

MEHTA'S MORNING BELL



Here is what You may
be interested this morning!

Good Morning Early Readers!

The good news this morning is that SGX Nifty is battling on the front foot indicating that the benchmark Nifty will surge in today's trade with aggressive bullish eyes on psychological 18000 mark.

The positive catalysts: Investor fears surrounding the U.S. debt ceiling and a global energy crunch eased after Russia offered help to alleviate a European power crisis.

Nifty's fate for next two trading sessions' hinges on these 3-big catalysts:

1. RBI Policy outcome (10 AM IST).
2. US Nonfarm Payrolls (Post Market)
3. TCS Q2 (Post Market).

Technically speaking, it's likely to be all sunshine as long as Nifty stays above 17601 and Bank Nifty above the 37257 mark. This optimistic backdrop should take Nifty easily above its magical goalpost at 18000 mark and then at aggressive targets at 18251 mark.

The options data for October series suggests Nifty is likely to be in a trading range of 17500-18300 zone. Maximum Call OI is at 18000 followed by 17800 strike price. So, the 18000 mark will be Nifty's crucial resistance zone. Maximum Put open interest stands at 17000 levels followed by 17500 levels. Call writing was seen at 17800 and then at 18300 strike price, while there was meaningful Put writing at 17800 and then at 18500 strike prices.

Stock banned in F&O segment: CANARA BANK, INDIABULLS HOUSING FINANCE, NALCO, PUNJAB NATIONAL BANK and SAIL.

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	17790	17777	18007	17609	15454	17727-18027	Buy between 17675-17705 zone. Stop 17577. Targets 17948/18157. Aggressive targets at 18501 mark.
Bank Nifty	37753	37301	38377	37376	34486	37501-38377	Buy at CMP. Stop 38711. Targets 38377/39001. Aggressive targets at 40001.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
ADANIEN	1520	1505	1567	1494	1150	Positive	Buy at CMP. Stop 1497. Targets 1567/1621. Aggressive targets at 1717.
NAM-INDIA	445	431	463	438	362	Positive	Buy between 435-439 zone. Stop 417. Targets 457/469. Aggressive targets at 501.
TECH MAHINDRA	1417	1363	1477	1438	1104	Positive	Buy at CMP. Stop 1357. Targets 1453/1477. Aggressive targets at 1537.

All About Option Trades:

Option Call: SELL NIFTY 14th OCTOBER PE Strike Price 18000 at CMP 232. Maximum Profit: Rs. 11,600/-. Loss: Unlimited. Stop: Exit Put Option if NIFTY moves below 17685. (NIFTY OCTOBER Futures CMP 17820).

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
SBICARD	1139.35	927	1201	1067	1004	Positive	Buy at CMP. Stop 927. Targets 1201/1351.
SAIL	115.50	101	140	115	103	Positive	Buy at CMP. Stop 99. Targets 139/161.
-	-	-	-	-	-	-	-

Mehta Group

903 Lodha Supremus, Dr. E Moses Road, Worli Naka, Mumbai - 400 018 Board: +91-22-61507100/101 Fax: +91-22-61507102