

# MEHTA'S MORNING BELL



Here is what You may be interested this morning!

## TODAY'S ECONOMIC CALENDAR

Japan:	Tokyo CPI (YoY) (Nov), Tokyo Core CPI (YoY) (Nov), CPI Tokyo Ex Food and Energy (MoM) (Nov), Foreign Bonds Buying Foreign Investments in Japanese Stocks, BoJ Core CPI (YoY), German Import Price Index (YoY) (Oct) German Import Price Index (MoM) (Oct)
China:	Chinese Industrial profit (YoY) (Oct), Chinese Industrial profit YTD (Oct)
Great Britain:	Nationwide HPI (YoY), Nationwide HPI (MoM)
Euro:	Industrial Sentiment (Nov), Services Sentiment (Nov), Selling Price Expectations (Nov), Consumer Inflation Expectation (Nov), Consumer Confidence (Nov), Business Climate (Nov), Business and Consumer Survey (Nov)
India:	FX Reserves, USD, GDP Quarterly (YoY) (Q2)

## Good Morning & Welcome to Friday's trading action at Dalal Street dated 27th November 2020.

Overnight, Wall Street was closed for the Thanksgiving holiday and will shutter early today on account of Black Friday. Thankfully, for our stock markets—the sentiments are all pointing up.

Please note, this coming Monday, our stock markets are closed on account of Guru Nanak Jyanti.

Come Tuesday; expect explosive upside movement on Nifty if the U.S Black Friday sales results are robust.

Our **call of the day** suggests a powerful start to December series quite likely.

The key positive catalyst in favor of bulls camp is the liquidity scenario where the foreign institutional investors are deploying billions of dollars. So far in the November month, FIIs have net bought Rs. 57,604 crore worth of Indian equities — incidentally, the highest inflow in a month. Please note, FIIs net bought Rs 1.34 lakh crore of shares in the current financial year. FIIs inflow simply seems to be unstoppable.

Technically, the bullish trend remains intact as long as Nifty stays above 11727 mark.

The other big positive catalysts for our stock markets:

1. Investors welcome further progress on the development of a coronavirus vaccine.
2. 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.

Our **chart of the day** suggests accumulating INDUSIND BANK, TITAN and HDFC AMC on the buy side with interweek/intermonth perspective.

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

- July-September quarter gross domestic product (GDP) data will trickle in today which is set for a contraction of 8.6%. India GDP had contracted nearly 24% in Q1.
- Technically, Nifty's biggest major support is seen at 12727 mark. The benchmark will aim to swiftly move above its all-time-high at 13146 mark. Technically speaking, chase the buying momentum as long as Nifty stays above 12727 mark.
- Options data for 31st December Series suggests Nifty is likely to be in a higher trading range as maximum Call OI is at 13000. This is followed by 13500 Strike Price. Maximum Put open interest stands at 12800 levels. Call writing was seen at 13000, while there was meaningful Put writing at 12900. Well, the said data indicates a higher trading range between 12800 and 13200 levels.
- As per Thursday's provisional Data available on the NSE, FII's bought shares worth Rs. 2027.31 crores in the Indian Equity Market. DIIs on the other hand, sold shares worth Rs. 3400.10 crores in the Indian Equity market.
- The Directorate General of Civil Aviation (DGCA) International flights to remain suspended till December 31.

## Outlook for Friday: Buy-the-dip mantra to prevail...

## SGX Nifty: (+49, 13042)

### All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	12987	12727	13147	12495	10749	12911-13111	Buy between 12885-12935 zone. Targets at 13171 and then aggressive targets at 13351-13501 zone with stop at 12727.
Bank Nifty	29550	29001	30501	27731	22914	29001-30501	Buy at CMP. Targets at 30201 /30911/32613. Stop at 27721.

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

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
HDFC	2238	2179	2277	2206	1873	Positive	Buy at CMP. Targets 2277/2307. Stop 2171.
NTPC	94	89	106	90	92	Positive	Buy at CMP. Targets 106/121. Stop 83.
TITAN	1327	1301	1390	1271	1082	Positive	Buy at CMP. Targets 1375/1390. Stop 1297.

### All About Option Trades:

**Option Trade:** BUY NIFTY 3rd DECEMBER PE Strike Price 12800 at CMP 44.80. Profit: Unlimited. Maximum Loss: Rs. 3,360/-. Stop: Exit Put Option if Nifty moves above 13201. (Nifty December Futures CMP 13043.75)..

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

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
CHAMBAL FERTILIZER	193.05	153	207	175	147	Positive	Buy at CMP. Targets 207/240. Stop 147.
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-

## Mehta Group

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