

MEHTA'S MORNING BELL



Here is what You may
be interested this morning!

Good Morning Early Readers!

Our **call of the day** suggests that the big wild card out there is the omicron variant of the coronavirus. Omicron's lethality will bring waterfall of selling at Dalal Street only if Nifty breaks below its make-or-break support at 16781 mark. The other two key factors that could move investors away from equities are:

1. FIIs on a selling spree.
2. Hawkish Fed expectations.

Commanding attention would be **auto sales for November** month that will trickle in from tomorrow. The street is likely to spy with one big eye on the chip shortage issue if that is still hitting passenger vehicle (PV) sales growth though month-on-month. Two-wheeler and tractors sales could also see a decline but the street expects commercial vehicle (CV) sales may increase.

On the economic front, all eyes will be on the gross domestic product (GDP) data for July-September, 2021 to trickle in on November 30, along with infrastructure output & fiscal deficit numbers for October. The GDP numbers for the quarter are expected to be in the range of 7.5-9% against the 20.1% GDP growth rate seen in Q1FY22 on a low base effect.

Technically speaking, from a chartist standpoint, downside risk and immediate make-or-break support for Nifty seen at 16781 mark. Below 16781 mark, expect waterfall of selling which should take Nifty towards 15907 mark. Please note, Nifty's 200 day SMA is still at 16093 mark.

Bulls' will now get conviction of strength only above Nifty 17481 mark.

The Nifty options data for November series suggests Nifty is likely to be in a trading range of 16500-17500 zone. Maximum Call OI is at 17500 followed by 18000 strike price. So, the 17500 mark will be Nifty's crucial resistance zone. Maximum Put open interest stands at 17000 levels followed by 16800 levels. Call writing was seen at 17300 and then at 17500 strike price, while there was meaningful Put writing at 17000 and then at 16800 strike prices.

Stock banned in F&O segment: IBULHSGFIN.

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	17056	16821	17171	17758	16092	16871-17171	Sell between 17151-17175 zone, targeting 16781/16501 mark and then at 15907-16061 zone. Strict stop at 17587.
Bank Nifty	35976	35351	36651	38413	35707	35451-36651	Sell at CMP. Stop 37397. Targets 34769/34101. Aggressive targets at 31979

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
APOLLO TYRES	206.15	198.50	216	223	225	Negative	Sell at CMP. Stop 221. Targets 203/198.50. Aggressive targets at 189.
DIXON TECHNOLOGIES	5004	4781	5177	5326	4338	Negative	Sell at CMP. Stop 5401. Targets 4831/4735. Aggressive targets at 4451.
JUBILANT FOODS	3640	3589	3783	3814	3396	Negative	Sell at CMP. Stop 3789. Targets 3589/3509. Aggressive targets at 3267.

All About Option Trades:

Option Call: SELL NIFTY 09th DECEMBER CE Strike Price 17400 at CMP 154.05. Maximum Profit: Rs. 7,702.50 Loss: Unlimited. Stop: Exit Call Option if NIFTY moves above 17201. (NIFTY DECEMBER Futures CMP 17093.25).

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
POLYPLEX	1874	1601	1967	1721	1322	Positive	Buy at CMP. Stop 1601. Targets 1967/2051.
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-

Mehta Group

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