

MEHTA'S MORNING BELL



Here is what You may
be interested this morning!

TODAY'S ECONOMIC CALENDAR

| | |
|------------|--|
| Japan: | Industrial Production forecast 1m ahead (MoM) (Dec), Industrial Production forecast 2m ahead (MoM) (Jan), Industrial Production (MoM) (Nov), BoJ Summary of Opinions |
| Hong Kong: | Trade Balance, Imports (MoM) (Nov), Exports (MoM) (Nov) |
| Singapore: | Industrial Production (YoY) (Nov), Industrial Production (MoM) (Nov) |
| USA: | Dallas Fed Mfg Business Index (Dec), 3-Month Bill Auction, 6-Month Bill Auction, 2-Year Note Auction, 5-Year Note Auction |

Good Morning & Welcome to Monday's trading action at Dalal Street dated 28th December 2020.

The positive takeaway from last week's trade is that Dalal Street ended for the Christmas break in an upbeat mood. And as we start the final week of trading for 2020, the big question on investors mind would be: Will Santa visit the markets this week?

Our **call of the day** suggests sentiment is likely to remain upbeat and that's likely to offer a good trading environment. We had a great run lately and it is likely to be more bullish days ahead. The gyan manta is to stay positive and optimistic. In today's trade, Nifty will aim to end above its all-time-high at 13778 mark.

The positive takeaway is that the benchmarks Nifty & Sensex are ending this calendar year, with the Nifty index gaining 12.99%. Interestingly, from March lows of 7500 — Nifty is up a whopping 82%.

Our **chart of the day** is bullish on stocks like: SIEMENS, CADILA HEALTHCARE & RELIANC INDUSTRIES.

The positive catalysts:

1. Worries about the covid strain recede.
2. Investors see an end to the pandemic in 2021 and most importantly, expect corporate earnings to improve rapidly.
3. FIIs inflows continue to be buoyant. As per Thursday's provisional data available on the NSE, FII's bought shares worth Rs. 1226 cores in the Indian Equity Market. So far in December, FIIs net bought Rs. 41,325.37 crore worth of Indian equities — That's on backdrop of the highest inflow in November 2020 where FIIs net bought Rs. Rs. 65,317 crores.

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

1. Technically, the biggest make-or break support on Nifty seen at 13131 mark. Intraday support seen at 13627 mark. Technically speaking, chase the buying momentum as long as Nifty stays above 13131 mark. Aggressive targets on Nifty at psychological 14000 mark.
2. The options data for December Series suggests Nifty is likely to be in a broader trading range as maximum Call OI is at 14000. Maximum Put open interest stands at 13000 levels. Call writing was seen at 14500 and then at 13500 strike price, while there was meaningful Put writing at 13500. Well, the said data indicates a wide trading range between 13500 and 14000 levels.

SGX Nifty: (+30, 13783)

All about Nifty & Bank Nifty:

| Indices | CMP | Support | Resistance | 21 DMA | 200 DMA | Range | Preferred Trade |
|------------|-------|---------|------------|--------|---------|-------------|--|
| Nifty | 13749 | 13601 | 13821 | 13388 | 10910 | 13611-13827 | Buy at CMP. Targets at 13807 and then aggressive targets at 13901-14101 zone with stop at 13521. |
| Bank Nifty | 30402 | 29701 | 31001 | 30119 | 22919 | 29951-31001 | Buy at CMP. Targets at 30933 and then aggressive targets at 32501 zone with stop at 28779. |

All about stocks (F&O Trades):

| Instruments | CMP | Support | Resistance | 21 DMA | 200 DMA | Bias | Preferred Trade |
|-------------|------|---------|------------|--------|---------|----------|---|
| CADILA | 490 | 477 | 501 | 463 | 376 | Positive | Buy between 483-487 zone. Targets 501/513. Stop 466. |
| KOTAKBANK | 1961 | 1921 | 2001 | 1897 | 1413 | Positive | Buy between 1941-1951 zone. Targets 2001/2045. Stop 1889. |
| SIEMENS | 1551 | 1518 | 1589 | 1522 | 1215 | Positive | Buy between 1518-1531 zone. Targets 1589/1609. Stop 1479. |

All About Option Trades:

Option Trade: BUY NIFTY 31 st DECEMBER CE Strike Price 13800 at CMP 85.90. Profit: Unlimited. Maximum Loss: Rs. 6,442.5/- . Stop: Exit Call Option if Nifty moves below 13601. (Nifty December Futures CMP 13760.85).

All about stocks (Medium Term Trades):

| Stocks | CMP | Support | Resistance | 21 DMA | 200 DMA | Bias | Preferred Trade |
|------------------|--------|---------|------------|--------|---------|----------|--|
| NUCLEUS SOFTWARE | 599.85 | 531 | 703 | 574 | 401 | Positive | Buy at CMP. Targets 703/827. Stop 531. |
| NIPPON LIFE AMC | 304.85 | 267 | 361 | 300 | 275 | Positive | Buy at CMP. Targets 361/501. Stop 257. |
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Mehta Group

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