

**Morning Mantra 14<sup>th</sup> June, 2016**

The Indian markets are likely to remain sluggish on weak global cues.

Traders will also be reacting negatively to the report of rise in retail inflation, which accelerated to a near two-year high of 5.76% in May, dampening hopes of a rate cut by the RBI. Now traders will be eyeing the wholesale price index inflation data slated to be announced later in the day.

There will be some buzz in the banking and realty companies, as the Reserve Bank of India has thrown a lifeline for overleveraged companies and banks to put an end to future bad loans by permitting capital restructuring which would see banks taking equity in companies.

Some stabilization can be expected in the latter part of the trade and traders will be getting some support with Minister of State for Finance Jayant Sinha's statement that the government has enough backing from smaller regional parties to pass the Bill in Rajya Sabha without support from the main opposition Congress party and if we can pass it in the monsoon session of Parliament, then we can implement it in April 1, 2017.

**Nifty Levels**

<b>Close</b>	8110.60			
<b>Support</b>	8080	8044	8012	7979
<b>Resistance</b>	8150	8199	8222	8250

**Global Indices –13<sup>th</sup> June, 2016**

<b>Dow</b>	-132.86(-0.74%)
Nasdaq	-46.11(-0.94%)
S&P500	-17.01(-0.81%)
<b>SGX Nifty (Today)</b>	-12.50(-0.15%)

**Institutional Activities –13<sup>th</sup> June, 2016**

FII Cash	+212.24crs
DII Cash	-597.83crs
FII F&O	-1357.19crs

**US. Markets**

The US markets once again ended in red in the last session as traders kept looking ahead to the Federal Reserve's monetary policy announcement on Wednesday.

**Other Information**

The Asian markets have continued their downtrend with most of the indices trading lower. Risk aversion was prevailing in the markets on mounting concern over the UK's vote on European Union membership after new polls indicated more Britons favor leaving the EU than want to remain.

NY Crude Oil \$48.33/barrel                      Rs./\$ - 67.12

**F&O Ban**

CANBK and RCOM

## Corporate/Media News

Dr Reddy's Laboratories has signed a deal with Israeli drug maker Teva and an affiliate of Allergan to acquire a portfolio of eight abbreviated new drug applications (ANDA) in the US for \$350 million in cash.

Lanco Infratech: Raos, the promoter family of the company, will have to become minority shareholders and the company will have to go through extensive restructuring if it has to stay afloat.

Tata Power has said its renewables arm has signed an agreement with Welspun Energy Pvt Ltd to acquire its green energy portfolio for an estimated at Rs 10,000 crores (\$1.4 billion).

Tata Motors launched its next-generation 'Ultra' range of light commercial vehicle (LCV) in Kenya.

AB Nuvo: Aditya Birla Group-owned online fashion store Abof is set to launch an on-spot alteration service in Bengaluru and parts of Hyderabad.

Prism Cements has acquired 15.23 per cent stake in BLA power for Rs 21 crores.

RCOM and Aircel are in advance negotiations to finalise their much anticipated merger by this early next month, paving the way what would be the first in-market telecom merger of national scale in the country.

Coal India's two subsidiaries Mahanadi Coalfields and Northern Coalfields will buyback total shares worth around Rs.1,978 crores from their shareholders.

SBI and Spain's CaixaBank have inked pact to provide loans to Indo-Spanish joint ventures and local enterprises here. State Bank of India BSE-1.94 % (SBI) and CaixaBank have signed a memorandum of agreement to enhance business synergies.

Amtek Auto is close to selling its profitable German unit, Tekfor, for about \$700 million (Rs 4,690 crores) to a foreign buyer in a bid to reduce its debt.

Mahindra Life & DB Realty: Leading index provider Asia Index announced host of changes in BSE indices as part of reconstitution exercise. Under the changes Mahindra Life space Developers and DB Realty will exit from realty index.

GMR Infrastructure: GMR Group will take up more contracts that need lower investments and freeze capital expenditure for select verticals as the Bengaluru-based infrastructure conglomerate tries to pare its debt and strengthen its balance sheet.

## Fundamental Calls

<u>Scripts</u>	<u>Initiation Date</u>	<u>Initiation price (Rs.)</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>
Uflex	04-May-15	119.00	216.65	240.00
IG Petrochemicals	21-July-15	114.00	138.10	180.00
Tinplate Company of India	29-July-15	66.00	85.45	90.00
Rural Electrification Corp.	17-Aug-15	259.25	160.70	337.00
Sutlej Textiles	04-Nov-15	451.20	571.60	645.00
Transpek Industry	07-Dec-15	375.50	364.00	488.00
<b>Kalyani Steel</b>	<b>18-Dec-15</b>	<b>173.30</b>	<b>191.75</b>	<b>225.30</b>
<b>KNR Constructions</b>	<b>24-Dec-15</b>	<b>582.50</b>	<b>553.15</b>	<b>728.00</b>
J B Chemicals & Pharma	04-Jan-15	279.15	241.00	362.90
The Great Eastern Shipping Co.	09-Jan-16	368.70	308.95	479.30
Lloyd Electric and Engineering	15-Jan-16	243.30	238.50	340.00
Lumax Auto Technologies	27-Jan-16	333.00	325.80	460.00
Alembic Pharma	29-Jan-16	617.75	558.15	800.00
State Bank of Bikaner & Jaipur	13-Feb-16	460.00	501.40	598.00
<b>Pricol</b>	<b>20-Feb-16</b>	<b>50.00</b>	<b>77.90</b>	<b>75.00</b>
Balmer Lawrie & Company Ltd.	12-Mar-16	540.00	587.00	756.00
The Ramco Cements Ltd.	19-Mar-16	396.00	531.60	516.00

Oriental Carbon & Chemicals Ltd.	26-Mar-16	486.00	491.40	630.00
<b>PTC India Ltd.</b>	<b>08-Apr-16</b>	<b>62.05</b>	<b>71.50</b>	<b>80.00</b>
<b>Sintex Inds.</b>	<b>15-Apr-16</b>	<b>83.00</b>	<b>75.90</b>	<b>116.00</b>
<b>Richa Inds.</b>	<b>23-Apr-16</b>	<b>35.80</b>	<b>30.05</b>	<b>50.00</b>
<b>KCP Ltd.</b>	<b>29-Apr-16</b>	<b>84.00</b>	<b>92.00</b>	<b>118.00</b>
<b>Indraprastha Gas Ltd.</b>	<b>07-May-16</b>	<b>572.80</b>	<b>581.30</b>	<b>744.00</b>
<b>Exide Inds.</b>	<b>21-May-16</b>	<b>146.45</b>	<b>157.55</b>	<b>190.00</b>
<b>VTM Ltd.</b>	<b>20-May16</b>	<b>30.60</b>	<b>27.10</b>	<b>46.00</b>
<b>DCM Shriram Ltd</b>	<b>28-May-16</b>	<b>187.00</b>	<b>209.90</b>	<b>252.00</b>
<b>Gulshan Polyols</b>	<b>04-June-16</b>	<b>336.00</b>	<b>330.10</b>	<b>471.00</b>
<b>Finolex Industries</b>	<b>13-June-16</b>	<b>410.75</b>	<b>410.75</b>	<b>534.00</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>			
<b>RELIANCE INDUSTRIES</b>	981.10	1010	968
<b>INFOSYS LTD</b>	1181	1215	1170
<b><u>SELL</u></b>			
<b>CAIRN INDIA LTD</b>	139.30	132	143

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