

**Morning Mantra 5<sup>th</sup> May, 2016**

**The Indian markets are likely to remain in red with major averages extending their losing streak.**

Traders will also be concerned with a private report stating that government must focus on structural reforms to put the country on the path of faster economic growth, as the 'several reforms' implemented so far may not be enough in a fast-changing world.

The President Pranab Mukherjee has said that falling exports is an area of concern despite a healthy current account situation, as it impacts economic performance, industrial growth and employment opportunities.

There will be some buzz in the aviation stocks, on some reports that the civil aviation policy is likely to come before the Cabinet next week and it may retain the proposal of auctioning unused bilateral rights.

There will be some action in telecom stocks too, as the Telecom Minister Ravi Shankar Prasad has said that the number of Internet users in the country is likely to reach 500 million this year from around 400 million Internet users.

**Nifty Levels**

<b>Close</b>	7707			
<b>Support</b>	7680	7650	7630	7610
<b>Resistance</b>	7720	7745	7760	7790

**Important Results Today**

**Castrol India, Hero MotoCorp, Eicher Motors, GE Shipping, IIFL, MCX, Indian Bank, Godrej Properties etc.**

**Global Indices –4<sup>th</sup> May, 2016**

<b>Dow</b>	-99.65(-0.56%)
Nasdaq	-37.58(-0.79%)
S&P500	-12.25(-0.59%)
<b>SGX Nifty (Today)</b>	<b>+9.50(+0.12%)</b>

**Institutional Activities –4<sup>th</sup> May, 2016**

FII Cash	-66.45crs
DII Cash	-78.80crs
FII F&O	-2467.17crs

**US. Markets**

The Asian markets have made mostly a weaker start with some indices witnessing cut of about half a percent after the report that growth in China's services output moderated in April.

**Other Information**

The US markets ended lower for the second day in a row in last session, with the tech-heavy Nasdaq ending the session at its lowest closing level in almost two months. There were some disappointing economic data, with a report from payroll processor ADP showing weaker than expected private sector job growth that weighed on the sentiments.

NY Crude Oil \$43.53/barrel	Rs./\$ - 66.60
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**F&O Ban**

NIL

**Corporate/Media News****V-Guard clocks 2.1 times rise in net profit during quarter ended March 2016.**

NTPC threatened to disconnect supply to Reliance Infra-backed discoms in Delhi - BSES Rajdhani Power (BRPL) and BSES Yamuna Power (BYPL) - from May 9 for non-payment of around Rs 1,300 crores dues.

Hero MotoCorp is expected to report a 73% jump in net profit in the quarter ending March 31.

Tata Motors: Shares of Tata Motors fell about 7% on Wednesday after the company announced that vehicle sales dropped in the US in April but analysts are not forecasting the worst for Tata Motors yet.

Coal India produced 40.09 million tonnes of coal in April, a drop of 3.4% from the targetted 44.48 mt. Coal offtake during the month fell by 2.5% to 42.45mt from 51.46 mt.

Reliance Power has won an in-principle approval of the Bangladesh government for the first phase of the 3,000 megawatt LNG-based power plant.

Idea Cellular may spend \$1.3 billion (Rs 8,627 crore approx) for adding data spectrum in key markets in the upcoming auction around July.

Kotak Bank: The Mumbai High Court has upheld Kotak Mahindra Bank's decision to invest in the maiden stock offering by the healthcare and diagnostic company Thyrocare Technologies. The private bank moved the court after its share application was refused on technical ground.

Future Retail: Kishore Biyani's Future Group is planning to spin off furniture retail unit HomeTown to merge it with online retailer FabFurnish and create a separate listed entity with a target revenue of Rs 1,000 crore by the end of the next financial year.

IndusInd Bank expects to earn 10% of its operating profit by March 2018 from rural areas, riding on the success of government schemes and fast-growing businesses such as micro finance and vehicle loans as it seeks to expand its reach within the country, chief executive officer Romesh Sobti said.

