

MEHTA'S MORNING BELL



Here is what You may be interested this morning!

Good Morning & Welcome to Friday's trading action at Dalal Street, dated 24th January 2020.

In early action, SGX Nifty is seen sinking hard — indicating a volatile morning session. That brings us to our **call of the day** which says look out for Contagion effects as China's struggles to contain a potential viral outbreak.

Well, China has put three cities on lockdown in an attempt to control the coronavirus outbreak.

Keeping bulls on back foot are negative catalysts like:

- The European Central bank announced it would keep interest rates unchanged, but ECB President Christine Lagarde said downside risks to the outlook were less pronounced than before.
- Overnight, Copper prices were seen falling and that could be first sign of a bad omen for the Global Economy reigniting recession fears.
- Global cues continues to be listless.
- Caution ahead of presentation of Union Budget 2020.

Long story short: Dwindraft at global stock markets.

Technically, Nifty's make-or-break support seen at 12041 mark. Major hurdles will be at its all-time-high at 12431. Intraday hurdles at 12251 mark.

But having said that, keeping downside limited would be FIIs action in Thursday's trade as they bought shares worth Rs. 1352.13 crores. Also, crude-oil prices tumbling to its lowest level in about eight weeks should keep downside limited at Dalal Street. At last check, oil prices were trading at \$55.46 a barrel, down 1.3% on the New York Mercantile Exchange.

Option data suggests:

- Nifty's Max Call OI: 12500, 12300.
- Nifty's Max Put OI: 12000, 12200.

Q3 earnings lined up for the day: BANK OF BARODA, INDIAN BANK, JSW STEEL, ULTRATECH CEMENT, AAVAS Financiers.

Outlook for Friday: Nifty's support seen at 12041 mark.

SGX Nifty:(-53, 12144)

All about Nifty & Bank Nifty:

Indices	CMP	Support	Resistance	21 DMA	200 DMA	Range	Preferred Trade
Nifty	12180	12075	12251	12212	11642	12101-12289	Buy between 12041-12055 zone. Targets at 12221-12349. Stop 11941.
Bank Nifty	31004	30205	31751	31762	30067	30350-31651	Sell between 31101-31251 zone. Targets at 30307/30000/28883. Stop 31597.

All about stocks (F&O Trades):

Instruments	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
ADANIENT	228.75	219	233.50	214	162	Positive	Buy between 223-225 zone, targeting 233.50/254. Stop 213.
AXISBANK	723	693	731	738	733	Negative	Sell between 723-727 zone, targeting 693/677 zone with stop above 746.
BANK OF BARODA	94.90	92.50	99	98	107	Negative	Sell between 95-97.50 zone, targeting 92.50/85. Stop 99.50.

All About Option Trades:

Option Trade: BUY BIOCON JANUARY CE Strike Price between 3.35-3.65 zone. Profit: Unlimited. Maximum Loss: Rs. 8,050/-. Stop: Exit Call Option if Biocon moves below 289.75 (Biocon January Futures CMP 293.95)

All about stocks (Medium Term Trades):

Stocks	CMP	Support	Resistance	21 DMA	200 DMA	Bias	Preferred Trade
DRREDDY'S	3038.15	2875	3150	2937	2741	Positive	Buy between 3001-3002 zone. Targets 3150/3330. Stop 2875.
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-

Mehta Group

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