

Morning Mantra 26th September, 2016

The Indian markets to start of the F&O expiry week on cautious note tracking weak global cues.

Traders may get some support with Reserve Bank of India Governor, Urjit Patel downplaying the risk of inflation and harping on the focus on growth. Patel reportedly said that the GST regime would not harden inflation and the growth objective will remain part of the newly constituted MPC's mandate.

Traders will also be getting some support with Niti Aayog Vice-Chairman Arvind Panagariya's statement that a good monsoon, reforms and timely decision making at the Centre will definitely push India's growth beyond the 8% mark in subsequent quarters of this fiscal.

Also, the Goods and Services Tax (GST) Council on Friday reached a consensus on three crucial issues - the threshold for exemption, the draft compensation formula and the issue of dual control.

The Commerce Minister Nirmala Sitharaman has announced a raft of measures, including setting up of agencies for aquaculture and fisheries in all coastal states and export incentives for marine products, under the Merchandise Exports from India Scheme (MEIS).

The PSU oil marketing companies will be in action after the crude oil plunged in last session on reports that Saudi Arabia did not expect a decision in Algeria on production cut.

Nifty Levels

Close	8830			
Support	8821	8795	8755	8688
Resistance	8872	8902	8945	8992

Global Indices –23rd September, 2016

Dow	-131.01(-0.71%)	Institutional Activities –23rd September, 2016	
Nasdaq	-33.78(-0.63%)	FII Cash	-299.98crs
S&P500	-12.49(-0.57%)	DII Cash	+496.14crs
SGX Nifty (Today)	-28.50(-0.32%)	FII F&O	-783.04crs

US. Markets

The US markets snapped the jubilant trend in last session with investor sentiment getting hit by a renewed slide in crude-oil prices.

Other Information

The Asian markets have made a weak start tailing last session decline in US markets.

NY Crude Oil \$43.77/barrel

Rs./\$ - 66.65

F&O Ban

CENTURYTEX, DLF, HDIL, IBREALEST, IDBI, JINDALSTEL, RELCAPITAL and WOCKPHARMA

Corporate/Media News

Rain Cements has commenced operations of a waste heat recovery-based power plant to generate up to 7 MW of gross electrical energy from waste heat at the Kurnool plant in Andhra Pradesh.
Vardhman Textiles, meeting held on September 24, 2016, has approved the proposal to buy-back the fully paid-up equity shares of face value of Rs. 10 each of the Company.
Gayatri Projects announced that it has secured Rs 1,255 crore highway contract in a joint venture with Russian construction firm PTPS from NHAI.
BPCL Kochi Refinery is all set to become a world-class refiner with crude oil processing capacity of 15.5 MMTPA.
Dilip Buildcon has received Letter of Award from NHAI dated September 22, 2016, to the Company for the Project Chichra to Kharagpur in the State of West Bengal under EPC Mode.
ONGC has approved the signing of a preliminary agreement for buying a stake in Gujarat government firm GSPC's KG basin gas block.
IFCI: The Supreme Court has ordered the Union government to ensure proper inquiry into the financial irregularities in the Industrial Financial Corporation of India (IFCI), said a media report.
Coal India: State-run Coal India (CIL) has asked for alternative coal blocks from the Mozambique government since it did not find any commercially viable reserves in the block it was allotted a few years ago.
HCL Technologies & TCS: Trump website names TCS and HCL Technologies responsible for American jobs layoffs. Both companies have given money to the Clintons either via donations to the Clinton Foundation or paying Bill Clinton to deliver speeches, said the report.
Tata Steel is set for what are believed to be crunch talks with trade union representatives of its UK steelworks to settle the deadlock over a 15-billion-pound pension scheme for its workers, the main obstacle in its merger with German rival ThyssenKrupp.
Canara Bank will raise additional equity share capital not exceeding Rs 1,128 crores, including premium, by way of rights issue.
NHPC: The government has put off the proposed share sale of NHPC to its employees citing 'technical reason'. Earlier, the Centre had said it plans to sell 6.288 crore shares of Rs 10 each to eligible employees at a discounted price of Rs 20.66 a share.
ITC & L&T: Raising objection to the proposed sale of government stake in ITC and L&T held through SUUTI, an RSS body has sought the Prime Minister's intervention in stopping the sell-off, which it said would send wrong signals to investors.
ABG Shipyard: Lenders led by State Bank of India and ABG Shipyard have hired investment bank Rothschild to find a buyer for a majority stake in the company as they struggle to save Rs 16,000 crores worth of loans given to it.
GNA Axles: The rear axle shafts manufacturer will make its stock market debut on Monday. The issue price is fixed at Rs 207 per share. The 63 lakh equity shares public issue was oversubscribed 54.88 times.

Fundamental Calls				
<u>Scripts</u>	<u>Initiation Date</u>	<u>Initiation price</u>	<u>CMP</u>	<u>TGT(Rs.)</u>
		<u>(Rs.)</u>	<u>(Rs.)</u>	
IG Petrochemicals	21-July-15	114.00	197.25	180.00(Target Achieved)
Rural Electrification Corp.	17-Aug-15	259.25	249.20	337.00
Transpek Industry	07-Dec-15	375.50	457.35	488.00
J B Chemicals & Pharma	04-Jan-15	279.15	368.95	362.90
The Great Eastern Shipping Co.	09-Jan-16	368.70	371.75	479.30
Lloyd Electric and Engineering	15-Jan-16	243.30	273.50	340.00
Alembic Pharma	29-Jan-16	617.75	678.55	800.00
Balmer Lawrie & Company Ltd.	12-Mar-16	540.00	692.90	756.00
Sintex Inds.	15-Apr-16	83.00	86.60	116.00
Richa Inds.	23-Apr-16	35.80	30.60	50.00
KCP Ltd.	29-Apr-16	84.00	102.30	118.00

VTM Ltd.	20-May16	30.60	29.70	46.00
DCM Shriram Ltd	28-May-16	187.00	229.65	252.00
Gulshan Polyols	04-June-16	336.00	358.60	471.00
Finolex Industries	13-June-16	410.75	465.80	534.00
DTIL	21-June-16	301.00	275.15	424.00
GHCL	02-July-16	192.00	253.75	270.00
Karur Vysya Bank	09-July-16	530.10	476.40	690.00
Tamil Nadu Newsprint	06-Aug-16	295.30	327.50	413.50
Lumax Auto Technologies	27-Jan-16	333.00	473.70	587.00
AksharChem (India)	1-Sep-16	334.00	466.10	476.60
The Karnataka Bank	10-Sep-16	157.00	155.35	204.10
Sanghvi Movers	17-Sep-16	234.95	237.90	304.00
Salzer Electronics	25-June-16	220.35	220.35	286.00

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>BUY</u>			
BHARTI AIRTEL	327	338	321
NHPC	26	27.2	25.4
<u>SELL</u>			
TATA ELXSI	1530	1500	1550

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