

Morning Mantra 27th June, 2016
Markets to get a soft start of the F&O expiry week tailing sluggish cues.

The Brexit impact will continue to play its role, though Finance Minister has said that the impact of the Brexit vote on India would not be significant, as the underlying fundamentals of the economy were robust. However, the Indian companies with significant operations in the UK would have to tailor their businesses accordingly to deal with the fallout.

Markets may see some recovery in latter part of the trade and will be supported by some reports that India may soon roll out a long-term multiple-entry comprehensive visa by merging tourist, business, medical and conference visas into one to attract more visitors and boost trade.

The Finance Minister has said that India needs over \$ 1.5 trillion in investment in the next 10 years to bridge infrastructure gap as the government intends to connect seven hundred thousand villages with roads by 2019 as part of a massive modernization plan.

The pharmaceuticals, defence and single-brand retail related stocks will keep buzzing, as the government has notified changes in the Foreign Direct Investment (FDI) policy in these sectors.

Global Indices –24th June, 2016

Dow	-610.32(-3.39%)
Nasdaq	-202.06(-4.12%)
S&P500	-75.91(-3.59%)
SGX Nifty (Today)	-29.50(-0.37%)

Institutional Activities –24th June, 2016

FII Cash	-629.14crs
DII Cash	+114.94crs
FII F&O	+566.67crs

US. Markets

The US markets plunged in last session, with all the major indices witnessing steep losses for the day, reacting to the surprise vote in favor of Britain leaving the European Union on Thursday.

Other Information

The Asian markets have mostly made a weak start, extending their sell-off, though some indices have recovered and were in green too, led by the Japanese market which is up by over a percent on yen weakness.

NY Crude Oil \$47.84/barrel

Rs./\$ -68.08

F&O Ban

HDIL, INDIACEM, JETAIRWAYS, JPASSOCIAT and RCOM

Corporate/Media News

Vedanta: Sesa Iron Ore, a subsidiary of Vedanta Resources Inc, expects to make all its mines operational in Goa post monsoon.

Dr Lal PathLabs is looking at around 18 per cent revenue growth this fiscal year as it undertakes initiatives to expand number of tests offered and its network across India.

Bajaj Finserv is likely to buy out its German partner Allianz SE's stakes in two insurance units-Bajaj Allianz Life Insurance Co. Ltd and Bajaj Allianz General Insurance -in a deal estimated at as much as

Rs.10,000 crores.

Asian Paints: Asian Paints Ltd is investing around Rs 4,000 crores on setting up two manufacturing plants in Karnataka and Andhra Pradesh, although it has cautioned that demand conditions in the current fiscal "still remain uncertain" on account of the global economic situation.

Bharti Airtel and Malaysian firm Axiata have deferred the agreement for merger of their Bangladesh operations till September 26, 2016.

Reliance Power is looking to secure a total of Rs 714 crores as bank guarantees and compensation from 18 procurers of the electricity project.

IIFL holdings: IIFL AMC Ltd is raising a Rs.750 crores debt fund, which will be India's first Category III AIF (alternative investment fund) real estate fund, said a media report.

Suzlon: Wind turbine maker Suzlon Group announced the completion and commissioning of its 4.20 MW maiden wind project for Ahmedabad Municipal Corporation, said a media report.

Tata Teleservices will raise up to Rs 3,000 crores from its promoter Tata Teleservices through allotment of preferential equities.

Coal India: The board of directors of Coal India is not too happy with the share price valuation norm adopted by its subsidiary Central Coalfields Limited and has asked for clarifications about the evaluation method used.

Adani Enterprises said that it has raised Rs 150 crores through issuance of non-convertible debentures on 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>
Uflex	04-May-15	119.00	223.85	240.00
IG Petrochemicals	21-July-15	114.00	145.90	180.00
Tinplate Company of India	29-July-15	66.00	77.60	90.00
Rural Electrification Corp.	17-Aug-15	259.25	162.45	337.00
Sutlej Textiles	04-Nov-15	451.20	610.20	645.00
Transpek Industry	07-Dec-15	375.50	375.00	488.00
Kalyani Steel	18-Dec-15	173.30	179.25	225.30
KNR Constructions	24-Dec-15	582.50	550.00	728.00
J B Chemicals & Pharma	04-Jan-15	279.15	237.90	362.90
The Great Eastern Shipping Co.	09-Jan-16	368.70	303.35	479.30
Lloyd Electric and Engineering	15-Jan-16	243.30	220.75	340.00
Lumax Auto Technologies	27-Jan-16	333.00	323.65	460.00
Alembic Pharma	29-Jan-16	617.75	541.00	800.00
State Bank of Bikaner & Jaipur	13-Feb-16	460.00	634.85	598.00
Pricol	20-Feb-16	50.00	79.70	75.00
Balmer Lawrie & Company Ltd.	12-Mar-16	540.00	593.40	756.00
The Ramco Cements Ltd.	19-Mar-16	396.00	542.90	516.00
Oriental Carbon & Chemicals Ltd.	26-Mar-16	486.00	522.65	630.00
PTC India Ltd.	08-Apr-16	62.05	72.15	80.00
Sintex Inds.	15-Apr-16	83.00	75.35	116.00
Richa Inds.	23-Apr-16	35.80	27.80	50.00
KCP Ltd.	29-Apr-16	84.00	85.45	118.00
Indraprastha Gas Ltd.	07-May-16	572.80	605.85	744.00
Exide Inds.	21-May-16	146.45	165.90	190.00

VTM Ltd.	20-May16	30.60	28.70	46.00
DCM Shriram Ltd	28-May-16	187.00	192.35	252.00
Gulshan Polyols	04-June-16	336.00	331.50	471.00
Finolex Industries	13-June-16	410.75	409.00	534.00
DTIL	21-June-16	301.00	297.00	424.00
Salzer Electronics	25-June-16	206.00	206.00	290.00

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