

# MEHTA'S MORNING BELL



Here is what You may be interested this morning!

## TODAY'S ECONOMIC CALENDAR

Japan: Foreign Investments in Japanese Stocks, Foreign Bonds Buying, All Industries Activity Index (MoM)

China: Chinese Industrial profit YTD (Jul), Chinese Industrial profit (YoY) (Jul)

Euro: Private Sector Loans (YoY), Loans to Non Financial Corporations (Jul), M3 Money Supply (YoY) (Jul)

USA: Jobless Claims 4-Week Avg., Continuing Jobless Claims, Initial Jobless Claims, Corporate Profits (QoQ) (Q2), GDP Price Index (QoQ) (Q2), Core PCE Prices (Q2), PCE Prices (Q2), GDP (QoQ) (Q2), GDP Sales (Q2), Real Consumer Spending (Q2), Pending Home Sales Index (Jul), Pending Home Sales (MoM) (Jul), Natural Gas Storage, KC Fed Manufacturing Index (Aug), KC Fed Composite Index (Aug), 4-Week Bill Auction, 7-Year Note Auction, 8-Week Bill Auction

## Outlook for Thursday: Looking Through Bull's Eyes!

The good news for bull's camp is that Nifty has powered higher above the psychological 11500 mark.

That brings us to the big question: Will this mark further resurgence in buying at Dalal Street, which takes Nifty to fresh-all time-highs at 12431??

Our **call of the day** says, if one makes it to age 50 (golden jubilee), they have a big chance of making it to the age 60 (diamond jubilee) ...

Digging deeper, the benchmark indices are clearly on a holding pattern in yesterday's trade, and now remain within striking distance of the psychologically-important milestone level of 12000 mark (All time high on Nifty on Nifty is at 12431).

Honestly speaking, we suspect, there may be some more fireworks as the crowd is still in disbelief. It's simple, as long as investors remain in doubt, the markets will tend to move higher.

The message from our research desk is loud and clear: there is a wonderful chance for our benchmark indices to keep on advancing. Stay Long and buy on any corrective declines as technical charts point to New Highs...

**Long story short:** The Goal Post is now at 12000. Long live the bull.

Our **chart of the day** suggests that BANK Nifty is likely to outperform. Amongst banking stocks, our preferred bets are **KOTAK BANK, STATE BANK INDIA and BAJAJ FINSERV** on the buy side.

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

- Investors will look ahead to a key speech from Federal Reserve Chair Jerome Powell today.
- Indian Bank loan and deposit growth monthly data to get declared on Friday i:e 28th August 2020.
- Today some volatility likely as August F&O series expiry is there.

Important Q1 earnings to trickle in today: EDELWEISS FINANCIALS, GMR INFRA, ICRA, IDFC, NMDC, AVANTI FEEDS, IDFC, HCC.

## SGX Nifty: (+11, 11560)

### All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	11550	11349	11751	11261	10823	11441-11651	Buy between 11481-11491 zone. Targets at 11637/11751/12001 zone with stop at 11171.
Bank Nifty	23414	21791	24001	22043	25185	23151-24001	Buy at CMP. Targets at 24001 /24339/26311. Stop at 21791.

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

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
BAJAJ FINSERV	6564.4	6411	6750	6320	7157	Positive	Buy between 6531-6541 zone. Targets 6750/6901. Stop 6389.
ICICIBANK	389.35	374	399.5	363	424	Positive	Buy between 382-385 zone. Targets 399.5/420. Stop 366.
L&T FINANCE HOLDINGS	71.7	67.5	75	65	84	Positive	Buy between 69.75-70.75 zone. Targets 75/85. Stop 65.

### All About Option Trades:

**Option Trade:** BUY NIFTY 3rd SEPTEMBER CE Strike Price 11700 at CMP 49. Profit: Unlimited. Maximum Loss: Rs. 3,675/-. Stop: Exit Call Option if Nifty moves below 11434. (Nifty September Futures CMP 11564.90)

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

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
SANOFI	8680	7991	9001	8323	7370	Positive	Buy at CMP. Targets at 9001/9500. Stop 7991.
FEDERALBANK	56.70	52	62.50	54	66	Positive	Buy at CMP. Targets at 62.50/75. Stop 46.
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## Mehta Group

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