

Morning Mantra 11th May, 2016

The Indian market is expected to open lower on Wednesday tracking muted trend seen in other Asian markets.

The long-negotiated amendments to the existing Double Tax Avoidance Convention between India and Mauritius is done and it is not looking good for FIIs, as the new pact to levy capital gains tax on investments coming through Mauritius may put foreign portfolio investors in a fix. Investments from Mauritius and Singapore account for a big chunk of foreign portfolio funds coming into the Indian stock market.

Traders will also be concerned with the government stating that drought has affected nearly a quarter of the country's population and has left an impact on over 1.5 lakh villages.

Some buzz can be seen in auto stocks, as Supreme Court tweaked its April 30 blanket ban to allow diesel-run All India Travel Permit taxis to operate till the expiry of their permits, but made clear that its final objective is a gradual phase-out of diesel taxis from national capital.

Nifty Levels

Close	7888			
Support	7850	7810	7785	7760
Resistance	7895	7920	7955	7999

Important Results Today

Asian Paints, Kotak Mahindra Bank, Apollo Tyres, Havells India, Indian Bank, OBC, Chambal Fertilisers, OFSS, Oriental Bank, SouthIndian Bank and Quick Heal etc.

Global Indices –10th May, 2016
Institutional Activities –10th May, 2016

Dow	+222.44(+1.26%)	FII Cash	+328.59crs
Nasdaq	+59.67(+1.26%)	DII Cash	+68.20crs
S&P500	+25.70(+1.25%)	FII F&O	-797.16crs
SGX Nifty (Today)	-126.00(-1.62%)		

US. Markets

The US markets rallied in last session, coming off their lackluster performance of last couple of sessions on a notable rebound by most commodities prices and due to the release of disappointing Chinese trade data, which generated some optimism about further monetary policy stimulus.

Other Information

The Asian markets have made a mixed start and some of the indices are down by about half a percent after moving higher in last session on Chinese inflation figures.

NY Crude Oil \$44.51/barrel

Rs./\$ - 66.80

F&O Ban

NIL

Corporate/Media News

EID Parry has posted a 39.8 % decline in its consolidated net profit at Rs 39.74 cores for the March quarter.

Maruti Suzuki urged its component suppliers to make investment for the future as its requirements are expected to grow, with it predicting double-digit expansion in annual sales at least until 2020.

JSW Steel has bid for the British operations of Tata Steel Ltd, two sources with direct knowledge of the matter confirmed on Tuesday, prompting concerns about its debt levels and putting pressure on its shares.

Zee Entertainment has posted a consolidated net profit of Rs 260.61 cores for the quarter ended March 31, 2016, compared to Rs 230.77 cores in the corresponding quarter of previous financial year.

JM Financial: Close on the heels of Reserve Bank of India's move to bring the nascent peer-to-peer (P2P) lending under regulation, financial services firm JM Financial has acquired 9.84% stake in P2P lending start-up Fairassets Technologies through one of its subsidiaries.

Radico Khaitan's net profit remained flat at Rs 14.8 cores for the fourth quarter ended March 31.

NTPC has started from its 200 mw NP Kunta ultra mega solar power project at Anantapuram in Andhra Pradesh.

Repro Home Finance's standalone net profit rose by 21.3 % to Rs 42.22 cores for last quarter ended March 2016.

UCO Bank has issued and allotted 22,54,64,190 equity shares of Rs.10 each for cash on May 10, 2016 at an issue price of Rs.41.47 per equity share including premium of Rs. 31.47 per share.

NIIT reported a consolidated net profit of Rs 17.8 cores for the March quarter on account of growth in Skills and Careers (SNC) and Corporate Learning (CL) business.

SRF reported an 82 % increase in its consolidated net profit at Rs 108.79 cores for the quarter ended March 31, on account of lower expenses and rise in income.

Kotak Mahindra Bank: Kotak Mahindra Prime, a subsidiary of Kotak Mahindra Banksaid it will raise Rs 50 cores by issuing debentures on a private placement basis.

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	213.60	350.00
GoodLuck Steel	03-Dec-14	76.15	100.35	120.00
Nandan Denim	18-Apr-15	77.60	133.00	180.00
Uflex	04-May-15	119.00	186.95	240.00
IG Petrochemicals	21-July-15	114.00	135.50	180.00
Tinplate Company of India	29-July-15	66.00	65.75	90.00
Rural Electrification Corp.	17-Aug-15	259.25	167.25	337.00
Aksh Optifibre	22-Aug-15	19.40	14.10	40.00
GIC Housing Finance	31-Oct-15	199.00	258.50	280.00
Sutlej Textiles	04-Nov-15	451.20	520.30	645.00
Transpek Industry	07-Dec-15	375.50	411.00	488.00
Star Paper Mills	12-Dec-15	34.30	38.70	48.00
Kalyani Steel	18-Dec-15	173.30	158.90	225.30
KNR Constructions	24-Dec-15	582.50	520.00	728.00
J B Chemicals & Pharma	04-Jan-15	279.15	249.70	362.90
The Great Eastern Shipping Co.	09-Jan-16	368.70	310.00	479.30
Lloyd Electric and Engineering	15-Jan-16	243.30	249.60	340.00
Lumax Auto Technologies	27-Jan-16	333.00	351.00	460.00
Alembic Pharma	29-Jan-16	617.75	595.00	800.00
State Bank of Bikaner & Jaipur	13-Feb-16	460.00	486.00	598.00

Pricol	20-Feb-16	50.00	53.95	75.00
NGL Fine-Chem	05-Mar-16	198.00	245.00	278.00
Balmer Lawrie & Company Ltd.	12-Mar-16	540.00	573.90	756.00
The Ramco Cements Ltd.	19-Mar-16	396.00	500.00	516.00
Oriental Carbon & Chemicals Ltd.	26-Mar-16	486.00	470.00	630.00
Kakatiya Cement Sugar & Inds.	01-Apr-16	208.90	424.35	-----
PTC India Ltd.	08-Apr-16	62.05	65.10	80.00
Sintex Inds.	15-Apr-16	83.00	81.75	116.00
Richa Inds.	23-Apr-16	35.80	35.65	50.00
KCP Ltd.	29-Apr-16	84.00	80.40	118.00
Indraprastha Gas Ltd.	07-May-16	572.80	571.85	744.00

Technical Calls			
Scripts	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>BUY</u>			
GLENMARK	857	870	845
<u>SELL</u>			
RELCAPITAL	409	390	415
SRF	1412	1350	1429

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