

Morning Mantra 16th August, 2016

The Indian markets are likely to be in green, traders will first be reacting to the mixed economic data announced after the market hours on Friday.

The IIP data improved to 2.1% in June as compared to 1.2% in May and the consumer price index (CPI) rose for fourth straight month to 6.07% in July as compared to 5.76% in June 2016.

There will be some cautiousness too, as the after rising for the first time in 18 months in June, exports shrank again in July, contracting 6.8% due to decline in shipments of engineering goods and petroleum products.

There will be some buzz in the oil marketing companies, as the price of petrol has been cut by Re 1 a litre and diesel by Rs 2 per litre, the fourth reduction in rates since July.

Power stocks too will be in action, as a report under government's ambitious Sagarmala project has said that Coastal movement of coal could cut power costs by 50 paise per unit for power plants besides saving Rs 17,000 crores annually.

Nifty Levels

Close	8672			
Support	8645	8602	8575	8510
Resistance	8688	8722	8762	8790

Global Indices –15th August, 2016

Dow	+59.58(+0.32%)
Nasdaq	+29.13(+0.56%)
S&P500	+6.10(+0.28%)
SGX Nifty (Today)	+98.50(+1.13%)

Institutional Activities –12th August, 2016

FII Cash	+1203.71crs
DII Cash	-392.47crs
FII F&O	+1416.38crs

US. Markets

The US markets surged in last session with all the major averages reaching new record closing highs. Traders turned bullish amid indications that the US economy is outperforming after the National Association of Home Builders released a report showing an improvement in homebuilder confidence in the month of August.

Other Information

The Asian markets have made mixed start, though many of them are in green on record-high close for US equities and oil's return to more than \$45 a barrel.

NY Crude Oil \$45.46/barrel Rs./\$ -66.84

F&O Ban

DISHTV, IBREALEST, INDIACEM, JETAIRWAYS, JINDALSTEL, JISLJALEQS and RCOM

Corporate/Media News

In a big blow to **Infosys**, the Royal Bank of Scotland (RBS) has cancelled a major contract that will impact as many as 3,000 of Infosys' employees and impact revenues for the year by about \$40 million.

NMDC is aiming to produce and sell 35 MT of iron ore in 2016-17, while it plans to increase the overall mining capacity to 50 MTPA by 2018.

Lupin expects to launch nearly 25 products in the US market in 2016-17 that the company expects to be the key driver for its revenue growth, going forward.

Lanco Infratech has entered into an agreement for sale of solar power undertaking of the company through a slump sale to Lanco Property Management Company, a wholly-owned subsidiary of the company.

Inox Leisure, the second largest cinema exhibitor in India after PVR, has entered into agreements with real estate developers and upcoming shopping malls to expand its presence.

Raymond has launched a unique Trouser Exchange Programme 'Look Good, Do Good' in association with Goonj, a social enterprise.

Mahindra Agri Solutions (MASL), a 100 percent agricultural commodities-focused subsidiary of automobile major **Mahindra & Mahindra (M&M)**, aims to treble its revenue in the next three years.

Dabur India is moving fast to open an online platform where it might sell products of other companies, along with its own.

Mangalore Refinery and Petrochemicals (MRPL) plans to shut its gasoil hydro-desulphuriser and a hydrocracker next month for maintenance.

Fiem Industries has received a new Letter of Intent (LoI) cum Letter of Award (LoA) for design, manufacture and supply of self ballasted 9W LED Bulbs with 3 years warranty from Energy Efficiency Services (EESL) with the quantity of 10,00,000 LED Bulbs and the order value is Rs 5.49 crores.

Tata Steel reiterated it has "widened its conversation" to a more strategic play in the European market and is talking to several players, including the German giant Thyssenkrup, but refused to share more details on future plans.

Sun Pharma posted 3.6% times growth in consolidated net profit in Q1FY17 on a year-on-year basis on the back of 25% growth in its US business.

Fundamental Calls

<u>Scripts</u>	<u>Initiation Date</u>	<u>Initiation price (Rs.)</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>
IG Petrochemicals	21-July-15	114.00		180.00
Rural Electrification Corp.	17-Aug-15	259.25	226.50	337.00
Transpek Industry	07-Dec-15	375.50	436.35	488.00
Kalyani Steel	18-Dec-15	173.30	274.90	300.00
KNR Constructions	24-Dec-15	582.50	624.90	728.00
J B Chemicals & Pharma	04-Jan-15	279.15	280.45	362.90
The Great Eastern Shipping Co.	09-Jan-16	368.70	340.70	479.30
Lloyd Electric and Engineering	15-Jan-16	243.30	235.20	340.00
Lumax Auto Technologies	27-Jan-16	333.00	407.25	460.00
Alembic Pharma	29-Jan-16	617.75	647.90	800.00
State Bank of Bikaner & Jaipur	13-Feb-16	460.00	650.35	700.00
Balmer Lawrie & Company Ltd.	12-Mar-16	540.00	649.55	756.00
Sintex Inds.	15-Apr-16	83.00	71.50	116.00
Richa Inds.	23-Apr-16	35.80	27.60	50.00
KCP Ltd.	29-Apr-16	84.00	90.95	118.00
Indraprastha Gas Ltd.	07-May-16	572.80	674.90	744.00
VTM Ltd.	20-May-16	30.60	28.70	46.00
DCM Shriram Ltd	28-May-16	187.00	222.25	252.00

Gulshan Polyols	04-June-16	336.00	353.80	471.00
Finolex Industries	13-June-16	410.75	455.40	534.00
DTIL	21-June-16	301.00	283.00	424.00
Salzer Electronics	25-June-16	206.00	241.45	290.00
GHCL	02-July-16	192.00	235.10	270.00
Karur Vysya Bank	09-July-16	530.10	483.50	690.00
Tamil Nadu Newsprint and Papers	06-Aug-16	295.30	289.65	413.50
Samkrp Pistons & Rings Ltd.	13-Aug-16	169.10	169.10	219.10

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>BUY</u>			
SHIRPUR	116.5	155	106
<u>SELL</u>			
OFSS	3715	3634	3750
ITC	255	246	260

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