

Morning Mantra 9th September, 2016

The Indian markets are likely to be a bit cautious on sluggish global cues.

The market participants will be getting some support with the President Pranab Mukherjee giving his assent to the landmark Goods and Services Tax (GST) Bill. Now the Centre will have to pass the Central GST and Integrated GST Bills, while the states will need to approve their respective GST legislations. The government targets to implement the GST system from 1 April, 2017.

The US President Barack Obama has expressed confidence that the Goods and Services Tax, passed by the Indian parliament last month, will unleash significant economic activity.

Traders will be eyeing the Index of industrial production data for the month of July to be released after the market hours. Industrial output growth halved to 2.1% in June, as compared to 4.2% in June 2015.

The auto stocks will keep buzzing as the sales of passenger vehicles, including cars, grew 16.7% in August from the year-ago period and the Society of Indian Automobile Manufacturers (Siam) has revised its growth projections in the range of 11-13% in FY2017, as against an earlier forecast of 6-8%.

Nifty Levels

Close	8953			
Support	8901	8870	8845	8820
Resistance	8975	9010	9048	9090

Global Indices –08th September, 2016

Dow	-46.23(-0.25%)
Nasdaq	-24.45(-0.46%)
S&P500	-4.86(-0.22%)
SGX Nifty (Today)	-25.50(-0.28%)

Institutional Activities –08th September, 2016

FII Cash	+111.41crs
DII Cash	-587.43crs
FII F&O	-1058.15crs

US. Markets

The US markets despite coming off the day's low ended modestly lower in the last session, following the European Central Bank's announcement of its decision to leave interest rates unchanged, though selling pressure remained relatively subdued, limiting the downside for the broader markets.

Other Information

The Asian markets have made mostly a lower start as investors weighed prospects for further monetary easing in Europe and Japan. Comments from ECB chief Mario Draghi diminishing the prospect of an increase in asset purchases weighed on shares.

NY Crude Oil \$46.24/barrel Rs./\$ - 66.57

F&O Ban

CENTURYTEX, IBREALEST, JINDALSTEL, JISLJALEQS, KSCL and RCOM

Corporate/Media News

Eros International: Eros International Media reported 11.2% increase in its consolidated net profit to Rs 58.87 crores for the first quarter ended June 30.

Motherson Sumi has launched a qualified institutional placement (QIP) through which it plans to raise Rs 1,500-2,000 crore, said a media report. The QIP will be priced at Rs 317-320 per share.

Financial Technologies reported a net profit of Rs 12.36 crores for the quarter ended June. The company had posted a net loss of Rs 45.32 crores in the year-ago period.

Crompton Greaves Consumer Electrical: Reserve Bank has allowed foreign investors to buy up to 100 per cent in Crompton Greaves Consumer Electricals Ltd.

Apollo Tyres has inked a global sponsorship agreement with Manchester United Football Club for the next three years.

Zensar Technologies has secured a digital transformation project from South Africa's taxi fleet management company Avis Fleet.

Yes Bank: Yes Bank scrapped its \$1-billion share sale less than 24 hours after launch, as the share price collapsed due to poor investor appetite and the management, blamed 'extreme volatility' and poor advice on regulations by investment banks Goldman Sachs, Nomura and CLSA

Jindal Saw: To curb excess volatility, leading stock exchange BSE today tweaked the circuit limit for share movement of 10 companies, including Jindal Saw.

SAIL reported widening of its standalone net loss to Rs 534.92 crores for the quarter ended June 30, 2016.

Jindal Steel and Power's consolidated net loss doubled to Rs 1,082.15 crores for the June quarter on account of decline in demand as well as higher fuel and finance costs.

Essar Shipping reported a standalone loss of Rs 50.45 crores for the quarter ended June 30, 2016. The company's loss in the corresponding quarter of previous fiscal stood at Rs 45.94 crores.

Puravankara Projects Ltd's profits are lower by 66.8% at Rs.10.14 crores on a consolidated basis for the first quarter of fiscal (2016-17) compared with Rs.30.56 crores recorded in the same period last year.

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	170.25	180.00
Rural Electrification Corp.	17-Aug-15	259.25	244.20	337.00
Transpek Industry	07-Dec-15	375.50	427.00	488.00
Kalyani Steel	18-Dec-15	173.30	360.85	300.00(Target achieved)
KNR Constructions	24-Dec-15	582.50	714.00	728.00(Target achieved)
J B Chemicals & Pharma	04-Jan-15	279.15	347.90	362.90
The Great Eastern Shipping Co.	09-Jan-16	368.70	365.30	479.30
Lloyd Electric and Engineering	15-Jan-16	243.30	262.15	340.00
Alembic Pharma	29-Jan-16	617.75	625.60	800.00
State Bank of Bikaner & Jaipur	13-Feb-16	460.00	712.00	700.00(Target achieved)
Balmer Lawrie & Company Ltd.	12-Mar-16	540.00	721.95	756.00
Sintex Inds.	15-Apr-16	83.00	80.40	116.00
Richa Inds.	23-Apr-16	35.80	27.25	50.00
KCP Ltd.	29-Apr-16	84.00	97.60	118.00
Indraprastha Gas Ltd.	07-May-16	572.80	782.05	744.00(Target achieved)
VTM Ltd.	20-May16	30.60	29.95	46.00

DCM Shriram Ltd	28-May-16	187.00	231.05	252.00
Gulshan Polyols	04-June-16	336.00	358.40	471.00
Finolex Industries	13-June-16	410.75	472.90	534.00
DTIL	21-June-16	301.00	269.00	424.00
Salzer Electronics	25-June-16	206.00	207.60	290.00
GHCL	02-July-16	192.00	250.70	270.00
Karur Vysya Bank	09-July-16	530.10	478.95	690.00
Tamil Nadu Newsprint	06-Aug-16	295.30	337.65	413.50
Samkrp Pistons & Rings Ltd.	13-Aug-16	169.10	218.35	219.10(Target achieved)
Lumax Auto Technologies	27-Jan-16	333.00	428.00	587.00
AksharChem (India)	1-Sep-16	334.00	333.00	476.60

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>BUY</u>			
KWALITY	130	138	126
GM BREWERIES	598	630	570
<u>SELL</u>			
NHPC	26.70	25	27.5

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