

MEHTA'S MORNING BELL



Here is what You may
be interested this morning!

Good Morning Early Readers!

The **Federal Open Market Committee (FOMC)** left interest rates unchanged at 0.0-0.25% and doubled the pace of QE taper in January, as expected. The bank's new dot plot showed Fed members expect three rate hikes in 2022, more hawkish than some had expected.

The Fed will trim \$ 30 billion from its original \$120 billion program of monthly purchases of Treasuries and mortgage-backed securities, up from a \$15 billion cut previously outlined. The move to normalize U.S. monetary policy also puts the labor market recovery in focus for 2022, particularly as the Fed works to keep inflation in check.

Our **call of the day** suggests volatility will be the hallmark in near term trading as our stock markets had dropped all week because of fear of a hawkish Fed, and then this morning in early action SGX Nifty is seen rebounding sharply higher — when the Fed is actually more hawkish (3 rate hikes next year). This obviously makes absolutely no sense..

Technically speaking, Nifty's major hurdles are seen at 17641 mark. Intraday hurdles seen at 17417 mark. Momentum oscillators are likely to shift in sell mode below 17101 mark. Only above 17641 mark, a brighter trading quite likely

The Nifty options data for December series suggests Nifty is likely to be in a trading range of 17000-18000 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 17600 and then at 17500 strike price, while there was meaningful Put writing at 17200 and then at 16700 strike prices.

Stock banned in F&O segment: IBULHSGFIN, ESCORTS, VODAFONE IDEA.

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	17221	17101	17669	17374	16222	17101-17457	Sell on strength between 17400-17425 zone. Strict stop at 17711. Targets 17101/17001. Aggressive targets at 16782-16821 zone.
Bank Nifty	36790	36545	37581	36983	35724	36601-37581	Sell below 36545. Stop 37611. Targets 36113/35751. Aggressive targets at 35327.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
DIXON	5585	5467	5901	5276	4435	Positive	Buy between 5451-5475 zone. Stop 5201. Targets 5751/5901. Aggressive targets at 6151.
SRF	2159	2103	2249	2119	1670	Positive	Buy at CMP. Stop 2097. Targets 2203/2249. Aggressive targets at 2345.
VOLTAS	1212	1181	1247	1221	1087	Negative	Sell between 1230-1235 zone. Stop 1253. Targets 1193/1181. Aggressive targets at 1121.

All About Option Trades:

Option Call: SELL NIFTY 23rd DECEMBER CE Strike Price 17000 at CMP 333. Maximum Profit: Rs. 16,650. Loss: Unlimited. Stop: Exit Call Option if NIFTY moves above 17475. (NIFTY DECEMBER Futures CMP 17247.65).

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
EASYTRIP PLANNERS	587	511	651	529	-	Positive	Buy at CMP. Stop 491. Targets 571/631.
POLYPLEX CORPORATION	2035	1805	2151	1854	1388	Positive	Buy at CMP. Stop 1805. Targets 2151/2301.
TECH MAHINDRA	1642	1451	1771	1584	1232	Positive	Buy at CMP. Stop 1451. Targets 1771/1901.

Mehta Equities

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