

Morning Mantra 12th September, 2016

The Indian markets are likely to extend the trend with a gap-down start on feeble cues amid geopolitical concerns. Traders will be eyeing the IIP data to be released after the market hours.

Market-men will also be eyeing the buzz in political circle that finance ministry will shortly move a cabinet note on a multidimensional recast of the budget. The proposal involves merging the rail budget with the general budget and advancing its presentation in Parliament to January from February end.

There will be some support with Finance Ministry notifying the provisions of the Constitution Act, 2016 that will allow setting up of the crucial Goods and Services Tax (GST) Council, which will decide on all key issues relating to the indirect tax levy, including the rates, and will come into effect from September 12.

There will be some buzz in the PSU stocks, as the government has started its biggest disinvestment programme through asset sales by appointing merchant bankers to divest minority stakes held in listed and unlisted companies through the Specified Undertaking of the Unit Trust of India (SUUTI).

The telecom stocks too are likely to remain in action on reports that telecom regulator Trai has decided to reject the demand of incumbent mobile operators such as Bharti Airtel, Vodafone and Idea Cellular for an increase in the fee that they charge from Reliance Jio to terminate its calls on their networks.

Nifty Levels

Close	8867			
Support	8845	8820	8795	8778
Resistance	8901	8975	9010	9048

Global Indices –09th September, 2016

Dow	-394.46(-2.13%)
Nasdaq	-133.57(-2.54%)
S&P500	-53.49(-2.45%)
SGX Nifty (Today)	-149.00(-1.70%)

Institutional Activities –09th September, 2016

FII Cash	-315.24crs
DII Cash	-328.26crs
FII F&O	-1056.02crs

US. Markets

The US markets declined in last session, with S&P posting its worst day since June as investors nervousness increased following a nuclear test by North Korea and comments by Federal Reserve officials that lifted rate hike bets.

Other Information

The Asian markets have made a weak start with many of the indices trading lower by 1-2 percent in early deals, led by slump in commodities stock with questions being raised on benefits of loose monetary policy.

NY Crude Oil \$45.12/barrel

Rs./\$ - 66.87

F&O Ban

CENTURYTEX, IBREALEST, JINDALSTEL, JISLJALEQS, KSCL and RCOM

Corporate/Media News

GSPL has posted a net profit of Rs. 121.26 crores for the quarter ended June 30, 2016 compared with Rs. 112.78 crores for the quarter ended June 30, 2015.

Titagarh Wagons reported a net profit of Rs 3.74 crores for the quarter ended June 30 compared with Rs 1.73 crores reported in the year-ago period.

National Fertilisers reported a net loss of Rs 60 lakh for the quarter ended June compared with Rs 1.1 crores loss recorded in the year-ago period.

Tata Motors has reported a 16% rise in global sales at 86,288 units, including that of Jaguar Land Rover (JLR) vehicles, in August. The company had sold 74,639 units in August 2015.

ONGC has succeeded in controlling the uneven flow of gas from its well located in Tadikona of Allavaram mandal in East Godavari district of Andhra Pradesh on Saturday.

Tata Power and ICICI Venture, one of India's biggest domestic private equity fund, on Friday teamed up to take over stressed power assets in Asia's third largest economy.

ICICI Bank will make 10% investment in equity capital of Resurgent Power Ventures (RPV), a power platform created to facilitate investment in power projects in India by ICICI Group and Tata Group.

Caplin Point: Drug firm Caplin Point Laboratories said US health regulator would conduct a prior approval inspection of its Gummidoondi facility in Chennai in October.

Man Industries: The company reported 46.9 per cent YoY fall in the net profit to Rs 9.3 crore for the quarter ended June, compared with Rs 17.5 crore profit reported in the year-ago period.

Vedanta said on Friday that shareholders had approved its merger with group subsidiary Cairn India. Vedanta held a court convened shareholder meeting in Goa on Thursday on the proposed merger.

Jaiprakash Associates reported widening of its net loss to Rs 602.95 crores for the quarter ending June 2016. The company had posted a net loss of Rs 482.43 crores in the corresponding period of the previous fiscal.

JMT Auto: The company reported a net profit of Rs 1.1 crores for the quarter ended June compared with Rs 1.7 crores reported in the year-ago period.

Lanco Infratech consolidated net loss widened to Rs 448.88 crores during the quarter ended June 30, 2016. The company had posted consolidated net loss after taxes, non-controlling interest and share of loss associates of Rs 316.52 crores in the corresponding quarter of previous fiscal.

L&T: L&T Technology Services, a unit of construction giant Larsen & Toubro (L&T), will open for subscription on Monday, 12 September. The company has set a price band of its initial public offer at Rs 850-860 apiece.

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	241.70	337.00
Transpek Industry	07-Dec-15	375.50	424.00	488.00
Kalyani Steel	18-Dec-15	173.30	353.35	300.00(Target achieved)
KNR Constructions	24-Dec-15	582.50	704.00	728.00(Target achieved)
J B Chemicals & Pharma	04-Jan-15	279.15	350.20	362.90
The Great Eastern Shipping Co.	09-Jan-16	368.70	363.20	479.30
Lloyd Electric and Engineering	15-Jan-16	243.30	257.10	340.00
Alembic Pharma	29-Jan-16	617.75	634.15	800.00
State Bank of Bikaner & Jaipur	13-Feb-16	460.00	701.05	700.00(Target achieved)

Balmer Lawrie & Company Ltd.	12-Mar-16	540.00	729.45	756.00
Sintex Inds.	15-Apr-16	83.00	80.20	116.00
Richa Inds.	23-Apr-16	35.80	27.00	50.00
KCP Ltd.	29-Apr-16	84.00	95.45	118.00
Indraprastha Gas Ltd.	07-May-16	572.80	760.60	744.00(Target achieved)
VTM Ltd.	20-May16	30.60	30.00	46.00
DCM Shriram Ltd	28-May-16	187.00	226.40	252.00
Gulshan Polyols	04-June-16	336.00	358.00	471.00
Finolex Industries	13-June-16	410.75	471.35	534.00
DTIL	21-June-16	301.00		424.00
Salzer Electronics	25-June-16	206.00	212.55	290.00
GHCL	02-July-16	192.00	246.60	270.00
Karur Vysya Bank	09-July-16	530.10	469.00	690.00
Tamil Nadu Newsprint	06-Aug-16	295.30	334.45	413.50
Samkrp Pistons & Rings Ltd.	13-Aug-16	169.10	215.00	219.10(Target achieved)
Lumax Auto Technologies	27-Jan-16	333.00	433.20	587.00
AksharChem (India)	1-Sep-16	334.00	346.00	476.60
The Karnataka Bank	10-Sep-16	157.00	157.00	204.10

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>BUY</u>			
IDBI BANK	79.5	83	78
RELIANCE	1044	1066	1035
<u>SELL</u>			
BRITANNIA	3455	3390	3475

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