

MEHTA'S MORNING BELL



Here is what You may be interested this morning!

TODAY'S ECONOMIC CALENDAR

Japan:	CPI Tokyo Ex Food and Energy (MoM) (Aug), Tokyo CPI (YoY) (Aug), Tokyo Core CPI (YoY) (Aug) Euro: German Import Price Index (YoY) (Jul), German Import Price Index (MoM) (Jul), GfK German Consumer Climate (Sep), Business and Consumer Survey (Aug), Services Sentiment (Aug), Industrial Sentiment (Aug), Consumer Confidence (Aug), Business Climate (Aug), Selling Price Expectations (Aug), Consumer Inflation Expectation (Aug)
Great Britain:	Nationwide HPI (YoY), Nationwide HPI (MoM)
India: Deposit	Growth, Bank Loan Growth, FX Reserves, USD
USA:	Wholesale Inventories (MoM), Goods Trade Balance (Jul), Retail Inventories Ex Auto (Jul), Core PCE Price Index (YoY) (Jul), Core PCE Price Index (MoM) (Jul), PCE Price index (YoY) (Jul), PCE price index (MoM) (Jul), Personal Income (MoM) (Jul), Personal Spending (MoM) (Jul), Real Personal Consumption (MoM) (Jul), Jackson Hole Symposium, Chicago PMI (Aug), Michigan Inflation Expectations (Aug), Michigan 5-Year Inflation Expectations (Aug), Michigan Current Conditions (Aug), Michigan Consumer Expectations (Aug), Michigan Consumer Sentiment (Aug), Dallas Fed PCE (Jul), U.S. Baker Hughes Oil Rig Count, U.S. Baker Hughes Total Rig Count

To start with, Federal Reserve Chairman Jerome Powell's statement is in and the street's verdict is out!

First the statement: Fed is embarking a new era of easier monetary policy amidst the worst economic downturn since the Great Depression. The Fed will also prioritize employment over price rises. Powell says U.S. economy will continue to recover 'with stops and starts.'

The Verdict: Well, it is good to see the Fed supporting the economy — the Fed's focus is purely on employment and ignoring inflation. Well, we believe this is quite positive for stock markets.

Our **call of the day** says; expect Nifty to hit 12,000 sooner than later.

Our **chart of the day** recommends to bank on the banking stocks. SBI continues to be our preferred bet followed by KOTAK BANK.

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 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.

Outlook for Friday: Momentum buying likely to be the theme!

SGX Nifty: (-11, 11587)

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	11559	11349	11751	11278	10821	11431-11651	Buy between 11481-11491 zone. Targets at 11637/11751/12001 zone with stop at 11171.
Bank Nifty	23600	21891	24001	22115	25150	23251-24001	Buy at CMP. Targets at 24001 /24339/26311. Stop at 21891.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
GRASIM	685.05	666	704	645	650	Positive	Buy between 673-675 zone. Targets 704/721. Stop 657.
ICICIBANK	392.90	377	399.5	365	424	Positive	Buy between 382-385 zone. Targets 399.5/420. Stop 366.
M&M	636.75	610	651	615	497	Positive	Buy between 627-632 zone. Targets 651/675. Stop 603.

All About Option Trades:

Option Trade: BUY NIFTY 3rd SEPTEMBER CE Strike Price 11700 at CMP 43.10. Profit: Unlimited. Maximum Loss: Rs. 3,232.5/- . Stop: Exit Call Option if Nifty moves below 11451. (Nifty September Futures CMP 11580.05)

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
SANOFI	8688.45	7991	9001	8362	7381	Positive	Buy at CMP. Targets at 9001/9500. Stop 7991.
RATNAMANI METALS	1180.05	1050	1306	1130	1056	Positive	Buy at CMP. Targets at 1306/1501. Stop 1050.
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Mehta Group

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