

**Morning Mantra 23<sup>rd</sup> February, 2016**

**The Indian markets are likely to be in green tailing the overnight gains in the US markets. However, traders will be eyeing the stormy start of the budget session of Parliament, with opposition targeting the government on a range of issues.**

Traders are likely to turn cautious in latter trade, on report that exports of over half of the sectors, out of the 30 closely monitored by the Commerce Ministry, were in the negative zone in January due to a fall in global prices and demand.

There will be some buzz in the PSU stocks, as the government is divesting 5% of its stake in **NTPC** through the offer-for-sale route, the sale is expected to garner Rs.5,029 crores at a floor price of Rs.122 per share.

**Nifty Levels**

<b>Close</b>	<b>7234</b>			
<b>Support</b>	7180	7155	7120	7080
<b>Resistance</b>	<b>7245</b>	<b>7270</b>	<b>7299</b>	<b>7320</b>

**Global Indices –22<sup>nd</sup> February, 2016**
**Institutional Activities – 22<sup>nd</sup> February, 2016**

<b>Dow</b>	+228.67(+1.40%)	<b>FII Cash</b>	-656.93crs
Nasdaq	+66.18(+1.47%)	<b>DII Cash</b>	+597.87crs
S&P500	+27.72(+1.45%)	<b>FII F&amp;O</b>	-11.18crs
<b>SGX Nifty (Today)</b>	<b>-6.00(-0.08%)</b>		

**US. Markets**

The US markets ended higher in last session, adding to the strong gains posted in the previous week, mainly on a sharp increase by the price of crude oil. Though, some of the traders remained on sidelines amid a lack of major US economic data on the day.

**Other Information**

The Asian markets have made a mixed start with some of the indices trading in red. Chinese market was down as the yuan declined after the People's Bank of China lowered its daily reference rate by the most in six weeks.

NY Crude Oil **\$32.99**/barrel                      Rs./\$ - **68.67**

**F&O Ban**

IBREALEST, INDIACEM, JINDALSTEL and JISLJALEQS

## Corporate/Media News

**Aurobindo Pharma, Bharti Infratel, Eicher Motors:** These stocks are going to enter the Nifty50 index along with the differential voting right (DVR) shares of Tata Motors from April 1. Tata Motors is already a constituent of the Nifty50 index with its regular equity shares. Tata Motors' DVR shares got listed in November 2008.

**UltraTech Cement** is in the race to acquire the cement division of Jaiprakash Associates along with two other players, Dalmia Bharat Cement and US buyout firm KKR.

**NTPC:** The government will sell 5 per cent stake in the country's largest power producer on Tuesday at a floor price of Rs 122 per share to raise close to Rs 5,000 crores. The stock closed at Rs 126.85 on BSE on Monday. The OFS has taken the market by surprise as it came amid market volatility.

**Bharti Airtel:** The promoters of Bharti Airtel, the Mittal family and SingTel, are looking to acquire an additional six per cent stake in the country's largest telecom firm. The move may lend some support to the company's share price, which has declined 11 per cent over six months.

Tata Steel said it was looking to restructure its domestic business to reduce costs and increase productivity as poor demand and heightened competition from imports have shrunk profits, according to several people familiar with the matter.

**IOC, HPCL, BPCL:** Shares of oil marketing companies (OMCs) continue to decline, with IOC hitting a 52-week low of Rs 312.75 last Thursday and BPCL and HPCL are down 19 per cent and 24 per cent, respectively, from their mid-January levels despite strong performance in the December quarter. The rally in crude prices will also influence investor sentiment on these counters.

**JPAssociates:** ICICI Bank has taken over about 275 acres, worth an estimated Rs.1500-1800 crores, in Noida and Greater Noida from Jaiprakash Associates (JAL), the flagship company of the Jaypee Group. The private lender had total exposure to JAL was Rs 6,600 crore at the end of March 2015.

**Cairn India, PNB, Vedanta:** These are the three stocks going out of the Nifty50 with effect from April 1 and straight into the next largecap index of Nifty Next 50. They will be replaced by three new companies from the Nifty Next 50.

## Fundamental Calls

<u>Scripts</u>	<u>Initiation Date</u>	<u>Initiation price (Rs.)</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>
Suven Life Science	06-Aug-14	122.00	150.55	350.00
<b>GoodLuck Steel</b>	<b>03-Dec-14</b>	<b>76.15</b>	<b>81.15</b>	<b>120.00</b>
<b>Nandan Denim</b>	<b>18-Apr-15</b>	<b>77.60</b>	<b>123.50</b>	<b>180.00</b>
Uflex	04-May-15	119.00	141.55	240.00
Vindhya Telelink	03-July-15	726.25	629.00	1000.00
IG Petrochemicals	21-July-15	114.00	93.00	180.00
<b>Tinplate Company of India</b>	<b>29-July-15</b>	<b>66.00</b>	<b>61.85</b>	<b>90.00</b>
<b>Rural Electrification Corp.</b>	<b>17-Aug-15</b>	<b>259.25</b>	<b>158.90</b>	<b>337.00</b>
Aksh Optifibre	22-Aug-15	19.40	13.45	40.00
GIC Housing Finance	31-Oct-15	199.00	191.25	280.00
Sutlej Textiles	04-Nov-15	451.20	441.50	645.00
Transpek Industry	07-Dec-15	375.50	358.00	488.00
Star Paper Mills	12-Dec-15	34.30	32.30	48.00
Kalyani Steel	18-Dec-15	173.30	146.70	225.30
KNR Constructions	24-Dec-15	582.50	446.50	728.00
<b>J B Chemicals &amp; Pharma</b>	<b>04-Jan-15</b>	<b>279.15</b>	<b>250.40</b>	<b>362.90</b>
The Great Eastern Shipping Co.	09-01-16	368.70	294.40	479.30
<b>Lloyd Electric and Engineering</b>	<b>15-01-16</b>	<b>243.30</b>	<b>185.90</b>	<b>340.00</b>
Lumax Auto Technologies	27-01-16	333.00	297.60	460.00
Alembic Pharma	29-01-16	617.75	616.50	800.00
<b>State Bank of Bikaner &amp; Jaipur</b>	<b>13-02-16</b>	<b>460.00</b>	<b>468.70</b>	<b>598.00</b>

<b>Pricol</b>	<b>20-02-16</b>	<b>50.00</b>	<b>54.15</b>	<b>75.00</b>
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<b>Technical Calls</b>			
<b><u>Scripts</u></b>	<b><u>CMP (Rs.)</u></b>	<b><u>TGT(Rs.)</u></b>	<b><u>SL(Rs.)</u></b>
<b><u>BUY</u></b>			
KOTAK BANK	640	654	637
<b><u>SELL</u></b>			
HEXAWARE	238	231	242
APOLLO TYRE	162	151	168

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