

# MEHTA'S MORNING BELL



Here is what You may  
be interested this morning!

## Good Morning Early Readers!

# Our **call of the day** suggests that Dalal Street is likely to go into a tailspin in today's trade on reports of surging new **Omicron Covid variant, higher interest rates and less support from the Fed, weak global cues and relentless selling by FIIs.**

# The only positive catalyst which we come across is IT consulting firm **Accenture Plc's very strong 1st-Quarter results** and most importantly, the firm raises business outlook for Fiscal 2022. Revenues are \$15.0 billion, an increase of 27% in both U.S. dollars and local currency. EPS are \$2.78, a 20% increase from \$2.32 for the first quarter last year. Accenture raises its business outlook for fiscal 2022; now expects full-year revenue growth of 19% to 22% in local currency; EPS of \$10.32 to \$10.60; and free cash flow of \$7.7 billion to \$8.2 billion.

# **Technically speaking**, greed will come back to play only above Nifty 17289 mark and euphoria will take center stage only on any close above Nifty 17641 mark. The daily charts of Nifty are pointing bearish and the momentum oscillators are likely to shift in sell mode below 16871 mark. Below 16871, waterfall of selling could bring down Nifty to 15907 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 17300 strike price. So, the 17300 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 18000 and then at 17200 strike price, while there was meaningful Put writing at 17200 and then at 16900 strike prices.

# **FIIs camp continue to be net sellers:** FIIs sold 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 the month of December so far, they have sold shares worth Rs. 26687 crores. In the week gone by, the FIIs were net sellers at Rs. 10452.27 crores.

# **Stock banned in F&O segment:** ESCORTS, IBULLSHSGFIN, VODAFONE IDEA.

## All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	16985	16781	17197	17295	16245	17007-17257	Sell at CMP. Strict stop at 17389. Targets 16781/16501. Aggressive targets at 15907-16001 zone.
Bank Nifty	35619	35101	36201	36693	35734	35101-36201	Sell at CMP. Stop 37311. Targets 35327/34769. Aggressive targets at 32537.

## All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
DIXON TECHNOLOGIES	5383	5221	5551	5275	4451	Negative	Sell between 5421-5451 zone. Stop 5571. Targets 5221/5001. Aggressive targets at 4735.
DR REDDY'S LAB	4518	4441	4697	4611	4900	Negative	Sell at CMP. Stop 4709. Targets 4441/4305. Aggressive targets at 4135.
GRASIM	1665	1641	1697	1718	1535	Negative	Sell between 1677-1685 zone. Stop 1713. Targets 1641/1601. Aggressive targets at 1577.

## All About Option Trades:

**Option Call:** SELL NIFTY 23 rd DECEMBER CE Strike Price 16800 at CMP 274.40. Maximum Profit: Rs. 13,720. Loss: Unlimited. Stop: Exit Call Option if NIFTY moves above 17201. (NIFTY DECEMBER Futures CMP 17022).

## All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
EASYTRIP PLANNERS	565	511	651	534	-	Positive	Buy at CMP. Stop 491. Targets 571/631.
POLYPLEX CORPORATION	1916	1805	2151	1878	1400	Positive	Buy at CMP. Stop 1805. Targets 2151/2301.
TECH MAHINDRA	1643	1451	1771	1588	1239	Positive	Buy at CMP. Stop 1451. Targets 1771/1901.

## Mehta Equities

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