

Morning Mantra 21st March, 2016

The Indian markets are likely to be in green despite mixed Asian cues, as prospect of a lower interest rate regime has increased significantly with hopes of the Reserve Bank of India (RBI) cutting rates in its monetary policy review on April 5, 2015.

There will be some cautiousness too in the markets, with the government slashing interest rates on small-savings schemes, including the Public Provident Fund and Kisan Vikas Patra in order to align these administered interest rates closer to the market rates. However, clearing stance of his ministry, Finance Minister Arun Jaitley has said that the country has to move towards lower interest rates. He articulated that cut on Public Provident Fund (PPF) rates was a right decision by the government and part of routine procedure.

There will be some action in the telecom stocks on report that the Department of Telecom (DoT) is unlikely to auction the entire spectrum in 700 Mhz as it feels telecom operators may not bid aggressively for the band due to high reserve price.

Some buzz can be seen in the gold and jewellery stocks too, as jewellers called off a 19-day strike late on Saturday after the government assured they will not be harassed by the excise department in collecting a new tax.

Global Indices –18th March, 2016
Institutional Activities – 18th March, 2016

Dow +120.81(+0.69%)

FII Cash +1712.62crs

Nasdaq +20.66(+0.43%)

DII Cash -403.37crs

S&P500 +8.99(+0.44%)

FII F&O +539.12crs

SGX Nifty (Today) -19.00(-0.25+%)

Nifty Levels

Close 7604

Support 7580 7555 7528 7490

Resistance 7630 7689 7710 7745

US. Markets

The US markets moved higher in the last session and the major averages once again ended the session at their best closing levels in well over two months.

Other Information

The Asian markets have made a mixed start and while the Chinese market has surged amid plans to loosen curbs around margin lending imposed by officials after last year's equity rout, some other indices are in red as crude oil extended decline.

NY Crude Oil \$40.18/barrel

Rs./\$ - 66.46

F&O Ban

JINDALSTEL and JISLJALEQS

Corporate/Media News

Torrent Pharma plans to raise funds through various instruments including qualified institutional placements (QIP).

Aurobindo Pharma has received a final nod from the US health regulator to manufacture and market its generic Naproxen Sodium tablets used for the treatment of osteoporosis in postmenopausal women.

Cummins India Ltd: Diesel engine maker Cummins Inc plans to invest Rs 1,000 crores in the expansion of its research and development centre in India, touted as the company's biggest outside of the US.

Future Consumer Enterprise Ltd an FMCG company of Future Group has tied-up with **Prabhat Dairy** to take its Nilgiris brand of dairy products to a wider market. Prabhat has offered to provide them processed Milk & Milk products made available in retail packs under the brand name of Nilgiri's.

REC: Rural Electrification Corp said its board has given its approval to increase its stake to 31.7 per cent by investing Rs 99 crore more in Energy Efficiency Service Ltd (EESL).

GVK power, Lanco Infratech Ltd: Ratnagiri Power, GMR Energy, GVK Power, Lanco Infratech and Sravanthi Energy are among companies that emerged successful with aggressive bids in the third round of imported natural gas auction that will revive nine stranded power plants.

Zee Entertainment is in advanced talks with Anil Ambani's Reliance Broadcast Network Ltd (RBNL) to acquire 49% stake in the latter's BIG FM radio business as well as a 100% stake in its television channels.

United Spirits Ltd: Financial services firm ECL Finance has invoked 72,250 shares worth Rs 18.25 crores of Diageo-led United Spirits pledged by United Breweries (Holding) Ltd (UBHL).

Page Industries Ltd: US-based Smallcap World Fund today acquired stake worth Rs 188.49 crore in Page Industries, the licensee of Jockey International innerwear brand, through an open market transaction.

Fortis Healthcare Ltd: One of Fortis Healthcare Ltd's stepdown subsidiary Company viz Fortis Cancer Care Limited has informed the Company that it has increased its shareholding in Lalitha Healthcare Private Limited (Lalitha) by 98972 equity shares of Rs.10 each.

IDBI Bank: The government is trying to get at least two large institutional investors to buy a stake in state-run IDBI Bank, a move aimed at transforming the lender along the lines of private sector rival Axis Bank.

Piramal Enterprises said its directors have approved raising of up to Rs.100 crores via issue of securities. The meeting of committee of directors (Funding) today approved the issue of unsecured non-convertible debentures (NDCs) aggregating up to Rs 100 crores on a private placement basis, Piramal Enterprises said in a regulatory filing.

Reliance Power Ltd: Reliance Power plans to raise up to Rs 1,000 crore through issue of non-convertible debentures, the company informed the bourses Friday.

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	197.80	350.00
GoodLuck Steel	03-Dec-14	76.15	89.30	120.00
Nandan Denim	18-Apr-15	77.60	113.50	180.00
Uflex	04-May-15	119.00	154.50	240.00
Vindhya Telelink	03-July-15	726.25	639.00	1000.00
IG Petrochemicals	21-July-15	114.00	107.00	180.00
Tinplate Company of India	29-July-15	66.00	65.40	90.00
Rural Electrification Corp.	17-Aug-15	259.25	168.90	337.00
Aksh Optifibre	22-Aug-15	19.40	12.93	40.00
GIC Housing Finance	31-Oct-15	199.00	210.40	280.00
Sutlej Textiles	04-Nov-15	451.20	453.00	645.00
Transpek Industry	07-Dec-15	375.50	345.70	488.00
Star Paper Mills	12-Dec-15	34.30	32.05	48.00
Kalyani Steel	18-Dec-15	173.30	156.60	225.30
KNR Constructions	24-Dec-15	582.50	497.90	728.00

J B Chemicals & Pharma	04-Jan-15	279.15	249.35	362.90
The Great Eastern Shipping Co.	09-01-16	368.70	302.00	479.30
Lloyd Electric and Engineering	15-01-16	243.30	203.30	340.00
Lumax Auto Technologies	27-01-16	333.00	276.00	460.00
Alembic Pharma	29-01-16	617.75	607.00	800.00
State Bank of Bikaner & Jaipur	13-02-16	460.00	501.65	598.00
Pricol	20-02-16	50.00	41.95	75.00
NGL Fine-Chem	05-03-16	198.00	222.00	278.00
Balmer Lawrie & Company Ltd.	12-03-16	540.00	558.50	756.00
Ramco Cements Ltd.	19-03-16	396.00	396.00	516.00

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>BUY</u>			
AXIS BANK	436	446	430
WIPRO	551	564	545
<u>SELL</u>			
JSWSTEEL	1213	1180	1228

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