

**Morning Mantra 6<sup>th</sup> April, 2016**

The Indian markets are likely to be in green and will recover from the massacre of last session with things stabilising on global as well as domestic fronts.

Rate sensitives like realty, consumer durables and auto may see some recovery, as home loans and other borrowings are set to get cheaper by at least half a percentage point in the coming months following Reserve Bank of India decision to cut rates by 25 basis points to 6.5%.

Traders are likely to get some encouragement with NITI Aayog member Bibek Debroy's statement that India's growth could be around 7.8% in 2015-16, higher than the Finance Ministry's projection of 7.5%.

There will be some buzz in the fertilizer stocks, as the government has notified the subsidy rates for phosphatic and potassic (P&K) fertilisers for the current fiscal, which are lower than the last year. The subsidy on nitrogen (N) is fixed at Rs.15.85 per kg, Rs.13.24 per kg for phosphorous (P), Rs.15.47 per kg potash (K) and Rs.2.04 per kg for sulphur (S).

The PSU banking stocks too may see some action, as the Finance Minister Arun Jaitley has said that the government will push for consolidation of public sector banks once they are capitalised and strengthened.

**Nifty Levels**

<b>Close</b>	7603			
<b>Support</b>	7550	7520	7480	7450
<b>Resistance</b>	7650	7670	7690	7720

**Global Indices –5<sup>th</sup> April, 2016**

<b>Dow</b>	-133.68(-0.75%)
Nasdaq	-47.87(-0.98%)
S&P500	-20.96(-1.01%)
<b>SGX Nifty (Today)</b>	-24.50(-0.32%)

**Institutional Activities – 5<sup>th</sup> April, 2016**

FII Cash	-800.79crs
DII Cash	+55.85crs
FII F&O	-467.26crs

**US. Markets**

The US markets despite some late hour recovery ended lower in last session, as the overseas markets moved mostly lower amid concerns about the global economy. Although, ISM said its non-manufacturing index climbed to 54.5 in March from 53.4 in February.

**Other Information**

The Asian markets have made mostly a positive start, as oil rebounded amid optimism a deal will be struck for major producers to freeze output. However, the Chinese market that has bucked the trend last session was marginally in red despite the Caixin Services PMI improving to 52.2 compared to 51.2 in last month.

NY Crude Oil \$35.33/barrel                      Rs./\$ - 66.39

**F&O Ban**

NIL

## Corporate/Media News

**GM Breweries** reported a net profit of Rs 17.4 crore for the quarter ended March 31 compared to 5.7 crore reported in the year-ago period.

**Cipla** has set its sights on building a pipeline of speciality drugs in the United States. The company plans to deploy more funds for research and development in respiratory, dermatology, neurology and oncology segments and hopes for the first commercial launch in the US around 2020.

Pfizer: Drugmakers Pfizer Inc. and Allergan Plc are scrambling to determine whether to proceed with their plan to merge and move Pfizer's address but not its operations or headquarters to lower-tax Ireland.

Tata Steel: UK business minister Sajid Javid is travelling to Mumbai to meet Tata Group Chairman Cyrus Mistry on Wednesday to stave off the possible loss of thousands of jobs at Britain's largest steelmaker that could result from a sale or shutdown.

Idea & Bharti Airtel: Reliance Jio Infocomm could well stun the market, offering 0.5 paise per 10 kb of data usage, which is substantially lower than the 4 paise per 10 Kb data being charged by India's top telcos Bharti Airtel, Vodafone India, Idea Cellular.

TCS has set up an open innovation centre in Nashik to solve social problems in local communities.

Talwalkars Better Value Fitness spreads holistic wellness across India with 33 Zorba - renaissance studios in 25 cities in the span of 60 days".

Educomp Ltd: Credit Rating agency CARE assigns 'D' rating to Long Term Bank Facilities of the Edu Smart Services Private Ltd (subsidiary of Educomp), aggregating to Rs 188.76 crore.