**Earning Reports (Q4FY16 Vs. Q4FY15)**

<u>Company Name</u>	<u>CMP</u>	<u>YOY Net Sales %</u>	<u>YOY PAT %</u>	<u>EPS (TTM)</u>	<u>PE (TTM)</u>
<b>Dewan Hsg Fin. Corp.</b>	<b>198.05</b>	<b>24</b>	<b>17</b>	<b>25.68</b>	<b>7.71</b>
Vesuvius India	769.75	8	18	37.66	20.44
Accelya Kale Solut.	1004	16	25	48.97	20.5
Invts & Precise Cast	148.2	19	72	5.65	26.21
SKS Microfinance	596.15	67	108	23.79	25.05
<b>V-Guard Inds.</b>	<b>989.1</b>	<b>16</b>	<b>109</b>	<b>37.12</b>	<b>26.64</b>

**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	209.35	350.00
<b>GoodLuck Steel</b>	<b>03-Dec-14</b>	<b>76.15</b>	<b>95.00</b>	<b>120.00</b>
<b>Nandan Denim</b>	<b>18-Apr-15</b>	<b>77.60</b>	<b>131.20</b>	<b>180.00</b>
Uflex	04-May-15	119.00	173.60	240.00
IG Petrochemicals	21-July-15	114.00	133.10	180.00

<b>Tinplate Company of India</b>	<b>29-July-15</b>	<b>66.00</b>	<b>66.15</b>	<b>90.00</b>
<b>Rural Electrification Corp.</b>	<b>17-Aug-15</b>	<b>259.25</b>	<b>170.65</b>	<b>337.00</b>
Aksh Optifibre	22-Aug-15	19.40	13.63	40.00
GIC Housing Finance	31-Oct-15	199.00	256.85	280.00
Sutlej Textiles	04-Nov-15	451.20	500.00	645.00
Transpek Industry	07-Dec-15	375.50	389.90	488.00
Star Paper Mills	12-Dec-15	34.30	36.00	48.00
Kalyani Steel	18-Dec-15	173.30	164.50	225.30
KNR Constructions	24-Dec-15	582.50	525.00	728.00
<b>J B Chemicals &amp; Pharma</b>	<b>04-Jan-15</b>	<b>279.15</b>	<b>245.25</b>	<b>362.90</b>
The Great Eastern Shipping Co.	09-Jan-16	368.70	325.00	479.30
<b>Lloyd Electric and Engineering</b>	<b>15-Jan-16</b>	<b>243.30</b>	<b>255.40</b>	<b>340.00</b>
Lumax Auto Technologies	27-Jan-16	333.00	330.50	460.00
Alembic Pharma	29-Jan-16	617.75	599.50	800.00
<b>State Bank of Bikaner &amp; Jaipur</b>	<b>13-Feb-16</b>	<b>460.00</b>	<b>505.90</b>	<b>598.00</b>
<b>Pricol</b>	<b>20-Feb-16</b>	<b>50.00</b>	<b>50.80</b>	<b>75.00</b>
<b>NGL Fine-Chem</b>	<b>05-Mar-16</b>	<b>198.00</b>	<b>250.00</b>	<b>278.00</b>
<b>Balmer Lawrie &amp; Company Ltd.</b>	<b>12-Mar-16</b>	<b>540.00</b>	<b>565.10</b>	<b>756.00</b>
<b>The Ramco Cements Ltd.</b>	<b>19-Mar-16</b>	<b>396.00</b>	<b>481.75</b>	<b>516.00</b>
Oriental Carbon & Chemicals Ltd.	26-Mar-16	486.00	469.00	630.00
<b>Kakatiya Cement Sugar &amp; Inds.</b>	<b>01-Apr-16</b>	<b>208.90</b>	<b>330.00</b>	<b>-----</b>
<b>PTC India Ltd.</b>	<b>08-Apr-16</b>	<b>62.05</b>	<b>62.35</b>	<b>80.00</b>
<b>Sintex Inds.</b>	<b>15-Apr-16</b>	<b>83.00</b>	<b>80.65</b>	<b>116.00</b>
<b>Richa Inds.</b>	<b>23-Apr-16</b>	<b>35.80</b>	<b>34.15</b>	<b>50.00</b>
<b>KCP Ltd.</b>	<b>29-Apr-16</b>	<b>84.00</b>	<b>85.35</b>	<b>118.00</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>			
DIVISLAB	1053	1120	1020
<b><u>SELL</u></b>			
UNIONBANK	118	110	121
ALBK	53.45	50	55.20

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