

**Morning Mantra 22<sup>nd</sup> August, 2016**
**The Indian markets are likely to be cautious but in green on mixed regional cues.**

Traders will be getting some encouragement with the appointment of Urjit Patel, a known inflation warrior, as Raghuram Rajan's successor at the Reserve Bank of India.

Global rating agency Moody's too has said that clean-up of India's banks is good for India's credit rating and it expects the process to continue under governor-designate Urjit Patel.

Marketmen will also be getting some support with Francis Gurry, director-general at the World Intellectual Property Organization stating that India can break into the top-25 rank in the next 10 years.

The Union Labour Minister Bandaru Dattatreya has said that EPFO will raise proportion of its investments in exchange traded funds (ETFs) from the present 5% and a final decision on the quantum for current fiscal would be taken very soon.

Some boost can also come with report that foreign investors have deployed over Rs 7,700 crores in the Indian stock market so far this month, driven by global and domestic factors.

There will be some buzz in the aviation sector, on report that domestic air passenger traffic jumped by nearly 26% in July, registering double-digit growth for the 24th consecutive month.

**Nifty Levels**

Close	8666			
Support	8610	8602	8575	8510
Resistance	8688	8722	8762	8790

**Global Indices –19<sup>th</sup> August, 2016**
**Institutional Activities –19<sup>th</sup> August, 2016**

<b>Dow</b>	+23.76(+0.13%)	FII Cash	+409.94crs
Nasdaq	+11.49(+0.22%)	DII Cash	+106.19crs
S&P500	+4.80(+0.22%)	FII F&O	+477.01crs
<b>SGX Nifty (Today)</b>	-7.00(-0.08%)		

**US. Markets**

The US markets turned lower in last session despite positive economic data, as the traders remained concerned about the timing of interest rate hike by Federal Reserve.

**Other Information**

The Asian markets have made a mixed start, with some indices trading marginally in red, as hawkish comments from a Federal Reserve official boosted the likelihood of a US interest-rate increase this year.

NY Crude Oil \$47.94/barrel

Rs./\$ -67.14

**F&O Ban**

BANKINDIA, CEATLTD, IBREALEST, JINDALSTEL, JPASSOCIAT, JUSTDIAL, ORIENTBANK, RCOM, WOCKPHARMA

## Corporate/Media News

Sun TV reported 18.3% YoY growth in the net profit to Rs 233 crores for the quarter ended June 30 compared with Rs.197 crores reported in the year-ago period.

Claris Lifesciences reported a 14.3% increase in its consolidated net profit at Rs 22 crores for the first quarter ended June 2016.

Power Grid has approved three investment proposals worth Rs 733.32 crores for power transmission related projects.

NBCC (India) has executed a Memorandum of Understanding (MOU) amounting Rs 120.00 crores (approximate) with Archaeological Survey of India (ASI).

Ranbaxy Laboratories: Sun Pharma seems to have completed the last leg of its massive manpower restructuring post its \$3.2-billion acquisition of Ranbaxy Laboratories, with four senior executives exiting the company over the last two months.

Competition Commission has cleared HCL Technologies' equity swap deal to buy the business of Geometric. The deal excludes Geometric's 58% stake in 3DPLM Software Solutions - a JV with Dassault Systems.

Ujjivan Financial submitted an application to RBI for a small finance bank licence for its subsidiary.

Corporation Bank seeks members' nod to issue equity shares on preferential basis to the government of India to the tune of Rs 508 crores.

United Bank of India: The government will infuse Rs 608 crores in state run United Bank of India soon subscribing to the bank's shares at Rs 22.73 including Rs 12.73 premium per share.

NTPC is expected to report 6% YoY growth in the net profit to Rs 2,270 crores for the quarter ended June 30, compared with Rs 2,135 crores reported in the year-ago period.

Fortis Healthcare announced that its board has approved demerger of its diagnostic business into listed subsidiary Fortis Malar Hospital through a composite scheme of arrangement and amalgamation.

Oberoi Realty reported 33% YoY jump in the net profit to Rs 109 crores for the quarter ended June 30 compared with Rs.81.9 crores reported in the year-ago period.

