

MEHTA'S MORNING BELL



Here is what You may
be interested this morning!

Good Morning Early Readers!

The Street will spy with one big eye if Nifty loses its traction after shooting higher in morning action.

The negative catalysts:

1. Spiking Oil prices.
2. **FII's relentless selling:** FIIs net sold shares worth Rs. 7353 crores in the week ended October 22. For the month of October, FIIs have so far sold shares worth Rs. 12328 crores. FIIs participation is must for our stock to keep it buoyant. Yesterday's provisional data suggests that Foreign institutional investors (FIIs) net sold shares worth Rs 2,459.10 crore

Q2 earnings to trickle in today: AXIS BANK, KOTAK MAHINDRA BANK, BAJAJ FINANCE, CIPLA, AMBUJA CEMENTS, CANARA BANK, GATI, IRB INFRA, DR LAL PATHLABS, MGL, NIPPON LIFE, PERSISTENT SYSTEMS, PI INDUSTRIES, TORRENT PHARMA.

Technically speaking, # Technically speaking, the risk is still skewed to the downside in the near term on Nifty with immediate support at 18011 and then aggressive targets at 17893 mark. Any upside for Tuesday's trade is likely to be capped at 18375-18421 zone. Only if the bulls successfully surpass the 18389 levels, then Nifty could reach the 17607 and then at 19000 mark. Please note, Nifty's 200 day EMA is still at 15697 mark.

Bank Nifty: Bank Nifty seen outperforming Nifty. Positive bias as long as Bank Nifty stay above its biggest support at 39977 mark.

The Nifty options data for October series suggests Nifty is likely to be in a trading range of 18000-19000 zone. Maximum Call OI is at 18500 followed by 18200 strike price. So, the 18500 mark will be Nifty's crucial resistance zone. Maximum Put open interest stands at 17500 levels followed by 18000 levels. Call writing was seen at 18900 and then at 18600 strike price, while there was meaningful Put writing at 17600 and then at 17400 strike prices.

Stock banned in F&O segment: Escorts, Indiabulls Housing Finance, Indian Energy Exchange, NMDC, SAIL, and Sun TV Network.

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	18125	18011	18401	17961	15696	18011-18327	Buy at CMP. Stop 17871. Targets 18221/18323. Aggressive targets at 18421 mark.
Bank Nifty	41192	40561	42001	38562	34966	40561-42001	Buy at CMP. Stop 39847. Targets 41611/41957. Aggressive targets at 42251.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
AXISBANK	845	817	867	794	737	Positive	Buy between 825-831 zone. Targets 867/881. Aggressive targets at 907.
HDFC	2896	2831	2933	2786	2610	Positive	Buy at CMP. Stop 2821. Targets 2933/2957. Aggressive targets at 3001.
HDFCBANK	1657	1613	1727	1631	1510	Positive	Buy at CMP. Stop 1637. Targets 1703/1727. Aggressive targets at 1789.

All About Option Trades:

Option Call: SELL NIFTY 28th OCTOBER CE Strike Price 17900 at CMP 470. Maximum Profit: Rs. 23,500/-. Loss: Unlimited. Stop: Exit Call Option if NIFTY moves above 18375. (NIFTY OCTOBER Futures CMP 18153.90).

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
BANK OF BARODA	96.50	73	100	87	79	Positive	Buy at CMP. Stop 73. Targets 100/121
MUTHOOT FINANCE	1520	1489	1701	1523	1373	Positive	Buy at CMP. Stop 1489. Targets 1701/1821.
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Mehta Group

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