

Morning Mantra 8th April, 2016

The Indian markets are likely to remain cautious on sluggish global cues; however some recovery too can be expected in latter trade.

Traders are likely to get some encouragement with global rating agency Moody's Investors Service's latest report stating that low commodity prices and better FDI inflows have reduced India's vulnerability to external shocks which is 'credit positive' for India. It also said that India's external financing needs have diminished significantly over the last three years.

There will be cautiousness too with the Reserve Bank of India (RBI) in a report stating that India's power reforms are likely to put pressure on state governments' budgets, potentially forcing them to cut spending needed to support economic growth.

India has offered its commitments on opening goods and services sectors in the Regional Comprehensive Economic Partnership (RCEP) negotiations, a mega trade agreement which is being negotiated among 16 countries including 10 ASEAN members.

The power stocks will be buzzing on reports that the Directorate of Revenue Intelligence (DRI) is probing over-valuation of coal imports by power companies.

Nifty Levels

Close	7546			
Support	7520	7500	7450	7420
Resistance	7570	7599	7620	7645

Global Indices -7th April, 2016

Dow	-174.09(-0.98%)
Nasdaq	-72.35(-1.14%)
S&P500	-24.75(-1.20%)
SGX Nifty (Today)	+3.50(+0.05%)

Institutional Activities - 7th April, 2016

FII Cash	-294.72crs
DII Cash	-16.06crs
FII F&O	-1885.81crs

US. Markets

The US markets closed lower in last session, offsetting the strength seen in the previous session. The weakness on Wall Street is partly due to a pullback by the price of crude oil and traders shrugged off a report from the Labor Department showing a bigger than expected drop in initial jobless claims.

Other Information

The Asian markets have made a weak start tailing the decline in the US markets and most of the indices in the region are witnessing cuts of over half a percent in early deals.

NY Crude Oil \$37.70/barrel Rs./\$ - 66.74

F&O Ban

NIL

Corporate/Media News

NBCC: State-run National Buildings Construction Corporation (NBCC) said it has secured orders worth Rs 17,516 crore in the last fiscal.

PNC Infratech was declared the L1 (lowest) bidder for the project of upgradation of Nanau-Dodon section from 0 km to km 30 in the district of Aligarh, Uttar Pradesh. The bid amount for this ADB funded, UP Public Works Department (PWD) project is Rs 119.9 crores.

HUL on Thursday its completion of formalities required, for the agreement dated December 17, 2015, to acquire Masons Group's flagship brand, Indulekha, said a media report.

GlaxoSmithKline Pharmaceuticals is launching a programme which will provide up to 40 preventive healthcare services for free to its 20,000 employees and their dependent in India.

RCOM will upgrade its roughly 5 million CDMA customers to a 4G network in phases from May 4, joining bigger rivalsBharti Airtel, Vodafone India and Idea Cellular in rolling out high-speed broadband services.

RCOM: Moody's Investors Service has affirmed RCOM Ba3 corporate family rating and senior secured rating.

SBI & ICICI Bank cut their home loan rates by 0.10% points to 9.4% following implementation of a new interest rate calculation regime mandated by the Reserve Bank of India (RBI).

Unitech is looking to raise about Rs.500 crores from private equity firms for the development of housing project in Noida and repay LIC's debt.

Religare Enterprises has completed its exit from its asset management joint venture, Religare Invesco Asset Management Company Private Limited and Religare Invesco Trustee Company Private Limited.

Tata Steel Ltd: UK's Serious Fraud Office has initiated a criminal investigation into Tata Steel's operations, the Telegraph reported on Thursday.

Cairn India Ltd: Cairn Energy PLC which holds a minority stake in the Cairn India is set to exit. However, the British major could also look at selling its 10 percent stake in the open market, said a media report.

IOC: More than a decade after it declined to take a stake in Nagarjuna Group's refinery in Tamil Nadu, **IOC** is looking at buying equity stake in its six million tonnes a year Cuddalore refinery.

Tata Chemicals: International rating agency Fitch today assigned 'BB+' rating with a stable outlook to Tata Chemicals Ltd (TCL). The company's rating reflects its high financial leverage.

Simplex Projects sold 16.31 lakh shares (or 51.21%) in its wholly-owned subsidiary Simpark Infrastructure Pvt Ltd. Earlier, the company's board on March 28 had decided to sell its 75% stake in Simpark Infrastructure Pvt Ltd.

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	191.40	350.00
GoodLuck Steel	03-Dec-14	76.15	92.80	120.00
Nandan Denim	18-Apr-15	77.60	130.80	180.00
Uflex	04-May-15	119.00	178.75	240.00
Vindhya Telelink	03-July-15	726.25	641.00	1000.00
IG Petrochemicals	21-July-15	114.00	116.20	180.00
Tinplate Company of India	29-July-15	66.00	68.15	90.00
Rural Electrification Corp.	17-Aug-15	259.25	161.15	337.00
Aksh Optifibre	22-Aug-15	19.40	14.17	40.00
GIC Housing Finance	31-Oct-15	199.00	235.60	280.00
Sutlej Textiles	04-Nov-15	451.20	491.00	645.00
Transpek Industry	07-Dec-15	375.50	418.00	488.00
Star Paper Mills	12-Dec-15	34.30	36.70	48.00
Kalyani Steel	18-Dec-15	173.30	166.70	225.30
KNR Constructions	24-Dec-15	582.50	522.25	728.00

J B Chemicals & Pharma	04-Jan-15	279.15	248.50	362.90
The Great Eastern Shipping Co.	09-01-16	368.70	333.30	479.30
Lloyd Electric and Engineering	15-01-16	243.30	247.80	340.00
Lumax Auto Technologies	27-01-16	333.00	312.80	460.00
Alembic Pharma	29-01-16	617.75	568.55	800.00
State Bank of Bikaner & Jaipur	13-02-16	460.00	495.30	598.00
Pricol	20-02-16	50.00	45.45	75.00
NGL Fine-Chem	05-03-16	198.00	236.10	278.00
Balmer Lawrie & Company Ltd.	12-03-16	540.00	570.35	756.00
Ramco Cements Ltd.	19-03-16	396.00	420.90	516.00
Oriental Carbon & Chemicals Ltd.	26-03-16	486.00	504.00	630.00
Kakatiya Cement Sugar & Inds. Ltd.	01-04-16	208.90	240.10	271.00

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>BUY</u>			
BHEL	119	128	114
<u>SELL</u>			
MARUTI	3468	3400	3490
M&MFIN	243	260	229

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