

MEHTA'S MORNING BELL



Here is what You may
be interested this morning!

TODAY'S ECONOMIC CALENDAR

Euro:	German Import Price Index (MoM) (Mar), German Import Price Index (YoY) (Mar), Business and Consumer Survey (Apr), Business Climate (Apr), Consumer Confidence (Apr), Consumer Inflation Expectation (Apr), Selling Price Expectations (Apr), Services Sentiment (Apr), Industrial Sentiment (Apr), M3 Money Supply (YoY) (Mar), Loans to Non Financial Corporations (Mar), Private Sector Loans (YoY).
USA:	Core PCE Prices (Q1), GDP (QoQ) (Q1), GDP Price Index (QoQ) (Q1), GDP Sales (Q1), PCE Prices (Q1), Real Consumer Spending (Q1), Pending Home Sales (MoM) (Mar), Pending Home Sales Index (Mar), Crude Oil Inventories, EIA Refinery Crude Runs (WoW), Crude Oil Imports, Cushing Crude Oil Inventories, Distillate Fuel Production, EIA Weekly Distillates Stocks, Gasoline Production, Heating Oil Stockpiles
Japan:	Industrial Production (MoM) (Mar), Industrial Production forecast 1m ahead (MoM) (Apr)
China:	Chinese Composite PMI (Apr), Manufacturing PMI (Apr), Non-Manufacturing PMI (Apr), Industrial Production forecast 2m ahead (MoM) (May), Retail Sales (YoY) (Mar)
Singapore:	Bank Lending (Mar), Unemployment Rate (Q1)

Good Morning & Welcome to Wednesday's trading action at Dalal Street dated 29th April 2020.

Investors' enthusiasm continues to be bolstered by expectations that Finance Minister Nirmala Sitharaman is likely to announce a second stimulus for the economy hit by a nationwide lockdown triggered by the coronavirus pandemic.

Amidst this backdrop, the big question for the day: Can Dalal Street rise for third day in a row?

Our **call of the day** also suggests some consolidation quite likely. That's because as the benchmark Nifty rises from here on — so will the risk. Caution will also continue to be the buzzword on backdrop of the World Health Organization (WHO) recent statement that the Pandemic is "far from over". WHO further said that the concerns remain about increasing trends in Africa, Eastern Europe, Latin America and parts of Asia.

So, it looks like that Nifty after making some quick gains in today's session may lose some altitude. But, our chart of the day are quite bullish and suggests that 'Selling Panic' could turn into "Buying Rush" for stocks like Balkrishna Industries, JSW Steel & L&T Financial.

Interestingly, global stock markets are showing resilience despite another plunge in crude-oil prices. At last check WTI oil was seen trading at \$13 a barrel. Asian Paints & Berger Paints are our preferred bets on buy side on backdrop of Oil plunging nearly 35% to \$13 a barrel in last 2 days.

Technically, a Dragonfly Doji pattern seen on the daily charts of Nifty. So, Nifty faces major hurdles at 9389 mark on closing basis. But the positive takeaway is that the short term technical landscape on Nifty is quite positive as there is no major selling. Downside likely to be well protected at 9238-9251 zone. Please note, only below 9057, Nifty will swiftly slip towards 8821-8851 zone.

Option data for 30th April suggests:

- For Nifty, Maximum Call Open Interest (OI) stands at 9500 Strike Price, followed by 9000 Strike Price for 30th April Series.
- Maximum Put Open Interest (OI) was seen at strike price 9000 followed by 9300 strike price for 30th April series.
- Now, here are key things to know before today's market open:
- The first quarter U.S GDP report is due today late in the evening. The Federal Reserve will also unveil its monetary policy update tonight.
- In Tuesday's trade, FII's sold shares worth Rs. 122.15 crores while DIIs bought shares worth Rs. 389 crores in the Indian Equity market.
- Q4 earnings to trickle in today: HEXAWARE.

Outlook for Wednesday: Benchmarks may consolidate.

SGX Nifty: (-1, 9412)

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	9381	9071	9389	8793	11232	9171-9445	Buy between 9251-9305. Targets at 9445/9509. Stop 9025.
Bank Nifty	20671	19300	21601	19440	28472	19500-21401	Buy at CMP. Targets at 21111/23251. Stop 19311.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
ASIANPAINTS	1824	1791	1919	1694	1700	Positive	Buy between 1791-1803 zone. Targets 1919/1945. Stop 1753.
BALKRISHNA INDUSTRIES	919	891	961	858	887	Positive	Buy at CMP. Targets 961/1101. Stop 879.
L&T FINANCE HOLDINGS	64.20	61	71	57	99	Positive	Buy at CMP. Targets 71/79. Stop 59.

All About Option Trades:

Option Trade: SELL NIFTY 07th MAY CE Strike Price 9300 at CMP 146.85. Maximum Profit: Rs. 11013.75. Loss: Unlimited. Stop: Exit Call Option if Nifty moves above 9450. (Nifty April Futures CMP 9397.75)

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
BERGER PAINTS	539.9	455	651	498	464	Positive	Buy between 514-521 zone. Targets 651/761. Stop 455.
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-

Mehta Group

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