wall Street cues indicate that the gyan mantra continues to be to "buy the dip".

That said, there's still plenty to worry about. The theme at front pages suggests that the virus unlikely to go away despite widespread vaccinations. New restrictions are being imposed. This could be problematic for sectors like travel which were expected to benefit the most from the reopening of the global economy.

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

- Nifty and Sensex have scaled fresh all-time-highs in the week gone by, but the foreign institutional investors continue to be in the sell side taking money off the table. FIIs have sold to the tune of Rs 11,957.28 crore in the month of July. As per Tuesday's provisional data available on the NSE, FIIs sold shares worth Rs. 2834.96 crores in the Indian Equity Market.
- Technically speaking, confirmation of strength only on any close above Nifty 15725 mark. Investors who hold onto the benchmark above 15725 mark may stand to benefit. Alternatively, if Nifty is unable to move above 15725 mark then traders should sell first and then ask questions later.
- Our **chart of the day** is bullish on stocks like PIDILITE and GRASIM with interweek perspective.
- SHOW ME THE MONEY:** Momentum Call: Buy PIDILITE July Futures for 0-3 days at CMP 2314 for an objective of 2351/2393/2451. Stop 2243. Alert: BREAKOUT PLAY.
- The options data for July series suggests Nifty is likely to be in a trading range of 15500-16000 as maximum Call OI is at 16000 followed by 15800 strike price. Maximum Put open interest stands at 15000 levels followed by 15500 levels. Call writing was seen at 15700 and then at 15600 strike price, while there was meaningful Put writing at 15600 and then at 15200 strike prices.
- Q1 earnings to trickle in today:** HINDUSTAN UNILEVER, ULTRATECH CEMENT, BAJAJ AUTO, BIOCON, CAN FIN HOMES, CHENNAI PETROLEUM HEIDELBERG CEMENT, HINDUSTAN ZINC, ICICI LOMBARD GENERAL INSURANCE, INDIAN ENERGY EXCHANGE, and WOCKHARDT.
- Stock banned in F&O segment:** CADILA, CANBK, IBULSHSGFIN, NATIONALUM, NMDC, SUNTV.

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	15632	15591	15857	15783	14227	15601-15851	Buy between 15600-15625 zone. Targets at 15728/15837 mark and then aggressive targets at 16001 mark with strict stop at 15411.
Bank Nifty	34415	35361	35279	35179	31911	34175-35079	Sell between 34901-35101 zone. Targets at 34001/33849 and then aggressive targets at 32523 mark with stop at 35611.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
BERGEPAIN	865	846	881	825	730	Positive	Buy between 846-851 zone. Targets 881/907. Stop 837.
GRASIM	1574	1539	1621	1520	1107	Positive	Buy at CMP. Targets 1621/1701. Stop 1535.
LICHSGFIN	453	438	468	466	403	Negative	Sell between 465-467.50 zone. Targets 454/437. Stop 491.

All About Option Trades:

Option Call: SELL NIFTY 29th JULY CE Strike Price 15600 at CMP 91.05. Maximum Profit: Rs. 6,828.75/-. Loss: Unlimited. Stop: Exit Call Option if NIFTY moves above 15775. (NIFTY JULY Futures CMP 15630).

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
UNITED SPIRITS (MC DOWELL)	653.65	569	707	661	576	Positive	Buy at CMP. Targets 707/751. Stop 569.
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-

Mehta Group

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