

MEHTA'S MORNING BELL



Here is what You may
be interested this morning!

Economic Calendar:

China:	House Prices (YoY) (Jan)
Singapore:	CPI (YoY) (Jan)
Great Britain:	Claimant Count Change (Jan), Average Earnings ex Bonus (Dec), Unemployment Rate (Dec), Average Earnings Index +Bonus (Dec), Employment Change 3M/3M (MoM) (Dec), Labour Productivity, 30-Year Treasury Gilt Auction, CBI Distributive Trades Survey (Feb)
Euro:	Core CPI (YoY) (Jan), CPI (MoM) (Jan), CPI ex Tobacco (YoY) (Jan), HICP ex Energy & Food (YoY) (Jan), Core CPI (MoM) (Jan), HICP ex Energy and Food (MoM) (Jan), CPI ex Tobacco (MoM) (Jan)
USA:	Redbook (MoM), Redbook (YoY), House Price Index (MoM) (Dec), House Price Index (Dec), House Price Index (YoY) (Dec), S&P/CS HPI Composite - 20 s.a. (MoM) (Dec), S&P/CS HPI Composite - 20 n.s.a. (YoY) (Dec), S&P/CS HPI Composite - 20 n.s.a. (MoM) (Dec), Fed Chair Powell Testifies, CB Consumer Confidence (Feb), Richmond Services Index (Feb), Richmond Manufacturing Shipments (Feb), Richmond Manufacturing Index (Feb), Texas Services Sector Outlook (Feb), Dallas Fed Services Revenues (Feb), 2-Year Note Auction, 52-Week Bill Auction

Good Morning & Welcome to Tuesday's trading session at Dalal Street dated 23rd February 2021.

The hottest theme surrounding stock markets across globe is that rates are likely to rise earlier than expected. The street suspects, the U.S interest rates to rise over 1% by the end of 2024.

That said, Fed Chairman Jerome Powell in his recent speeches has clearly pushed back on suggestions that the central bank might be forced to prematurely tighten monetary policy. Powell has insisted his commitment to keep policy accommodative as long as needed to support the recapture of jobs lost during the pandemic.

Our **call of the day** suggests volatility will be hallmark of near-term trading sessions as at the moment there is lack of clarity — be it growth, unemployment or inflation.

Technically speaking, Nifty downside risk is seen at 14261 mark. Intraday supports are placed at 14500 mark. Confirmation of strength only above Nifty 15087. Above 15087, the benchmark Nifty could easily gallop to 15433 mark and then aggressive targets at psychological 16001 mark.

Meanwhile, the next big trading theme at Dalal Street is seen revolving primarily around — India's active caseload of Covid-19 which continues to rise. The main risk to bulls' success story at Dalal Street is a delay to the reopening of the economy caused by hiccups in vaccine efficacy or a renewed increase in infections.

Long story short: COVID is still not looking a big threat to the crowd but could prove to be a problematic catalyst to the perma-bulls' camp.

You could also blame it to extreme overbought technical conditions as S&P 500 has risen about 75% since last March. Nifty too is up a whopping 100% — from March lows of 7500.

Bottom-line: We will spy with one big eye if bulls regroup near the Nifty 14261 mark and make equities a screaming buy for bulls' to prosper.

Our **chart of the day** is bullish on TORRENT POWER and NATIONAL ALUMINUM with inter-month perspective. TORRENT POWER has emerged as the highest bidder for acquisition of 51% stake in the power distribution company in the Union Territory of Dadra & Nagar Haveli and Daman & Diu. The technical landscape of the stock is quite bullish with recent sequence of higher high/low intact on all-time-frames. The stock should easily cross 411 mark with inter-month perspective.

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

- RBI governor Shaktanta Das as per the minutes released by the central bank has said that the country's economic growth momentum needs to strengthen further.
- As per yesterday's provisional data available on the NSE, both Foreign institutional investors (FIIs) and domestic institutional investors (DIIs) net sold shares worth Rs 893.25 crore and Rs 919.88 crore respectively in the Indian equity market.
- All eyes will be on the GDP data for the third quarter which will trickle in on Friday. The street suspects that the GDP data for the third quarter to show signs of economic recovery.
- Copper prices have spiked to their highest level in nearly a decade as investors in the commodity anticipate rising demand for infrastructure and construction projects in the post-pandemic economy. The price of copper climbed above \$4 per pound for the first time since September 2011.

SGX Nifty: (+35, 14710)

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	14676	14501	14821	14755	12014	14501-14807	Sell between 14801-14857 zone. Targets at 14501 and then aggressive targets at 14261 mark with stop at 15157
Bank Nifty	35257	34821	35651	34542	25524	34821-35651	Sell at CMP. Targets at 34647 and then aggressive targets at 32751-33001 zone with stop at 36701.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
ASHOKLEY	122.15	119	133	127	78	Negative	Sell between 128-130 zone. Targets at 126/119/107.50. Stop at 135.05.
BAJAJ FINSERV	10001	9697	10337	9788	6986	Negative	Sell at CMP. Targets 9697/8750. Stop 10411.
NAUKRI	4994	4828	5359	4986	3693	Negative	Sell between 5025-5050 zone. Targets 4828/4711. Stop 5373.

All About Option Trades:

Option Call: SELL NIFTY 04th March CE Strike Price 14800 at CMP 150.05. Maximum Profit: Rs. 11,253.75/-. Loss: Unlimited. Stop: Exit Call Option if NIFTY moves above 14801. (NIFTY March Futures CMP 14690.70)..

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
GRSE	198.70	153	243	192	193	Positive	Buy at CMP. Targets 243/300. Stop 153.

Mehta Group

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