

Morning Mantra 22nd June, 2016
The Indian markets are likely to be a bit cautious on mixed global cues and concern of the Britain's exit from the European Union.

The industry body ASSOCHAM has said that government must put in place a contingency plan to fight off the volatility arising out of the referendum on 'Brexit' slated for Thursday as it is bound to unnerve the global financial markets.

Traders may get some support with an UNCTAD report stating that India's foreign direct investment is likely to cross \$ 60 billion this year on favourable policy environment even as the FDI flows globally are set to witness a decline. It has said that the large increase of announced greenfield investments in manufacturing industries may provide further impetus to FDI this year.

There will be some buzz in the coal and mining stocks, as the coal secretary Anil Swarup has said that right now markets do not justify auction of coal blocks. He added that last round of auction has not seen many takers and there are least chances of auction of coal blocks in the near future.

| Global Indices -21 st June, 2016 | | Institutional Activities -21 st June, 2016 | |
|---------------------------------------------|----------------------|-------------------------------------------------------|-------------|
| Dow | +24.86(+0.14%) | FII Cash | +484.66crs |
| Nasdaq | +6.55(+0.14%) | DII Cash | -335.53crs |
| S&P500 | +5.65(+0.27%) | FII F&O | -1192.52crs |
| SGX Nifty (Today) | +1.50(+0.02%) | | |

US. Markets

The US markets continued their upmove and ended with modest gains in the last session after Federal Reserve Chair Janet Yellen in her testimony before the Senate Banking Committee said that a cautious approach on interest rates remains appropriate amid considerable uncertainty about the economic outlook.

Other Information

The Asian markets have however made mostly a lower start ahead of the UK's vote on membership of the European Union tomorrow; the Japanese market was leading the losers pack after the yen strengthened against other major currencies.

NY Crude Oil \$50.03/barrel Rs./\$ -67.65

F&O Ban

CEATLTD, IBREALEST and JPASSOCIAT

Corporate/Media News
DCM Shriram will complete the expansion of Chlor Alkali and power plants at Bharuch and Kota by September-October with an estimated investment of Rs 607 crores.

Bajaj Finance, non-banking arm of Bajaj Finserv, tied up with Future Group, to provide easy EMI to customers on groceries to household essentials of up to Rs 3 lakhs.

Majesco USA, an insurance arm and subsidiary of Majesco, announced a partnership with eGain, a global provider of cloud customer engagement solutions.

Tata Motors: Jaguar Land Rover, Britain's biggest carmaker, estimates its annual profit could be cut by 1 billion pounds (\$1.47 billion) by the end of the decade if Britain leaves the European Union, according to two sources familiar with the company's thinking.

Maruti Suzuki is ramping up production of premium hatchback Baleno to meet the current demand and reduce waiting period.

Asian Paints has revised plans for its manufacturing plant in Andhra Pradesh, which will now have higher capacity and a marginal increase in investment.

Bayer CropScience: Embattled businessman Vijay Mallya is quitting as the chairman of Bayer CropScience after over 12 years of holding the position in the company.

SKS Microfinance has completed its first securitization transaction in FY 17 of Rs. 213.57 Crore.

Sharon Bio-Medicine discussed the current financial position of the Company and decided to introduce more profitable products to increase capacity utilization and get the business to move in the regulated markets specifically the United States of America.

IDBI Bank has sought approval from shareholders to raise Rs.8,000 crores through an equity offer in one or more tranches, the lender said in an exchange filing on Tuesday.

Balrampur Chini: Rating agency ICRA, after due condensations, has reaffirmed the long term rating for the Balrampur Chini BSE -0.13 %'s Rs. 2,828.63 core Line of Credit (LOC) at ICRA A+. The rating has also reaffirmed the short-term rating for the LOC at A1+, said the company in an NSE filing.

Max Ventures, one of the three new holding companies formed after demerger of the erstwhile Max India, will list and start trading on the NSE as well as the BSE tomorrow.

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 | 241.05 | 240.00 |
| IG Petrochemicals | 21-July-15 | 114.00 | 145.00 | 180.00 |
| Tinplate Company of India | 29-July-15 | 66.00 | 82.65 | 90.00 |
| Rural Electrification Corp. | 17-Aug-15 | 259.25 | 170.30 | 337.00 |
| Sutlej Textiles | 04-Nov-15 | 451.20 | 638.75 | 645.00 |
| Transpek Industry | 07-Dec-15 | 375.50 | 386.00 | 488.00 |
| Kalyani Steel | 18-Dec-15 | 173.30 | 191.75 | 225.30 |
| KNR Constructions | 24-Dec-15 | 582.50 | 561.95 | 728.00 |
| J B Chemicals & Pharma | 04-Jan-15 | 279.15 | 239.50 | 362.90 |
| The Great Eastern Shipping Co. | 09-Jan-16 | 368.70 | 312.95 | 479.30 |
| Lloyd Electric and Engineering | 15-Jan-16 | 243.30 | 235.15 | 340.00 |
| Lumax Auto Technologies | 27-Jan-16 | 333.00 | 331.70 | 460.00 |
| Alembic Pharma | 29-Jan-16 | 617.75 | 604.00 | 800.00 |
| State Bank of Bikaner & Jaipur | 13-Feb-16 | 460.00 | 650.15 | 598.00 |
| Pricol | 20-Feb-16 | 50.00 | 85.50 | 75.00 |
| Balmer Lawrie & Company Ltd. | 12-Mar-16 | 540.00 | 604.00 | 756.00 |
| The Ramco Cements Ltd. | 19-Mar-16 | 396.00 | 554.70 | 516.00 |
| Oriental Carbon & Chemicals Ltd. | 26-Mar-16 | 486.00 | 505.45 | 630.00 |
| PTC India Ltd. | 08-Apr-16 | 62.05 | 76.55 | 80.00 |
| Sintex Inds. | 15-Apr-16 | 83.00 | 77.50 | 116.00 |
| Richa Inds. | 23-Apr-16 | 35.80 | 29.45 | 50.00 |
| KCP Ltd. | 29-Apr-16 | 84.00 | 90.50 | 118.00 |
| Indraprastha Gas Ltd. | 07-May-16 | 572.80 | 615.00 | 744.00 |

| | | | | |
|---------------------------|-------------------|---------------|---------------|---------------|
| Exide Inds. | 21-May-16 | 146.45 | 162.45 | 190.00 |
| VTM Ltd. | 20-May16 | 30.60 | 29.95 | 46.00 |
| DCM Shriram Ltd | 28-May-16 | 187.00 | 199.10 | 252.00 |
| Gulshan Polyols | 04-June-16 | 336.00 | 348.20 | 471.00 |
| Finolex Industries | 13-June-16 | 410.75 | 413.40 | 534.00 |
| DTIL | 21-June-16 | 301.00 | 301.00 | 424.00 |

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