

Morning Mantra 23rd May, 2016

The Indian markets to start F&O series expiry week on cautious note and trade may see bouts of volatility.

Traders will be concerned with Reserve Bank of India (RBI) Governor Raghuram Rajan's statement that India should restrain itself from being “too ambitious” at a time when the world is full of uncertainties and instead focus on sensible policies to ensure a sustainable economic growth.

There will be some spurt in IT stocks with Union minister Ravi Shankar Prasad stating that the Centre will continue to take up the issue of hike in visa fees for Indian software professionals working in the US at the highest level with that government.

Some action can be seen in the aviation stocks too, as the Directorate General of Civil Aviation (DGCA) has reported that the number of passengers flown by the Indian airlines stood at 81.09 million in the January-December period last year, a jump of 20.34% from 67.38 million they had flown in 2014.

There will be some buzz in the auto stocks with Union Transport Minister Nitin Gadkari stating that the draft of the much-awaited policy is ready and would be put in public domain soon, he believes it will help raise turnover in the industry to Rs 20 lakh crores from Rs 5 lakh crores at present.

Important Results Today

Archies, BPCL, Tata Power, Dish TV, TTK Prestige, Aban Offshore, HSIL, Jyothy Labs, Welspun Corp, Chennai Petro, Heritage Foods, Tara Jewels and Sonata Software etc.

Global Indices –20th May, 2016

Dow	+65.54(+0.38%)
Nasdaq	+57.03(+1.21%)
S&P500	+12.28(+0.60%)
SGX Nifty (Today)	+29.00(+0.37%)

Institutional Activities –20th May, 2016

FII Cash	-743.86crs
DII Cash	+597.49crs
FII F&O	-783.56crs

US. Markets

The US markets ended higher in last session, bargain buying mainly led the gains on the street, while there was some upbeat economic report that too supported the markets.

Other Information

The Asian markets have made a mixed start with some indices trading in red led by the Japanese market which is down by over 1% in early deals as dollar retreated against major currencies, on the same time the weakness in oil weighed on the energy stocks across the region.

NY Crude Oil \$48.30/barrel

Rs./\$ - 67.39

F&O Ban

HDIL, IBREALEST and JINDALSTEL

Corporate/Media News

HFCL, Sterlite Technologies: Homegrown telecom gear and optic fibre cable makers Himachal Futuristic Communications (HFCL) and Sterlite Technologies have emerged the lowest (L1) bidders for supplying nearly Rs 13,000 crores of equipment to BSNL, which is building a mega communications network for the armed forces.

Somany Ceramics reported a 76.31% increase in standalone net profit at Rs 26.06 crores for the fourth quarter ended March.

Finolex Industries reported almost three-fold jump in standalone net profit at Rs 78.47 crores for Q4FY16. The company had posted a net profit of Rs 27.68 crores in Q4FY15.

Tata Power is expected to report 75% YoY growth in net profit to Rs 280 crores for the quarter ended March 31, compared with Rs 159 crores reported in the year-ago period.

BPCL is expected to report 36% YoY drop in the net profit to Rs 1822 crores for the quarter ended March 31, compared with Rs 2853 crores reported in the year-ago period.

Nalco said its board will meet on May 25 to discuss buy-back of the government's 25 per cent stake in the aluminium maker.

BHEL, Power Grid: The state-run BHEL will be dropped from the BSE's benchmark index Sensex from June 20 and will be replaced by Power Grid Corporation of India .

Sadbhav Infrastructure has been declared the lowest bidder by National Highways Authority of India (NHAI) for two of its projects in Gujarat at a bid price of Rs 1,389 crores.

ONGC is facing a repeat of KG fiasco in Iran as lengthy negotiations on terms may drive it to a point where its discovered gas reserves in Farzad-B field in the Persian Gulf may be drawn out by neighbouring Saudi Arabia.

