

# MEHTA'S MORNING BELL



Here is what You may  
be interested this morning!

## TODAY'S ECONOMIC CALENDAR

USA:	FOMC Meeting Minutes
Japan:	Leading Index, Leading Index (MoM), Coincident Indicator (MoM)
Singapore:	Industrial Production (MoM) (Oct), Industrial Production (YoY) (Oct)
Euro:	GfK German Consumer Climate (Dec), M3 Money Supply (YoY) (Oct), Loans to Non-Financial Corporations (Oct), Private Sector Loans (YoY), ECB Publishes Account of Monetary Policy Meeting, ECB Monetary Policy Statement

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

The breaking news this Thursday morning is that Sebi withdraws proposal to increase margin requirement for non-F&O stocks in cash market

Now, before we get into today's trade set-up, a recap of yesterday's trade:

In yesterday's trade, Dalal Street witnessed its first major loss.

The benchmark Nifty after hitting fresh record highs i:e after hitting the highest high of 2020 fell sharply to the lowest closing low of yesterday's trade. To put it dramatically — 'from a newlywed became a widow in just one session'

Agreed, the market was "overbought and due for a pullback."

The pullback was inevitable given the resurgence of the COVID-19 pandemic which acted as key negative catalyst. Investors were seen worried as the virus is resulting in renewed restrictions on business activity and most importantly, the street suspects/fears that the pandemic is getting worse faster than most people expect.

Spike in COVID-19 cases and decelerating economic growth are the major headwinds.

### The big question: Should we panic?

Judging by yesterday's action, the sentiment at Dalal Street turns bit jittery. Not a pretty confident picture despite the fact that SGX Nifty this morning is indicating a green start.

That brings us to our **call of the day** which suggests 'the gyan mantra to stay afloat in a volatile market like this is to keep books light on buy side.' Expect — volatility, volatility and volatility in today's session as November series contracts also end today.

Nifty's hurdles at the psychological 13000 mark. The biggest intraday support at 12727 mark.

Buy on dips are still likely to be the preferred strategy. We say so because — Bulls' bet that more U.S fiscal stimulus would be forthcoming as reports suggest Biden would nominate former Federal Reserve Chair Janet Yellen as Treasury secretary. Investors expect more economic stimulus is likely with Yellen as Treasury secretary since she has argued that Congress has to come through with additional aid to help lead a U.S. economy crippled by the coronavirus pandemic.

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

- Options data for 26th November Series suggests Nifty is likely to be in a higher trading range as maximum Call OI is at 13500. This is followed by 13000 Strike Price. Maximum Put open interest stands at 12800 levels. Call writing was seen at 13100, while there was meaningful Put writing at 13100. Well, the said data indicates a higher trading range between 12800 and 13200 levels.
- As per Wednesday's provisional Data available on the NSE, FII's bought shares worth Rs. 24.20 crores in the Indian Equity Market. DIIs on the other hand, sold shares worth Rs. 1840.33 crores in the Indian Equity market.

## SGX Nifty: (+49, 12912)

### All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	12858	12727	13001	12435	10744	12739-13037	Buy between 12730-12750 zone. Targets at 13000/13146 and then aggressive targets at 13351-13501 zone with stop at 12527
Bank Nifty	29737	29001	30501	27478	22922	29251-30501	Buy between 28501-28750 zone. Targets at 30001/32613. Stop at 27697.

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

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
ADANI PORTS	399	385	407	370	330	Positive	Buy between 389-393 zone. Targets 407/421. Stop 381.
DLF	182	177	187	175	158	Negative	Sell between 186-187.50 zone. Targets 177/166. Stop 194.
INDIGO	1591	1531	1653	1525	1157	Negative	Sell between 1615-1621 zone. Targets 1531/1301. Stop 1661.

### All About Option Trades:

**Option Trade:** BUY NIFTY 3rd DECEMBER PE Strike Price 12700 at CMP 75.75. Profit: Unlimited. Maximum Loss: Rs. 5,681.25/-. Stop: Exit Put Option if Nifty moves above 13056. (Nifty December Futures CMP 12890).

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

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
CHAMBAL FERTILIZER	189.85	133	207	174	147	Positive	Buy at CMP. Targets 207/240. Stop 133.
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-

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