

MEHTA'S MORNING BELL



Here is what You may
be interested this morning!

Good Morning Early Readers!

SGX Nifty is indicating a gap-up start on backdrop of a strong overnight close at Wall Street on reports that the Omicron variant of Covid-19 might be less severe than earlier strains and reports that China is considering easing monetary policy. Amidst this backdrop, Dow surged 600+ points in yesterday's trade.

Our **call of the day** suggests volatility is likely to be the king amidst impact of a suddenly-hawkish Federal Reserve and the uncertainty which is still linked to the Omicron variant.

Technically speaking, Nifty will paint a major bearish picture only below 16781 mark. Nifty's hurdles seen at 17311 mark. Only above 17311, expect rebound to continue towards 17601 and then at 17907 mark. Please note, Nifty's 200 day SMA is still at 16143 mark.

The Nifty options data for December series suggests Nifty is likely to be in a trading range of 16500-17500 zone. Maximum Call OI is at 18000 followed by 17500 strike price. So, the 17500 mark will be Nifty's crucial resistance zone. Maximum Put open interest stands at 17000 levels followed by 16000 levels. Call writing was seen at 17200 and then at 17300 strike price, while there was meaningful Put writing at 16800 and then at 16700 strike prices.

FII's camp continue to be net sellers, selling to the tune of Rs. 39,900 crore worth of shares in November month on top of more than Rs 25,000 crore of offloading in October. In Friday's trade too, FIIs sold worth Rs. 3356.17 crores. In last week's trade too, FIIs camp sold shares worth Rs. 15899.18 crores. For the month of December so far they have sold shares worth Rs. 7031.72 crores. In yesterday's trade, FIIs sold worth Rs. 3361.28 crores.

The risk-off theme will be a preferred strategy as even DIIs have failed to cover up the FIIs' selling quantum.

Stock banned in F&O segment: IBULHSGFIN.

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	16912	16782	17217	17591	16143	16782-17150	Sell on strength between 17125-17150 zone, targeting 16781/16631 mark and then at 16215-16251 zone. Strict stop at 17251.
Bank Nifty	35736	34817	36451	37592	35713	34817-36451	Sell on strength between 36135-36300 zone. Stop 37019. Targets 35327/34711. Aggressive targets at 3250

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
APOLLOHOSP	5300	5171	5475	5221	3879	Negative	Sell between 5321-5330 zone. Stop 5475. Targets 5171/5001. Aggressive targets at 4921.
KOTAK BANK	1885	1801	1945	2018	1851	Negative	Sell between 1891-1897 zone. Stop 1965. Targets 1801/1745. Aggressive targets at 1631.
NAUKRI	5644	5310	6005	6089	5413	Negative	Sell at CMP. Stop 6005. Targets 5310/5121. Aggressive targets at 5001.

All About Option Trades:

Option Call: SELL NIFTY 09th DECEMBER CE Strike Price 16800 at CMP 208.10. Maximum Profit: Rs. 10,405. Loss: Unlimited. Stop: Exit Call Option if NIFTY moves above 17115. (NIFTY DECEMBER Futures CMP 16950).

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
POLYPLEX	1816	1721	2051	1763	1348	Positive	Buy at CMP. Stop 1721. Targets 1967/2051.
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-

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