Tata Motors is in talks with a local manufacturer here to set up a joint venture for assembling its petrol cars in Iran as it looks to tap the fast growing market that has just emerged from sanctions.

Monsanto: Dozens of people gathered at The Forks in Winnipeg on Saturday to protest genetically modified organisms (GMO) and agricultural business giant, Monsanto.

Cox & Kings reported a consolidated net loss of Rs 305.53 crores for the quarter ended March 31, 2016.

Britannia Industries reported a 13.73% increase in its consolidated net profit at Rs 190.23 crore for the quarter ended March 31, 2016.

IDBI Bank posted a net loss of Rs 1,735.81 crores for the March quarter, hit by a two-fold jump in bad loans. The bank had earned a net profit of Rs 545.94 crores during the January-March period of 2014-15.

Balrampur Chini reported a 30% rise in standalone net profit at Rs 98.78 crores for the March quarter, on better realisation from sale of the sweetener.

Deccan Cements reported a 41% fall in standalone net profit at Rs 9.96 crores for Q4FY16. The firm had clocked a net profit of Rs 16.81 crores in the year-ago period.

Tata Steel: Management buyout firm Excalibur is considering joining Indian-origin businessman Sanjeev Gupta's Liberty House to acquire Tata Steel's UK assets.

Just Dial: Local search engine Just Dial on Saturday reported a 25.08 per cent decline in net profit at Rs. 35.33 crore for the quarter ended March 31. The company had reported a net profit of Rs. 47.16 crore for the corresponding quarter a year ago.

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	207.30	350.00
GoodLuck Steel	03-Dec-14	76.15	98.70	120.00
Nandan Denim	18-Apr-15	77.60	151.00	180.00
Uflex	04-May-15	119.00	181.75	240.00
IG Petrochemicals	21-July-15	114.00	139.15	180.00
Tinplate Company of India	29-July-15	66.00	69.95	90.00

Rural Electrification Corp.	17-Aug-15	259.25	155.25	337.00
Aksh Optifibre	22-Aug-15	19.40	15.20	40.00
GIC Housing Finance	31-Oct-15	199.00	257.45	280.00
Sutlej Textiles	04-Nov-15	451.20	571.65	645.00
Transpek Industry	07-Dec-15	375.50	411.20	488.00
Star Paper Mills	12-Dec-15	34.30	39.15	48.00
Kalyani Steel	18-Dec-15	173.30	156.90	225.30
KNR Constructions	24-Dec-15	582.50	515.8	728.00
J B Chemicals & Pharma	04-Jan-15	279.15	257.15	362.90
The Great Eastern Shipping Co.	09-Jan-16	368.70	313.75	479.30
Lloyd Electric and Engineering	15-Jan-16	243.30	263.30	340.00
Lumax Auto Technologies	27-Jan-16	333.00	323.60	460.00
Alembic Pharma	29-Jan-16	617.75	564.60	800.00
State Bank of Bikaner & Jaipur	13-Feb-16	460.00	475.90	598.00
Pricol	20-Feb-16	50.00	50.90	75.00
NGL Fine-Chem	05-Mar-16	198.00	221.40	278.00
Balmer Lawrie & Company Ltd.	12-Mar-16	540.00	574.40	756.00
The Ramco Cements Ltd.	19-Mar-16	396.00	492.70	516.00
Oriental Carbon & Chemicals Ltd.	26-Mar-16	486.00	472.15	630.00
Kakatiya Cement Sugar & Inds.	01-Apr-16	208.90	556.10	-----
PTC India Ltd.	08-Apr-16	62.05	67.00	80.00
Sintex Inds.	15-Apr-16	83.00	74.80	116.00
Richa Inds.	23-Apr-16	35.80	34.00	50.00
KCP Ltd.	29-Apr-16	84.00	77.80	118.00
Indraprastha Gas Ltd.	07-May-16	572.80	570.00	744.00
VTM Ltd.	20-May16	30.60	30.60	46.00

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