Dish TV: India's first-and-only direct-to-home (DTH) company to post net profit, Dish TV, is expecting its capital expenditure (capex) requirement to be around Rs 850 crore in FY17, as it is eyeing a big share of the remaining 45-50 million analogue TV homes in phase III and IV of the government-mandated digitisation programme, Digital Addressable System (DAS).

RPG Life Sciences engaged in manufacturing and marketing of pharmaceutical products, has received GMP Certificate from Bavarian Authority, a competent authority in Germany.

ABG Shipyard will be held on April 08, 2016, to discuss general corporate issues, strategy for induction of Strategic Investor or a Partner and authorize Monitoring Institution on behalf of CDR lenders to appoint investment banker.

## 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	187.50	350.00
<b>GoodLuck Steel</b>	<b>03-Dec-14</b>	<b>76.15</b>	<b>94.50</b>	<b>120.00</b>
<b>Nandan Denim</b>	<b>18-Apr-15</b>	<b>77.60</b>	<b>118.00</b>	<b>180.00</b>
Uflex	04-May-15	119.00	174.65	240.00
Vindhya Telelink	03-July-15	726.25	628.00	1000.00
IG Petrochemicals	21-July-15	114.00	115.50	180.00
<b>Tinplate Company of India</b>	<b>29-July-15</b>	<b>66.00</b>	<b>66.75</b>	<b>90.00</b>
<b>Rural Electrification Corp.</b>	<b>17-Aug-15</b>	<b>259.25</b>	<b>159.85</b>	<b>337.00</b>
Aksh Optifibre	22-Aug-15	19.40	13.82	40.00
GIC Housing Finance	31-Oct-15	199.00	241.60	280.00
Sutlej Textiles	04-Nov-15	451.20	485.50	645.00
Transpek Industry	07-Dec-15	375.50	395.00	488.00
Star Paper Mills	12-Dec-15	34.30	36.95	48.00
Kalyani Steel	18-Dec-15	173.30	168.00	225.30
KNR Constructions	24-Dec-15	582.50	517.00	728.00
<b>J B Chemicals &amp; Pharma</b>	<b>04-Jan-15</b>	<b>279.15</b>	<b>246.85</b>	<b>362.90</b>
The Great Eastern Shipping Co.	09-01-16	368.70	328.85	479.30
<b>Lloyd Electric and Engineering</b>	<b>15-01-16</b>	<b>243.30</b>	<b>249.30</b>	<b>340.00</b>

Lumax Auto Technologies	27-01-16	333.00	301.70	460.00
Alembic Pharma	29-01-16	617.75	588.55	800.00
<b>State Bank of Bikaner &amp; Jaipur</b>	<b>13-02-16</b>	<b>460.00</b>	<b>499.50</b>	<b>598.00</b>
<b>Pricol</b>	<b>20-02-16</b>	<b>50.00</b>	<b>43.70</b>	<b>75.00</b>
<b>NGL Fine-Chem</b>	<b>05-03-16</b>	<b>198.00</b>	<b>234.70</b>	<b>278.00</b>
<b>Balmer Lawrie &amp; Company Ltd.</b>	<b>12-03-16</b>	<b>540.00</b>	<b>568.50</b>	<b>756.00</b>
<b>Ramco Cements Ltd.</b>	<b>19-03-16</b>	<b>396.00</b>	<b>406.05</b>	<b>516.00</b>
Oriental Carbon & Chemicals Ltd.	26-03-16	486.00	504.00	630.00
<b>Kakatiya Cement Sugar &amp; Inds. Ltd.</b>	01-04-16	<b>208.90</b>	<b>216.20</b>	<b>271.00</b>

<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>			
AJANTA PHARMA	1414	1480	1390
<b><u>SELL</u></b>			
EXIDIEIND	135	128	138
TATACHEM	361	340	370

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