

Morning Mantra 29th March, 2016

The Indian markets are likely to remain somber and may extend their weakness in early deals on sluggish global cues.

There will be hopes of rate cuts from the RBI that could support the markets in latter trade after Finance Minister Arun Jaitley said interest rates in India are “extraordinarily” high and the country risks becoming the most sluggish economy if lending rates continue to rule high. Meanwhile, RBI Governor Raghuram Rajan has said that there should be guidelines for responsible monetary policy behaviour globally as aggressive actions by one nation can lead to significant adverse cross- border spillovers on others. Rajan said monetary policy could be broadly characterised and rated based on analytical inputs and discussion.

Gold and Jewellery stocks will continue to remain under pressure on a report that demand is expected to record a sharp fall of 71% to 40-50 tonnes in the March quarter against the 173 tonnes logged in the December quarter due to the strike.

There will be some action in steel stocks too, as the government has asked Washington to comply with the dispute settlement body’s ruling against countervailing duties (CVD) imposed on imports, in order to help the debt-ridden steel industry regain its foothold in the US market for hot-rolled carbon steel products.

Global Indices –28th March, 2016
Institutional Activities – 28rd March, 2016

Dow	+19.66(+0.11%)	FII Cash	+2042.94crs
Nasdaq	-6.71(-0.14%)	DII Cash	-2494.44crs
S&P500	+1.11(+0.05%)	FII F&O	-2440.07crs
SGX Nifty (Today)	-10.00(-0.13%)		

Nifty Levels

Close	7615			
Support	7602	7575	7529	7500
Resistance	7635	7679	7716	7745

US. Markets

The US markets made mostly a flat closing following the long Easter weekend. The trade remained choppy as the traders expressed some uncertainty about the near-term outlook for the markets, ahead of the release of some closely watched data later in the week.

Other Information

The Asian markets have once again made a mixed start, as crude oil extended decline and on concern slowing growth in China and political upheaval in some emerging markets will derail global expansion.

NY Crude Oil \$39.75/barrel

Rs./\$ - 66.52

F&O Ban

JINDALSTEL

Corporate/Media News

Jubilant FoodWorks: Wipro announced a five-year partnership with the country's top food service company Jubilant FoodWorks to deliver energy management services and help reduce energy and operational costs.

NBCC has sought shareholders' approval for stock split as the company is likely to launch follow-on public offer (FPO) under the government's disinvestment programme.

GVK Power & Infrastructure Ltd: Watsa's Fairfax Financial Holdings plans to buy 33% of Bangalore International Airport Ltd from GVK Power & Infrastructure for Rs 2,149 crores.

NTPC announced the commissioning of 660MW unit-3 at Mouda Super thermal power station.

ONGC has unveiled a Rs 34,000-crore (\$5-billion) investment plan to develop its KG Basin fields delayed for years, which would help boost the company's oil and gas output by a fifth in about four years.

DLF Ltd: The Walt Disney Co is in talks with India's DLF Brands to open stores in the country, hoping to cash in on the growing demand for branded kids clothing and accessories.

Tech Mahindra Ltd: Tech Mahindra, the IT arm of the Mahindra Group, said it joined General Electric's

Anjani Portland Cement: Markets regulator Sebi has given its go-ahead to Anjani Portland Cement for a rights issue to raise Rs 75 crores.

IDBI Bank has allotted 158 million equity shares, equivalent to 7.16% stake, on preferential basis to Life Insurance Corporation of India (LIC), which now holds over 14% stake in the state-run lender.

UCO Bank will raise Rs 935 crores by issuing preferential shares to the government.

Syndicate Bank will raise up to Rs 740 crores through preferential allotment. The decision to allot shares to government is to be taken at the meeting of the Board of Directors on March 31.

Allcargo Logistics will seek shareholders' approval to raise up to Rs 300 crores by issuing Secured Non-Convertible Redeemable Debentures (NCDs) on a private placement basis.

Shriram Transport Finance Company is planning to raise Rs 250 crores by issuing non-convertible debentures on private placement basis.

Subex approves allotment of 81.1 mn shares upon FCCB conversion. The lenders also agree to lower interest rates to 5% from 10.5%.

Mastek, at its meeting held on March 28, 2016 at 06:00 PM, has approved the Change In Pricing Policy between the Company and its wholly owned subsidiary in the United Kingdom, Mastek UK Limited.

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	195.20	350.00
GoodLuck Steel	03-Dec-14	76.15	97.90	120.00
Nandan Denim	18-Apr-15	77.60	114.10	180.00
Uflex	04-May-15	119.00	166.05	240.00
Vindhya Telelink	03-July-15	726.25	637.25	1000.00
IG Petrochemicals	21-July-15	114.00	103.00	180.00
Tinplate Company of India	29-July-15	66.00	68.20	90.00
Rural Electrification Corp.	17-Aug-15	259.25	165.30	337.00
Aksh Optifibre	22-Aug-15	19.40	12.77	40.00
GIC Housing Finance	31-Oct-15	199.00	239.65	280.00
Sutlej Textiles	04-Nov-15	451.20	457.30	645.00
Transpek Industry	07-Dec-15	375.50	379.00	488.00
Star Paper Mills	12-Dec-15	34.30	33.50	48.00
Kalyani Steel	18-Dec-15	173.30	154.50	225.30
KNR Constructions	24-Dec-15	582.50	524.40	728.00
J B Chemicals & Pharma	04-Jan-15	279.15	249.00	362.90
The Great Eastern Shipping Co.	09-01-16	368.70	304.00	479.30

Lloyd Electric and Engineering	15-01-16	243.30	229.10	340.00
Lumax Auto Technologies	27-01-16	333.00	285.70	460.00
Alembic Pharma	29-01-16	617.75	619.20	800.00
State Bank of Bikaner & Jaipur	13-02-16	460.00	504.60	598.00
Pricol	20-02-16	50.00	43.60	75.00
NGL Fine-Chem	05-03-16	198.00	227.00	278.00
Balmer Lawrie & Company Ltd.	12-03-16	540.00	560.95	756.00
Ramco Cements Ltd.	19-03-16	396.00	401.00	516.00
Oriental Carbon & Chemicals Ltd.	26-03-16	486.00	491.40	630.00

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>BUY</u>			
FRL	127	134	122
<u>SELL</u>			
YES BANK	842	828	850
GRASIM	3787	3730	3802

Corporate Action		
<u>Security Name</u>	<u>Purpose</u>	<u>Ex Date</u>
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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