

Morning Mantra 4th April, 2016**The Indian markets are likely to be cautious but in green, tailing the gains in the regional peers.**

The market participants will be closely eyeing the Reserve Bank of India's (RBI) monetary policy review slated to be announced tomorrow, which will determine the direction of the markets in the days ahead. Traders will be eyeing the statement of the RBI governor to gain insights into future rate cuts and liquidity.

There is some positive news that could cheer the markets, with the Climate Forecast System (CFS) of the Indian Institute of Tropical Meteorology (IITM) predicting mostly a normal and sometimes heavy rainfall across the country barring some parts.

The market participants will also be getting some encouragement with the report that after having revised upwards its target for indirect tax collections by 8.6 per cent for 2015-16, the government has crossed the revised estimate to collect Rs 7.09 lakh crore as per provisional estimates.

Also, as per United Nations Industrial Development Organization (UNIDO), India has now been ranked sixth among the world's 10 largest manufacturing countries.

Traders will also be eyeing the manufacturing PMI data scheduled for release later in the day.

There will be some buzz in the PSU stocks, as the government this month will invite proposals from public sector undertakings for allotment of 16 coal mines.

Nifty Levels

Close	7713			
Support	7690	7650	7605	7679
Resistance	7760	7799	7835	7870

Global Indices –1st April, 2016

Dow	+107.66(+0.61%)
Nasdaq	+44.69(+0.92%)
S&P500	+13.04(+0.63%)
SGX Nifty (Today)	+25.50(+0.33%)

Institutional Activities – 1st April, 2016

FII Cash	+214.01crs
DII Cash	-519.91crs
FII F&O	+122.42crs

US. Markets

The US markets bounced back and surged in last session, recovering from their early weakness due to crude decline; lifting Dow to its best closing level in almost four months, following the release of the Labor Department's closely watched monthly jobs report.

Other Information

The Asian markets have made mostly a positive start with traders in the region continuing to hope that the Federal Reserve will proceed cautiously on raising interest rates, despite some good economic data, though some of the important markets are closed for today.

NY Crude Oil \$36.38/barrel	Rs./\$ - 66.24
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F&O Ban

NIL

Corporate/Media News

Den Networks will sell 55% of Den Sports, which indirectly owns Indian Super League team Delhi Dynamos, to Wall Street Investments for Rs 43.32 crore.

ICICI Bank has sold a 9% stake in its general insurance venture ICICI Lombard and a 2% stake in life insurance subsidiary ICICI Prudential for about Rs 2,200 crore.

Hero MotoCorp sold 6,06,542 units in the month of March, registering a growth of 14%. During March 2015, the company sold 5,31,750 units.

TVS Motor Company has posted a sales growth of 10% during the month of March 2016, with total sales increasing from 2,11,005 units recorded in the month of March 2015 to 2,32,527 units.

Godrej Consumer Products announced that it has entered into an agreement to acquire Strength of Nature LLC (SON), a hair care products company for women of African descent, said a media report.

ITC has shut down its cigarette factories until "clarity emerges" on the rules on health warning". A parliamentary committee, in its report tabled in the Lok Sabha on March 15, recommended that the new health warnings.

HCL Technologies & Geometric: HCL Technologies will acquire Mumbai-based engineering services company Geometric for Rs 1,283 crore (\$188 million) in a share-swap deal.

Infosys Ltd: Infosys co-founder NS Raghavan along with wife Jamuna Raghavan today acquired shares worth Rs 94.56 crore of the company through an open market transaction.

Makers Laboratories has received shareholders' nod to sell the company's Thane manufacturing plant. Shareholders of the firm have passed the special resolution to "sell, transfer or dispose off the company's manufacturing unit" situated at MIDC.

Bharat Electronics Ltd: Navratna Defence PSU, Bharat Electronics (BEL) has ended the year 2015-16 by registering sales turnover (provisional) of Rs 7,510 crore, a growth of 12% over the previous year's turnover of Rs 6,695 crore, said a report.

Wabco India has entered into an agreement which is on arms-length basis with WABCO Europe BVBA, a related party for payment of royalty at the rate of 4% on the net sales for using the licensed intangibles and technical knowhow.

IGL Ltd: There's relief for CNG and PNG consumers. The fuels are to cost less in Delhi and its satellite townships from Saturday as Indraprastha Gas Ltd has decided to pass on the benefit of reduction in the price of gas produced from domestic fields, said a media report.

Adani Enterprises Ltd: Adani Group on Sunday won mining leases for its \$16-billion Carmichael coal project in Australia, moving a step closer to starting work at the controversial mine, said a media report.

SAIL: Fitch Ratings has downgraded Steel Authority of India Limited's (SAIL) Long-Term Foreign-Currency Issuer Default Rating (IDR) to 'BB' from 'BBB-'.

Tata Motors saw its passenger vehicle sales dip to 8,454 units in March, which is a huge fall of 44% from 15,039 units sold in March last year.

Tata Steel Ltd: Fitch Ratings on Friday downgraded Tata Steel and its long-term foreign currency issuer default rating to 'BB' from 'BB+/stable'. The downgrade was on Tata Steel and Tata Steel UK, the rating agency said in a late evening note.

Fundamental Calls

Scripts	Initiation Date	Initiation price (Rs.)	CMP (Rs.)	TGT(Rs.)
Suven Life Science	06-Aug-14	122.00	192.70	350.00
GoodLuck Steel	03-Dec-14	76.15	94.75	120.00
Nandan Denim	18-Apr-15	77.60	117.90	180.00
Uflex	04-May-15	119.00	175.55	240.00

Vindhya Telelink	03-July-15	726.25	630.50	1000.00
IG Petrochemicals	21-July-15	114.00	109.20	180.00
Tinplate Company of India	29-July-15	66.00	67.00	90.00
Rural Electrification Corp.	17-Aug-15	259.25	165.65	337.00
Aksh Optifibre	22-Aug-15	19.40	13.24	40.00
GIC Housing Finance	31-Oct-15	199.00	249.45	280.00
Sutlej Textiles	04-Nov-15	451.20	461.00	645.00
Transpek Industry	07-Dec-15	375.50	383.00	488.00
Star Paper Mills	12-Dec-15	34.30	36.00	48.00
Kalyani Steel	18-Dec-15	173.30	169.50	225.30
KNR Constructions	24-Dec-15	582.50	523.00	728.00
J B Chemicals & Pharma	04-Jan-15	279.15	249.75	362.90
The Great Eastern Shipping Co.	09-01-16	368.70	335.10	479.30
Lloyd Electric and Engineering	15-01-16	243.30	255.40	340.00
Lumax Auto Technologies	27-01-16	333.00	307.80	460.00
Alembic Pharma	29-01-16	617.75	591.85	800.00
State Bank of Bikaner & Jaipur	13-02-16	460.00	505.00	598.00
Pricol	20-02-16	50.00	45.00	75.00
NGL Fine-Chem	05-03-16	198.00	235.00	278.00
Balmer Lawrie & Company Ltd.	12-03-16	540.00	565.80	756.00
Ramco Cements Ltd.	19-03-16	396.00	401.20	516.00
Oriental Carbon & Chemicals Ltd.	26-03-16	486.00	498.00	630.00
Kakatiya Cement Sugar & Inds. Ltd.	01-04-16	208.90	208.70	271.00

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
BUY			
HDIL	77	82	74.5
SELL			
TATA MOTOR DVR	286	277	294
BPCL	887	869	900

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