Cosmo Films' wholly owned subsidiary - CF Global Holding Mauritius, has filed a petition for liquidation of its wholly owned entity namely Cosmo Films (Netherlands) Cooperatief U.A, said a media report.

Cairn India: Vedanta Ltd's chief executive said the diversified Indian miner received "constructive feedback" from minority shareholders in Cairn India Ltd to a sweetened buyout offer, and was hopeful it can clinch the long-delayed deal.

IOCL: A Centre's green panel has deferred its decision on granting environment clearance to state-run Indian Oil Corporation's Rs.593 crores Styrene and Ethylene project at Panipat in Haryana, for want of more information.

## 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	236.40	337.00
Transpek Industry	07-Dec-15	375.50	417.00	488.00
<b>Kalyani Steel</b>	<b>18-Dec-15</b>	<b>173.30</b>	<b>375.50</b>	<b>300.00</b>
<b>KNR Constructions</b>	<b>24-Dec-15</b>	<b>582.50</b>	<b>696.60</b>	<b>728.00</b>
J B Chemicals & Pharma	04-Jan-15	279.15	276.90	362.90
The Great Eastern Shipping Co.	09-Jan-16	368.70	345.80	479.30
Lloyd Electric and Engineering	15-Jan-16	243.30	236.80	340.00
Alembic Pharma	29-Jan-16	617.75	648.00	800.00
State Bank of Bikaner & Jaipur	13-Feb-16	460.00	683.20	700.00
Balmer Lawrie & Company Ltd.	12-Mar-16	540.00	693.50	756.00

<b>Sintex Inds.</b>	<b>15-Apr-16</b>	<b>83.00</b>	<b>72.95</b>	<b>116.00</b>
<b>Richa Inds.</b>	<b>23-Apr-16</b>	<b>35.80</b>	<b>28.75</b>	<b>50.00</b>
<b>KCP Ltd.</b>	<b>29-Apr-16</b>	<b>84.00</b>	<b>91.55</b>	<b>118.00</b>
<b>Indraprastha Gas Ltd.</b>	<b>07-May-16</b>	<b>572.80</b>	<b>699.15</b>	<b>744.00</b>
VTM Ltd.	20-May16	30.60	27.80	46.00
DCM Shriram Ltd	28-May-16	187.00	214.00	252.00
<b>Gulshan Polyols</b>	<b>04-June-16</b>	<b>336.00</b>	<b>355.45</b>	<b>471.00</b>
<b>Finolex Industries</b>	<b>13-June-16</b>	<b>410.75</b>	<b>460.00</b>	<b>534.00</b>
<b>DTIL</b>	<b>21-June-16</b>	<b>301.00</b>	<b>280.30</b>	<b>424.00</b>
Salzer Electronics	25-June-16	206.00	215.10	290.00
<b>GHCL</b>	<b>02-July-16</b>	<b>192.00</b>	<b>257.70</b>	<b>270.00</b>
<b>Karur Vysya Bank</b>	<b>09-July-16</b>	<b>530.10</b>	<b>504.75</b>	<b>690.00</b>
<b>Tamil Nadu Newsprint</b>	<b>06-Aug-16</b>	<b>295.30</b>	<b>318.00</b>	<b>413.50</b>
<b>Samkrp Pistons &amp; Rings Ltd.</b>	<b>13-Aug-16</b>	<b>169.10</b>	<b>182.00</b>	<b>219.10</b>
<b>Lumax Auto Technologies</b>	<b>27-Jan-16</b>	<b>333.00</b>	<b>419.25</b>	<b>587.00</b>

<b>Technical Calls</b>			
<b><u>Scripts</u></b>	<b><u>CMP (Rs.)</u></b>	<b><u>TGT(Rs.)</u></b>	<b><u>SL(Rs.)</u></b>
<b><u>BUY</u></b>			
<b>HINDALCO</b>	159	169	155
<b>FEDERAL BANK (ABOVE 67.8)</b>	66.5	74	64
<b><u>SELL</u></b>			
<b>RELIANCE CAP</b>	468	440	475

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