

MEHTA'S MORNING BELL



Here is what You may
be interested this morning!

TODAY'S ECONOMIC CALENDAR

USA:	API Weekly Crude Oil Stock
Great Britain:	BRC Shop Price Index (YoY), GDP (QoQ) (Q2), GDP (YoY) (Q2), Business Investment (YoY) (Q2), Business Investment (QoQ) (Q2), Current Account (Q2), Nationwide HPI (MoM) (Sep), Nationwide HPI (YoY) (Sep), BoE FPC Meeting Minutes, BoE MPC Member Haldane Speaks
Japan:	Retail Sales (YoY) (Aug), Industrial Production forecast 1m ahead (MoM) (Sep), Industrial Production forecast 2m ahead (MoM) (Oct), Industrial Production (MoM) (Aug), Leading Index, Coincident Indicator (MoM), Construction Orders (YoY) (Aug), Housing Starts (YoY) (Aug)
China:	Non-Manufacturing PMI (Sep), Manufacturing PMI (Sep), Chinese Composite PMI (Sep), Caixin Manufacturing PMI (Sep)
Singapore:	Bank Lending (Aug)
Euro:	German Retail Sales (MoM) (Aug), German Import Price Index (MoM) (Aug), German Import Price Index (YoY) (Aug), German Retail Sales (YoY) (Aug), German Unemployment Rate (Sep), German Unemployment n.s.a. (Sep), German Unemployment (Sep), German Unemployment Change (Sep), CPI (YoY) (Sep), HICP ex Energy & Food (YoY) (Sep), CPI, n.s.a (Sep), Core CPI (YoY), Core CPI (MoM), CPI (MoM), HICP ex Energy and Food (MoM), German 5-Year Bobl Auction
India:	Federal Fiscal Deficit (Aug), Infrastructure Output (YoY) (Aug), Current Account (USD), Foreign Debt (USD) (Q2)
USA:	MBA 30-Year Mortgage Rate, MBA Mortgage Applications (WoW), MBA Purchase Index, Mortgage Market Index, Mortgage Refinance Index, ADP Nonfarm Employment Change (Sep), Corporate Profits (QoQ) (Q2), GDP Sales (Q2) Real Consumer Spending (Q2), GDP (QoQ) (Q2), PCE Prices (Q2), GDP Price Index (QoQ) (Q2), Core PCE Prices (Q2), Seevol Cushing Storage Report, Chicago PMI (Sep), Pending Home Sales Index (Aug), Pending Home Sales (MoM) (Aug), 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, EIA Weekly Refinery Utilization Rates (WoW), Gasoline Inventories

Good Morning & Welcome to Wednesday's trading action at Dalal Street dated 30th September 2020.

Dalal Street braces for the 1st presidential debate between Republican President Donald Trump and Democratic challenger, former Vice President Joe Biden.

Investors are likely to position for a win by Democratic challenger Joe Biden or a second term for President Donald Trump. Global stock market performance from here to the end of the year will be heavily influenced by the US elections in November.

Bottom-line: Any feel good factor from the debate should lead to massive short covering at our stock markets. Also, window dressing could be the theme for the day as end of 2nd quarter is upon markets.

Now, before we get into detail, here are other key things to know before today's market open:

- Reports suggest that the said \$2.2 trillion aid package could be voted on at the beginning of October which is likely to help out-of-work Americans and businesses hard hit by the COVID-19 pandemic. For markets to move up, the need of the hour is more fiscal stimulus.
- Tuesday's provisional data suggests that, FII's sold shares worth Rs. 1456.66 crores. DIIs however bought shares worth Rs. 576.50 crores in the Indian Equity market.
- Technically speaking, Nifty's medium term support is now seen at 10601-10621 zone. Nifty's 200 DMA at 10753 mark. Nifty's intraday support seen at 10991 mark. Please note, Bulls' will now get conviction of strength only above Nifty 11411 mark. Until Nifty is able to clear the 11415 hurdles — the action could turn out to be volatile and choppy. Nifty's intraday hurdles at 11315 mark
- Options data suggests Nifty is likely to be in a broader trading range as maximum Call OI is at 11500. This is followed by 12000 Strike Price. Maximum Put open interest stands at 10500 levels. Call writing was seen at 11600 followed by 11400 levels, while there was meaningful Put writing at 10,900. Well, the said data indicates a trading range between 10900 and 11500 levels.
- The negative takeaway from yesterday's trade was that Bank Nifty underperformed. Technically, Bank Nifty could start to outperform only above its key hurdles at 21901 mark with aggressive targets at 23501 mark.
- Amongst IPOs, Mazagon Dock IPO got subscribed 2.09 times on the first day of the bidding process. UTI AMC IPO subscribed 27% on day 1. Likhitha Infra IPO fully subscribed on day 1.

SGX Nifty: (+37.50, 11258)

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	11222	11017	11315	11341	10750	10991-11357	Buy on dips between 11001-11025 zone. Targets at 11315/11411/11619 with stop at 10889
Bank Nifty	21411	21055	22347	22230	24112	20631-22491	Buy above 21811. Targets at 22251/22831/23501. Stop at 20957.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
AUROBINDO PHARMA	797	778	821	801	646	Positive	Buy between 777-783 zone. Targets 821/859. Stop 761.
CHOLAFIN	252	243	259	234	228	Positive	Buy between 243-245 zone. Targets 259/271. Stop 231.50.
MRF	59462	58141	60100	58451	62775	Positive	Buy at CMP. Targets 62481/67001. Stop 56771.

All About Option Trades:

Option Trade: BUY NIFTY 08th OCTOBER CE Strike Price 11400 at CMP 49.50. Profit: Unlimited. Maximum Loss: Rs. 3,712.50/-. Stop: Exit Call Option if Nifty moves below 11090. (Nifty October Futures CMP 11237.50)

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
AVANTI FEEDS	497.95	431	621	502	486	Positive	Buy at CMP. Targets 587/621. Stop 431.

Mehta Group

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