

MEHTA'S MORNING BELL



Here is what You may
be interested this morning!

Economic Calendar:

Singapore: CPI (YoY) (Apr)

Japan: BoJ Governor Kuroda Speaks

USA: Chicago Fed National Activity (Apr), 6-Month Bill Auction, 3-Month Bill Auction

Good Morning Early Readers!

Here are other key things to know before today's market opens:

- Our **chart of the day** is bullish on stocks like AXIS BANK, MAXHEALTH, COLPAL, SBI and ICICI BANK with an interweek/intermonth perspective. HEROMOTO CORP could be a dark horse.
- **SHOW ME THE MONEY:** COLPAL (CMP 1633): Look to buy at CMP, targeting 1751 mark and then aggressive targets at psychological 1900 mark. Stop below 1468. Holding Period: 3-5 Months.
- Our **call of the day** suggests Dalal Street should survive and prosper. The theme at Dalal Street will continue to be 'Enthusiastic Bulls and Arrested Bears'. Short covering backed with fear of missing out (FOMO) will keep on ruling traders' mindset on backdrop of a sharp drop in Covid-19 cases in India coupled with good corporate results were seen as positive catalyst for our stock markets. Vaccine rollouts are also expected to get faster.
- Another round of great fireworks display quite likely ahead of May series F&O expiry on 27th May 2021.
- All bullish eyes will be on Nifty's all-time-highs at 15432 mark. Nifty's make-or-break intraday supports are placed at 14927 mark. As long as Nifty's 14927 support holds, the benchmark will aim its all-time-high at 15432 mark and then all bullish bets at magical 16000 mark. The price action for Nifty for this week's trade is suggesting that we are likely to see a 14,901- 15551 range with buy on dips as the preferred strategy.
- The options data for May Series suggests Nifty is likely to be in a broader trading range of 14700-15500 as maximum Call OI is at 15000 followed by 15300 strike price. Maximum Put open interest stands at 15000 levels followed by 14500 levels. Call writing was seen at 15700 and then at 15500 strike price, while there was meaningful Put writing at 15000 and then at 15100 strike prices.
- Also signaling optimism for our stock markets is the fact that the volatility index has slipped below 20 the mark. India VIX, which measures market's expectation of volatility, fell to 19.08, the lowest level seen during the calendar year, from 20.26 levels on a week-on-week basis, indicating positive bias in the market.
- Hero MotoCorp has said that it is gearing up towards a gradual resumption of operations by starting production at all its manufacturing plants in the country from May 24. It had started single shift production at three of its plants -- Gurugram and Dharuhera in Haryana and at Haridwar in Uttarakhand -- from May 17.
- As per Friday's Provisional Data available on the NSE, FIIs bought shares worth Rs. 510.16 crores in the Indian Equity Market. DIIs too bought shares worth Rs. 649.10 crores in the Indian Equity market.
- **Stock banned in F&O segment:** BHEL, JINDALSTEL, NATIONALUM, PNB, SAIL.

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	15175	15069	15432	14756	13332	14827-15157	Buy between 15050-15100 zone. Targets at 15432/15751 mark with strict stop at 14901.
Bank Nifty	34607	33751	35251	32935	29216	34301-35151	Buy at CMP. Targets at 35105 and then aggressive targets at 37709/39001 mark with stop at 33001.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
AXISBANK	731	723	753	705	603	Positive	Buy at CMP. Targets 753/799. Stop 717.
FEDERALBANK	85.05	82	93	79	67	Positive	Buy at CMP. Targets 89/93. Stop 81.75.
VEDL	273.65	263	297	265	166	Positive	Buy between 265-267.50 zone. Targets 297/321. Stop 257.

All About Option Trades:

Option Call: SELL NIFTY 27th MAY PE Strike Price 15200 at CMP 106. Maximum Profit: Rs. 7,950/-. Loss: Unlimited. Stop: Exit Put Option if NIFTY moves below 15100. (NIFTY MAY Futures CMP 15222).

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
SBIN	401	391	413	362	282	Positive	Buy between 393-397 zone. Targets 413/429. Stop 387.
COLPAL	1633	1468	1751	1531	1517	Positive	Buy at CMP. Targets 1751/1900. Stop 1468.
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Mehta Group

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