

Morning Mantra 28th March, 2016

The Indian markets are likely to start the F&O series expiry week for the month of March on cautious note but in green.

Traders will be reacting to the revised GDP numbers of the US and will be building a 25 basis points cut in interest rates by the Reserve Bank of India (RBI) in its forthcoming policy review on April 5.

There will be some political concern that could weigh on the trading sentiments, with the Centre imposing President's rule in Congress-ruled Uttarakhand, which could impact the functioning of the second half of the budget session and hinder passage of any crucial Bill.

There will be some buzz in the gold and jewellery stocks, as the Finance Minister Arun Jaitley has offered to walk the extra mile to ensure that small traders were not harassed but made it plain that luxury items cannot go untaxed. He has said that gold and other jewellery will be part of the Goods and Services Tax (GST) regime which will subsume the 1% proposed excise levy, as there cannot be a situation where essential items are taxed and luxury items like gold are left out.

The telecom stocks too will be in action, on report that the Department of Telecom is looking to commence the auction for spectrum, including in 700 Mhz band, around mid-July, which may fetch the government a whopping Rs 5.36 lakh crores. The Telecom Commission, an inter-ministerial body is scheduled to meet today to discuss the next round of spectrum auction.

Banking stocks will be in focus after the Reserve Bank has revised certain rules on measuring liquidity for Basel III norms, providing exemption to branches of foreign banks from submitting statement with regard to foreign currency.

Global Indices -24th March, 2016

Dow	+13.14(+0.08%)
Nasdaq	+4.64(+0.10%)
S&P500	-0.77(-0.04%)
SGX Nifty (Today)	+20.50(+0.27%)

Institutional Activities - 23rd March, 2016

FII Cash	+976.91crs
DII Cash	-1022.58crs
FII F&O	-1620.28crs

Nifty Levels

Close	7716			
Support	7680	7635	7610	7585
Resistance	7745	7789	7820	7861

US. Markets

The US markets ended with modest gains in the last session before going for a long weekend. Meanwhile, data showed that the US economy expanded 1.4% in the fourth quarter compared with a previously estimated 1%.

Other Information

The Asian markets have made a mixed start with some of the indices trading lower, though the Japanese market has surged, as the yen fell for a seventh day after data showed the US economy grew at a faster pace than previously estimated.

NY Crude Oil \$39.77/barrel Rs./\$ - 66.85

Corporate/Media News

Tata Motors has won a follow-on contract from the Indian Army to supply 619 units of its high-mobility vehicle (HMV) 6X6 multi-axle truck, said a media report.

PVR is looking to almost double its screen count in the next three years to reach 1,000 screens. PVR, which launched a 15-screen property in Noida on Sunday, now has 516 screens under its belt.

Kesoram Industries, the diversified flagship company of the BK Birla group, is hiving off its rayon business to an 'unknown unrelated unlisted' company, Cygnet Industries for an estimated Rs 480 crores.

Tata Steel Ltd: The Board of Directors of Tata Steel is expected to meet on 29th March in Mumbai to discuss whether to retain or sell the plants in Scunthorpe and Port Talbot in the UK.

GMR Infrastructure Ltd: GMR Group firms have entered into an agreement with its partners to divest 51 per cent stake in its joint venture running a road project in Karnataka. The deal will help GMR Group pare debt by Rs 1,077.97 crores and enhance liquidity by Rs 85 crores.

Fortune Financial's Rs.204 crores rights issue will open on Monday. The rights issue will begin on March 28 and close on April 11, as per the information available with capital markets regulator Sebi.

Adani Enterprises Ltd: Adani Group has offered 49% in its Rs 5,000-crores Dhamra LNG project in Odisha to state run gas utility GAIL India and refiner Indian Oil Corporation.

RCOM has extended by another 60 days, the exclusivity period to continue talks with the shareholders of Aircel for a potential merger of the two telecommunication companies.

NALCO had been allotted Utkal-D & E coal blocks, near the company's Captive Power Plant in Angul district of Odisha.

Sanofi India: Beleaguered business tycoon Vijay Mallya has decided to step down as the chairman of pharma major Sanofi India, nearly 33 years after he assumed the post.

OBC has cut interest rates for deposits less than Rs.1 crore across maturities in a range of 0.25 to 0.5 percent with effect from Monday.

United Breweries Ltd: Beer maker Heineken International consolidated its stake in UBL by picking up over 21 lakh shares of Vijay Mallya-led firm for Rs 179 crores through open market transactions.

MRPL will shut a crude unit that can process 180,000 barrels of oil per day (bpd) for a about a week from April 1 for maintenance.

PNC Infratech Ltd: PNC Raebareli Highways Pvt Ltd has commissioned the two-laning project of Raebareli-Jaunpur section of NH-231 more than 3 months ahead of the scheduled time.

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	192.10	350.00
GoodLuck Steel	03-Dec-14	76.15	94.55	120.00
Nandan Denim	18-Apr-15	77.60	116.50	180.00
Uflex	04-May-15	119.00	165.00	240.00
Vindhya Telelink	03-July-15	726.25	655.00	1000.00
IG Petrochemicals	21-July-15	114.00	105.35	180.00
Tinplate Company of India	29-July-15	66.00	67.05	90.00
Rural Electrification Corp.	17-Aug-15	259.25	168.05	337.00
Aksh Optifibre	22-Aug-15	19.40	13.09	40.00
GIC Housing Finance	31-Oct-15	199.00	235.75	280.00
Sutlej Textiles	04-Nov-15	451.20	475.00	645.00
Transpek Industry	07-Dec-15	375.50	376.00	488.00
Star Paper Mills	12-Dec-15	34.30	33.80	48.00

Kalyani Steel	18-Dec-15	173.30	159.20	225.30
KNR Constructions	24-Dec-15	582.50	515.00	728.00
J B Chemicals & Pharma	04-Jan-15	279.15	253.00	362.90
The Great Eastern Shipping Co.	09-01-16	368.70	304.45	479.30
Lloyd Electric and Engineering	15-01-16	243.30	223.60	340.00
Lumax Auto Technologies	27-01-16	333.00	290.60	460.00
Alembic Pharma	29-01-16	617.75	609.00	800.00
State Bank of Bikaner & Jaipur	13-02-16	460.00	499.00	598.00
Pricol	20-02-16	50.00	45.25	75.00
NGL Fine-Chem	05-03-16	198.00	230.00	278.00
Balmer Lawrie & Company Ltd.	12-03-16	540.00	549.00	756.00
Ramco Cements Ltd.	19-03-16	396.00	410.15	516.00
Oriental Carbon & Chemicals Ltd.	26-03-16	486.00	486.00	630.00

Technical Calls			
Scripts	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>BUY</u>			
SAIL	45	48	43.5
<u>SELL</u>			
RELIANCE	1027	997	1038
APOLLO TYRE	175	163	180

Security Name	Purpose	Ex Date
BALAJITELE	Interim Dividend Rs.0.80	29-Mar-16
BALAJITELE	Special Dividend Rs.0.40	29-Mar-16
ORICON	Interim Dividend Rs.0.50	29-Mar-16
POWERMECH	Interim Dividend Rs.1.00	29-Mar-16
RADIXIND	Interim Dividend Rs.1.00	29-Mar-16
RAJESHEXPO	Interim DividendRs.0.90	29-Mar-16
DATAMATICS	Interim DividendRs.0.50	30-Mar-16
MOHITIND	SpinOff	30-Mar-16
NMDC	Interim DividendRs.1.50	30-Mar-16

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