

Morning Mantra 16th June, 2016

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

Traders will be concerned with report that India's merchandise exports contracted again, albeit at their slowest pace in 18 months in May as non-petroleum exports finally turned positive, led by exports of engineering goods and gems and jewellery. Exports contracted at 0.79% in May while imports slipped 13.16%, leaving a trade deficit of \$6.27 billion.

Markets however can see some upmove in the latter part of the trade as the crude in global markets continues to move lower.

The power sector will be buzzing with a two day renewable energy conference, which will be discussing implementation of various ongoing schemes of the government and issues pertaining to power, coal and renewable energy sectors.

The PSU stocks too will be in action, as part of its disinvestment plan as well as to meet market regulator (Sebi) guidelines on public holdings, the government has approved a 10% disinvestment in Housing and Urban Development Corporation (Hudco) through an initial public offer.

Nifty Levels

Close	8206			
Support	8190	8166	8138	8115
Resistance	8245	8280	8315	8366

Global Indices –15th June, 2016

Dow	-34.65(-0.20%)
Nasdaq	-8.62(-0.18%)
S&P500	-3.82(-0.18%)
SGX Nifty (Today)	-31.50(-0.39%)

Institutional Activities –15th June, 2016

FII Cash	-108.23crs
DII Cash	+234.10crs
FII F&O	-9.82crs

US. Markets

The US markets made a negative close in last session, though the indices remained in green for most part of the day but came under pressure going into the close, as the Federal Reserve seemed to offer a dovish assessment of the outlook for interest rates, while leaving rates unchanged.

Other Information

The Asian markets have made mostly a lower start and the Japanese market was still in red, despite the Bank of Japan's decision to keep the rates unchanged at -0.1%, as the yen strengthened against other major currencies.

NY Crude Oil \$47.60/barrel Rs./\$ - 67.13

F&O Ban

CANBK and RCOM

Corporate/Media News

Aurobindo Pharma is planning to step up the momentum this year by increasing the number of launches in the US market as it aims to reach \$3 billion in revenues in next two years.

Bharti Airtel: Bank of America Merrill Lynch has upgraded No. 1 telco Bharti Airtel to a Buy, given its strong spectrum holdings, continued gain in share of the voice market and a gradually stabilizing Africa though risk of doing business in Nigeria could rise.

IOC, BPCL, HPCL: State run oil & gas companies will be in focus after petrol price was hiked by 5 paise a litre and diesel by Rs 1.26 a litre on Wednesday, the fourth increase in rates in six weeks.

Crompton Greaves is selling its global automation business, ZIV, at a valuation of \$112 million (Rs 754 crores) by September, to focus on its India businesses.

NTPC announced incorporation of a joint venture with Coal India, Hindustan Urvarak and Rasayn Ltd to revive Gorakhpur and Sindri plants of Fertilizer Corporation of India.

Monsanto: In fresh woes for Monsanto, the Competition Commission of India (CCI) has ordered a detailed probe into three more complaints against the US-based genetically-modified seed major by clubbing them with the ongoing investigation.

Wipro announced the launch of its analytics solution, Data Discovery Platform. The solution provides pertinent business insights across the value chain of an industry through pre-defined "apps".

Aegis Logistics: Foreign fund house Credit Suisse on Wednesday sold Aegis Logistics shares worth Rs 40 crores. According to bulk deal data, it sold 16.75 lakh shares each on the BSE and the NSE at an average price of Rs 119.

Sequent Scientific Ltd: The Maharashtra Food and Drug Administration has ordered suspension of the manufacturing licence of the Mahad unit of Sequent Scientific, a maker of drug raw materials and veterinary products.

BHEL: Coal scam adversely affected the business of BHEL during the three fiscals to 2014-15 even as the company doubled its production capacity, Heavy Industries Minister Anant Geete said on Wednesday.

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	230.95	240.00
IG Petrochemicals	21-July-15	114.00	142.60	180.00
Tinplate Company of India	29-July-15	66.00	86.15	90.00
Rural Electrification Corp.	17-Aug-15	259.25	164.65	337.00
Sutlej Textiles	04-Nov-15	451.20	573.45	645.00
Transpek Industry	07-Dec-15	375.50	370.00	488.00
Kalyani Steel	18-Dec-15	173.30	199.90	225.30
KNR Constructions	24-Dec-15	582.50	562.15	728.00
J B Chemicals & Pharma	04-Jan-15	279.15	242.40	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	243.55	340.00
Lumax Auto Technologies	27-Jan-16	333.00	327.95	460.00
Alembic Pharma	29-Jan-16	617.75	551.45	800.00
State Bank of Bikaner & Jaipur	13-Feb-16	460.00	599.60	598.00
Pricol	20-Feb-16	50.00	76.85	75.00
Balmer Lawrie & Company Ltd.	12-Mar-16	540.00	586.70	756.00
The Ramco Cements Ltd.	19-Mar-16	396.00	541.90	516.00
Oriental Carbon & Chemicals Ltd.	26-Mar-16	486.00	502.05	630.00
PTC India Ltd.	08-Apr-16	62.05	74.50	80.00

Sintex Inds.	15-Apr-16	83.00	80.45	116.00
Richa Inds.	23-Apr-16	35.80	30.60	50.00
KCP Ltd.	29-Apr-16	84.00	93.05	118.00
Indraprastha Gas Ltd.	07-May-16	572.80	615.30	744.00
Exide Inds.	21-May-16	146.45	159.75	190.00
VTM Ltd.	20-May16	30.60	27.00	46.00
DCM Shriram Ltd	28-May-16	187.00	205.30	252.00
Gulshan Polyols	04-June-16	336.00	330.05	471.00
Finolex Industries	13-June-16	410.75	410.80	534.00

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>BUY</u>			
TATA COMM	AROUND 445	460	437
CESC	575	600	563
<u>SELL</u>			
TATAGLOBAL	127	121	130

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