

Morning Mantra 18th August, 2016

The Indian markets are likely to be cautious but in green as traders will be getting some support with signs that US Fed is embracing a lower-for-longer interest rate regime.

Traders will also be getting some encouragement with Jharkhand becoming the third state to ratify the Goods and Services Tax Amendment Bill in a special session of the Legislative Assembly. The government has set a deadline of April 2017 for its rollout.

Also, a new UN report which calls for more transparent policies if the country aspires to become a global driver of innovation, has ranked India 66th in a list of most innovative economies, a jump of 15 places from last year.

There will be some cautiousness too with India Ratings and Research stating that Industrial output will not return to a sustained and high growth path as long as there is excess capacity in the manufacturing sector and private investment fails to pick up.

Steel stocks will be in action, with a Moody's report that steel demand in India will outpace the regional average while the profitability of domestic steel companies will outperform regional peers on account of an increase in domestic demand.

Nifty Levels

Close	8624			
Support	8610	8602	8575	8510
Resistance	8688	8722	8762	8790

Global Indices –17th August, 2016
Institutional Activities –17th August, 2016

Dow	+21.92(+0.12%)	FII Cash	+0.05crs
Nasdaq	+1.55(+0.03%)	DII Cash	-89.37crs
S&P500	+4.07(+0.19%)	FII F&O	+208.37crs
SGX Nifty (Today)	+30.00(+0.35%)		

US. Markets

The US markets recovering from early decline, ended slightly higher in last session, following the release of the minutes of the Federal Reserve's latest meeting, which suggested that officials were divided about the outlook for monetary policy.

Other Information

The Asian markets have once again made a mixed start, with some indices trading marginally in red, while others are trading in green as minutes of the Federal Reserve's last meeting damped prospects for a US interest-rate increase this year.

NY Crude Oil \$46.73/barrel Rs./\$ -66.96

F&O Ban

BANKINDIA, CEATLTD, DISHTV, IBREALEST, INDIACEM, JETAIRWAYS, JINDALSTEL, JUSTDIAL, ORIENTBANK, RCOM and WOCKPHARMA

Corporate/Media News

Dalmia Bharat posted 76% rise in consolidated net profit at Rs 92 crores for the quarter ended on June 30, 2016 compared to the same period of last year.

Uflex reported an increase of 11.6% in consolidated net profit to Rs 86.16 crores for the first quarter ended June 30.

Lupin, Sun Pharma, Cipla: Domestic pharma majors Lupin, Sun Pharma and Cipla have dominated the list of top reputed pharmaceuticals brand survey released. As many as 58 pharma brands feature in the list which includes 41 domestic and 17 international pharmaceutical brands.

Indiabulls Housing proposes to raise over Rs 1,600 crores from non-convertible debentures (NCDs) to fund business expansion.

Nestle India launched new variants in its Maggi Noodles portfolio and re-launched cup noodles, a company statement said here on Wednesday.

Bharti Airtel: Singapore Telecommunications Ltd., the city-state's biggest phone company, plans to spend about \$2 billion to invest in Thailand's Intouch Holdings Pcl and raise its stake in India's Bharti Telecom Ltd., said a media report quoting sources.

NTPC is tweaking its expansion plan to become the biggest renewable energy company in the next 10 years.

Voltas is chalking out a strategy to double profits over the next four years, according to a senior executive of the company.

Hero MotCorp said as part of the business realignment process within the Group, Sunil Munjal will cease to be classified as promoter in the firm.

DHFL: Dewan Housing Finance Corporation on Wednesday said it will raise up to Rs 10,000 crore through issuance of secured non-convertible debentures (NCDs) in one or more tranches.

Unitech: The Supreme Court has asked Gurgaon-based real estate firm Unitech to deposit Rs 15 crore with the court registry representing the principal amount paid to the builder by 38 home buyers in its much-delayed housing projects Unitech Vistas in Gurgaon and another project in Noida.

Insecticides India: Agro-chemicals firm Insecticides India has said it has tied up with Japan's Nihon Nohyaku Co to launch new products for paddy, pulses and vegetable crops, said a media report.

Hathway Cable & Datacom: The company's board has given its nod to divest up to 90 lakh shares of the subsidiary through an OFS.

Power Grid: Power Grid Corporation of India is looking to participate in intra-state projects, a deviation from its traditional role as the central power transmission utility that has been prompted by the reforms in state-run power distribution companies.

HPCL & GAIL: Some foreign players have expressed interest in partnering with Hindustan Petroleum (HPCL) and GAIL to build a petrochemicals complex in Andhra Pradesh, the head of HPCL has said.

Gammon India: Infrastructure player Gammon India today said it has won a Rs 870-crore contract from NHAI for widening of a highway in Karnataka under NHDP.

Reliance communication launched a new scheme for its 3G and 4G customers that it claims will make calling from mobile applications 95% cheaper.

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	232.90	337.00
Transpek Industry	07-Dec-15	375.50	425.00	488.00
Kalyani Steel	18-Dec-15	173.30	292.75	300.00
KNR Constructions	24-Dec-15	582.50	698.85	728.00
J B Chemicals & Pharma	04-Jan-15	279.15	277.00	362.90
The Great Eastern Shipping Co.	09-Jan-16	368.70	349.50	479.30

Lloyd Electric and Engineering	15-Jan-16	243.30	237.30	340.00
Lumax Auto Technologies	27-Jan-16	333.00	414.15	460.00
Alembic Pharma	29-Jan-16	617.75	646.55	800.00
State Bank of Bikaner & Jaipur	13-Feb-16	460.00	651.00	700.00
Balmer Lawrie & Company Ltd.	12-Mar-16	540.00	667.00	756.00
Sintex Inds.	15-Apr-16	83.00	72.95	116.00
Richa Inds.	23-Apr-16	35.80	26.85	50.00
KCP Ltd.	29-Apr-16	84.00	87.60	118.00
Indraprastha Gas Ltd.	07-May-16	572.80	682.80	744.00
VTM Ltd.	20-May-16	30.60	27.50	46.00
DCM Shriram Ltd	28-May-16	187.00	212.50	252.00
Gulshan Polyols	04-June-16	336.00	353.10	471.00
Finolex Industries	13-June-16	410.75	459.05	534.00
DTIL	21-June-16	301.00	275.00	424.00
Salzer Electronics	25-June-16	206.00	208.95	290.00
GHCL	02-July-16	192.00	258.65	270.00
Karur Vysya Bank	09-July-16	530.10	483.85	690.00
Tamil Nadu Newsprint	06-Aug-16	295.30	310.00	413.50
Samkrp Pistons & Rings Ltd.	13-Aug-16	169.10	173.25	219.10

Technical Calls			
Scripts	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>BUY</u>			
ATUL	1993	2070	1950
<u>SELL</u>			
RELIANCE CAP	456	430	465
TATA GOLBAL	137	130	142

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