

MEHTA'S MORNING BELL



Here is what You may be interested this morning!

TODAY'S ECONOMIC CALENDAR

Singapore:	Industrial Production (MoM) (Feb), Industrial Production (YoY) (Feb)
Great Britain:	Core Retail Sales (YoY) (Feb), Core Retail Sales (MoM) (Feb), Retail Sales (YoY) (Feb), Retail Sales (MoM) (Feb), BoE MPC vote cut (Mar), BoE MPC vote hike (Mar), BoE MPC vote unchanged (Mar), BoE QE Total (Mar) BoE Interest Rate Decision (Mar), BoE MPC Meeting Minute
Hong Kong:	Exports (MoM) (Feb), Imports (MoM) (Feb), Trade Balance
USA:	Continuing Jobless Claims, Core PCE Prices (Q4), Corporate Profits (QoQ) (Q4), GDP (QoQ) (Q4), GDP Price Index (QoQ) (Q4), GDP Sales (Q4), Goods Trade Balance (Feb), Initial Jobless Claims, Jobless Claims 4-Week Avg, PCE Prices (Q4), Real Consumer Spending (Q4), Retail Inventories Ex Auto (Feb), Wholesale Inventories (MoM)
Japan:	Tokyo Core CPI (YoY) (Mar), Tokyo CPI (YoY) (Mar), CPI Tokyo Ex Food and Energy (MoM) (Mar)
China:	Chinese Industrial profit (YoY) (Feb), Chinese Industrial profit YTD (Feb)

Good Morning & Welcome to Thursday's trading action at Dalal Street dated 26th March 2020.

This morning, the global cues are actually quite bullish. And regardless of where India stands on this COVID-19 issue, the fact is that Dalal Street is looking for some signs of hope. Any positivity which brings bulls back in the game...

Where do we go from here?

In the near term, Dalal Street could join the conga-line of rising global stock markets with Nifty aiming 8551 mark. Short covering could also help in the said rebound.

But the big question on every investors mind is: Is the worst over or yet to come??

Honestly speaking, the fear of being infected by COVID-19 has never been more real than it is now. Well, a month ago, the virus was barely on the minds of most Indians. And now, the theme revolves only around coronavirus pandemic and its effects on India's economic pandemics.

The street fears that the spike in Coronavirus cases will threaten the economic activity and shall lead to prolonged slowdown in India. The street suspects that India's April-June GDP may fall to negative 5% year-on-year or even more. There is apprehension that the Covid 19 scenario could deteriorate further — and if it does then the global economy could probably move from a recession and into a depression!!! Suspecting the precarious backdrop, the FIIs have pulled out more than Rs 58,000 cr so far in March in the cash segment of Indian equity markets.

The gyan mantra for traders and investors is to 'Stay light' on leveraged positions as a full-blown crisis might be closer than you think.

Now, here are the things which traders need to know before markets open for trade this Thursday morning.

- Wall Street was seen flying high after Congress and the White House reached a deal on a \$2 trillion stimulus bill meant to revive an economy stalled by the coronavirus pandemic.
- There is growing optimism at home about a stimulus package by the Indian government too. On Tuesday, March 24, the Finance Minister had said that an economic package was being worked upon and it may come soon. The street suspects fiscal stimulus to be announced to be about 1.5-2% of India's GDP.
- The street is also hoping for a 50 bps rate cut by the RBI.
- USD/INR near its all-time high at 76.36.
- FIIs were net sellers in yesterday's trade to the tune of Rs. 1893.36 Cr. In this March month, FIIs have withdrawn Rs. 58,279 crores from Indian equity markets.
- WTI Crude Oil prices continue to hover near \$ 25 per barrel.
- Technically, Nifty's biggest support now seen at 7,751. Intraday support on Nifty at 8031 mark. Please note, confirmation of strength only above Nifty 8,551 mark on closing basis.

Option data for 26th March suggests:

- Nifty's Max Call OI: 8500, 8000.
- Nifty's Max Put OI: 8000, 8100.

SGX Nifty: (+212, 8488)

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	8318	7951	8501	10004	11513	7951-8501	Sell between 8451-8501 zone. Targets at 8111/7787/7511. Stop 8875.
Bank Nifty	18481	16001	20000	24963	29615	17001-20000	Sell between 19001-19501 zone. Targets at 18001/16116. Stop 21411.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
APOLLOHOSP	1184	1111	1351	1535	1465	Positive	Buy at CMP. Targets 1351/1411. Stop 1101.
BATAINDIA	1153	1111	1311	1432	1595	Positive	Buy at CMP. Targets 1311/1401. Stop 1097.
HDFC	1656	1597	1771	1961	2205	Positive	Buy at CMP. Targets 1771/1867. Stop 1471.

All About Option Trades:

Option Trade: BUY NIFTY 01st APRIL CE Strike Price 9000 at CMP 154.80. Profit: Unlimited. Maximum Loss: Rs. 11,610/-. Stop: Exit Call Option if Nifty moves below 8200. (Nifty March Futures CMP 8362.20)

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
BERGER PAINTS	449	415	473	496	446	Positive	Sell at CMP. Targets 473/519. Stop 411.
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-

Mehta Group

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