

Morning Mantra 3rd May, 2016

The Indian markets are likely to remain cautious tailing the mixed global cues. However, some recovery can be expected in the latter part of trade, with India's infrastructure sectors clocking their highest growth in 16 months in March 2016, with the index for core industries climbing 6.4%, against 5.7% in February.

There will be some buzz in steel and mining sector stocks, as the Rajya Sabha has approved an enabling legislation to make it easier for mergers and acquisitions (M&A) of steel and cement companies reeling in the aftermath of the collapse in global commodity prices. Once the Bill is signed into law, there will be no bar on the transfer of mining leases.

Nifty Levels

Close	7806			
Support	7780	7750	7720	7705
Resistance	7820	7844	7860	7899

Important Results Today

Century Textiles, Alstom T&D, Adani Ports, Adani Power, TVS Motor, GCPL, Godreg Consumer Products, MRF and Cera etc.

Global Indices -2nd May, 2016
Institutional Activities -2nd May, 2016

Dow	+117.52(+0.66%)	FII Cash	+434.93crs
Nasdaq	+42.23(+0.88%)	DII Cash	-109.56crs
S&P500	+16.13(+0.78%)	FII F&O	-1839.03crs
SGX Nifty (Today)	-10.50(-0.13%)		

US. Markets

The US markets made slight bounce back in a relatively quiet day of trading in last session, mainly due to bargain hunting. Traders were looking ahead to the release of the Labor Department's closely watched monthly jobs report on Friday.

Other Information

The Asian markets have made a mixed start and while the Japanese market was closed, there was buzz in the Chinese market with manufacturing data coming mostly in line with the estimates.

NY Crude Oil \$45.11/barrel

Rs./\$ - 66.34

F&O Ban

NIL

Corporate/Media News

Maruti's April sales grew more than 16% to 1,17,045 units in the domestic market, helped by demand for premium hatchback Baleno and compact sport-utility vehicle Vitara Brezza. Sales increased across segments, except for the small-car category — Alto and WagonR — where volumes fell nearly 10%. But in the utility vehicles segment, sales rose nearly four-fold, driven by the Vitara Brezza.

IGL had set up 72 CNG filling stations in the first four months of the current calendar year to meet the rising fuel demand. Fifty-one of these stations were set up in the National Capital Territory, while 21 were located in Greater Noida and Ghaziabad.

Hero MotoCorp: Demand in the two-wheeler industry held good in April with market leader Hero MotoCorp reporting third consecutive month of double-digit growth at 15 per cent to 6,12,739 units.

M&M: India's largest tractor company posted 22 per cent growth in sales in April compared with the same period last year at over 20,704 units. M&M's passenger vehicles sales grew 16 per cent to 22,655 units.

Tata Motors reported 9.9% growth in April sales at 39,763 units compared with 36,190 units reported for the same month last year. Domestic sales of commercial and passenger vehicles rose 11% at 35,978 units against 32,404 units in April 2015. Sales of passenger vehicles in the domestic market last month stood at 11,161 units as against 10,341 a year ago, up 7.9%, Tata Motors said in a statement.

Bajaj Auto reported a mere 2% increase in motorcycle sales at 2,91,898 units in April compared with 2,85,791 units last year.

ICICI Bank is said to be auctioning a prime property of tyre manufacturer DunlopIndia spread over an acre on the upscale Annie Besant Road in Mumbai to recover loans to the Ruia Group companies.

Tata Steel: Indian-origin businessman Sanjeev Gupta's Liberty House group has confirmed that it will be submitting its bid for Tata Steel's loss-making UK businesses by Tuesday.

IDBI Bank: The government is expected to clean up IDBI Bank's pool of non-performing assets by transferring them to a fund before offering up to 10% equity to strategic investors as part of the plan to reduce its stake below 50%.

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	210.50	350.00
GoodLuck Steel	03-Dec-14	76.15	98.30	120.00
Nandan Denim	18-Apr-15	77.60	136.60	180.00
Uflex	04-May-15	119.00	176.40	240.00
IG Petrochemicals	21-July-15	114.00	134.20	180.00
Tinplate Company of India	29-July-15	66.00	66.90	90.00
Rural Electrification Corp.	17-Aug-15	259.25	178.45	337.00
Aksh Optifibre	22-Aug-15	19.40	14.00	40.00
GIC Housing Finance	31-Oct-15	199.00	266.45	280.00
Sutlej Textiles	04-Nov-15	451.20	493.00	645.00
Transpek Industry	07-Dec-15	375.50	388.50	488.00
Star Paper Mills	12-Dec-15	34.30	37.10	48.00
Kalyani Steel	18-Dec-15	173.30	167.30	225.30
KNR Constructions	24-Dec-15	582.50	540.00	728.00
J B Chemicals & Pharma	04-Jan-15	279.15	250.15	362.90
The Great Eastern Shipping Co.	09-Jan-16	368.70	332.50	479.30
Lloyd Electric and Engineering	15-Jan-16	243.30	267.50	340.00
Lumax Auto Technologies	27-Jan-16	333.00	335.70	460.00
Alembic Pharma	29-Jan-16	617.75	593.30	800.00
State Bank of Bikaner & Jaipur	13-Feb-16	460.00	515.15	598.00
Pricol	20-Feb-16	50.00	50.20	75.00
NGL Fine-Chem	05-Mar-16	198.00	256.00	278.00

Balmer Lawrie & Company Ltd.	12-Mar-16	540.00	574.75	756.00
Ramco Cements Ltd.	19-Mar-16	396.00	454.05	516.00
Oriental Carbon & Chemicals Ltd.	26-Mar-16	486.00		630.00
Kakatiya Cement Sugar & Inds.	01-Apr-16	208.90	299.40	-----
PTC India Ltd.	08-Apr-16	62.05	64.30	80.00
Sintex Inds.	15-Apr-16	83.00	82.25	116.00
Richa Inds.	23-Apr-16	35.80	35.40	50.00
KCP Ltd.	29-Apr-16	84.00	84.35	118.00

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>BUY</u>			
HDFC	1092	1140	1070
<u>SELL</u>			
SRTRANSPORT	1083	1040	1100
OFSS	3635	3500	3678

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