

# MEHTA'S MORNING BELL



Here is what You may  
be interested this morning!

## Good Morning Early Readers!

# Sentiments are again rising this Wednesday morning as strong corporate earnings are allaying concerns of a broader economic slowdown.

# Our **call of the day** suggests that there are headwinds ahead for benchmarks Sensex and Nifty with multiple risks looming, so **it's as important as ever for investors to guard against complacency.**

# **Q2 earnings to trickle in today:** JUBILANT FOODWORKS, HAVELLS, L&T FINANCE HOLDINGS, JUST DIAL, SYNGENE INTERNATIONAL, TAJGVK HOTELS & RESORTS, TATA COMMUNICATIONS, TATA STEEL LONG PRODUCTS, TEJAS NETWORKS.

# **Technically speaking**, immediate downside risk on Nifty seen at 18163 and then aggressive targets at 17893 mark. Any upside for Wednesday's trade is likely to be capped at 18550-18600 zone. Please note, Nifty's 200 day EMA is still at 15613 mark. The gyan mantra is to stay light on the buy side.

# **The Nifty options data** for October series suggests Nifty is likely to be in a trading range of 18000-18700 zone. Maximum Call OI is at 18500 followed by 19000 strike price. So, the 19000 mark will be Nifty's crucial resistance zone. Maximum Put open interest stands at 18500 levels followed by 18000 levels. Call writing was seen at 18600 and then at 18400 strike price, while there was meaningful Put writing at 18400 and then at 18300 strike prices. The bias remains bullish as the Put Call Ratio is still trading at 1.64 mark.

# **Bank Nifty: A long bearish candle seen at the top of the up move. Confirmation of weakness below Bank Nifty's biggest support at 39394** mark. Below 39394, expect waterfall of selling towards 39090 and then at 38901 mark. Caution advised on the long side.

# **Stock banned in F&O segment:** AMARA RAJA BATTERIES, BHEL, ESCORTS, VODAFONE IDEA, IRCTC, NALCO, PNB, SAIL and SUN TV NETWORK.

## All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	18419	18307	18607	17849	15612	18307-18607	Sell between 18525-18550 zone. Stop 18901. Targets 18163/17893. Aggressive targets at 17461 mark
Bank Nifty	39541	38751	40011	37992	34786	39361-40000	Sell between 39651-39751 zone. Stop 40441. Targets 39090/38901. Aggressive targets at 38151.

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

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
INFY	1822	1777	1847	1712	1474s	Positive	Buy between 1785-1801 zone. Stop 1759. Targets 1847/1863. Aggressive targets at 1889
MINDTREE	7656	7351	7875	4372	2553	Positive	Buy at CMP. Stop 4411. Targets 4951/5101. Aggressive targets at 5251
MARUTI	7657	7351	7875	7270	7173	Positive	Buy at CMP. Stop 7311. Targets 7875/8001. Aggressive targets at 8501.

## All About Option Trades:

**Option Call:** SELL NIFTY 21st OCTOBER PE Strike Price 18700 at CMP 272.60. Maximum Profit: Rs. 13,630/-. Loss: Unlimited. Stop: Exit Put Option if NIFTY moves below 18245. (NIFTY OCTOBER Futures CMP 18437.05).

## All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
ADANI PORTS	792	721	921	752	700	Positive	Buy at CMP. Stop 721. Targets 921/1001.
SBICARD	1114	1021	1201	1081	1014	Positive	Buy at CMP. Stop 1021. Targets 1201/1351.
GALAXY SURFACTANTS	3352	3293	3575	3356	2796	Positive	Buy at CMP. Stop 3293. Targets 3575/3701.

## Mehta Group

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