

Morning Mantra 28th September, 2016

The Indian markets are likely to be cautious on weak regional cues, however, may witness volatility ahead of F&O expiry tomorrow.

Market-men will be getting some support with Finance Minister Arun Jaitley's statement that the government is confident of meeting the April 2017 target to implement the Goods and Services Tax as state finance ministers cooperate to make the single tax reform a reality soon.

As per latest edition of the Global Competitiveness Index of World Economic Forum (WEF), India has become the second most competitive BRICS economy and will grow faster than China this year. The report showed India's competitiveness improved the fastest in 2015-16, jumping 16 places to rank 39th among 138 countries on the index.

The tax department came up with two more draft rules and their formats on GST returns and refunds requiring assesseees to file monthly returns and specifying procedure for claiming refunds of taxes, interest and fees.

There will be some buzz in infra sector stocks, as the Finance Minister has said that the deficit in the infrastructure sector was still 'very large' and stressed the need for investment to pick up in the sector.

The oil marketing companies will be in action on sharp plunge in crude oil prices.

Global Indices –27th September, 2016
Institutional Activities –27th September, 2016

Dow	+133.47(+0.74%)	FII Cash	-155.76crs
Nasdaq	+48.22(+0.92%)	DII Cash	+90.67crs
S&P500	+13.83(+0.64%)	FII F&O	+839.42crs
SGX Nifty (Today)	-20.00(-0.23%)		

US. Markets

The US markets made a smart recovery and major bourses moved notably higher on last session after getting report from the Conference Board, showing an unexpected improvement in US consumer confidence in the month of September.

Other Information

The Asian markets have made mostly a lower start led by the Japanese market which is down by over a percent as the oil slumped and hopes increased of a rate hike after the good economic data from US.

NY Crude Oil \$44.67/barrel

Rs./\$ - 66.43

F&O Ban

CEATLTD, DLF, HDIL, IBREALEST, IDBI, JETAIRWAYS, JINDALSTEL, JISLJALEQS, JPASSOCIAT, RCOM, RELCAPITAL, SINTEX and WOCKPHARMA

Corporate/Media News

Motherson Sumi: Reserve Bank has allowed foreign investors to hike their stake in Motherson Sumi Systems

to up to 30% from 24% earlier.

Cipla: Cipla, ranked third in the \$17-billion Indian pharmaceutical market after Sun Pharma and Abbott, is setting its eyes on reaching a billion dollar sales mark, backed by new drug launches from its own research labs and a slew of partnerships with multinational and Indian drug firm.

Manpasand Beverages QIP issue opens today. The floor price of QIP is set at Rs 716.09 per share. The indicative price band is likely to be placed at Rs 700-705 per share.

Dilip Buildcon: NHAI has awarded four laning of 127 km of national highway stretch between Lucknow and Sultanpur to Dilip Buildcon. The project would be constructed at the cost of Rs 2,845 crores.

Coal India's buyback offer will open on October 3 and would remain open till October 18. The company plans to buy back 1.7 per cent (10.89 crore) fully paid up equity shares at Rs 335 per share totaling Rs 3,650 crores.

Ahluwalia Contracts (India) received letter to stop construction of International Convention Centre and Police Headquarter Bhawan, Patna.

Jindal Stainless has received approval from Orissa Industrial and Infrastructure Development Corporation ('IDCO) vide its letter dated 24 September 2016 conveying its no objection for effecting the transfer or right to use of the land on which the Hot Strip Mill and the Coke Plant of the Company are located, to Jindal United Steel and Jindal Coke, respectively.

Jet Airways is forming an extensive transatlantic venture with Air France-KLM and US carrier Delta Air Lines, as the now-profitable Indian airline charts its own global expansion plans exclusive of those in alliance with its powerful shareholder partner, Etihad Airways.

M&M announced its SUV Scorpio with Intelli-Hybrid technology for the Delhi and NCR market, at a starting price of Rs 9.35 lakh (ex-showroom).

Karur Vysya Bank Ltd: Karur Vysya Bank seeks members' nod for sub division of shares in 1:5 ratio.

Max India: Max India Ltd said it has received shareholders' approval for amalgamation of Max Life Insurance Company with Max Financial Services as also the demerger of insurance business for transfer to HDFC Standard Life Insurance Company.

Balaji Telefilms: Balaji Telefilms announced that the Board of Directors of the Company at its meeting held on 27 September 2016 has considered and approved a composite scheme of arrangement between the Company and its wholly owned subsidiaries viz. Balaji Motion Pictures and Bolt Media and their respective shareholders and creditors.

Infosys: Infosys dismissed suggestions that the company's founders interfered in the administration of a severance contract with its former chief financial officer though it declined to give specifics on whether the severance payments were stopped.

Emami: Nomura has downgraded shares of Emami to 'neutral' from 'buy' as it believes the 20% rise in stock price year to date captures positives for the company.

PTC India: IDFC Mutual Fund has reduced its stake in PTC India from over 5% to 3%. Additionally, PTC India Financial Services said that it may consider raising funds on a private placement basis.

Fundamental Calls

Scripts	Initiation Date	Initiation price (Rs.)	CMP (Rs.)	TGT(Rs.)
IG Petrochemicals	21-July-15	114.00	195.15	180.00(Target Achieved)
Rural Electrification Corp.	17-Aug-15	259.25	244.15	337.00
Transpek Industry	07-Dec-15	375.50	450.00	488.00
J B Chemicals & Pharma	04-Jan-15	279.15	374.15	362.90
The Great Eastern Shipping Co.	09-Jan-16	368.70	369.30	479.30
Lloyd Electric and Engineering	15-Jan-16	243.30	277.80	340.00
Alembic Pharma	29-Jan-16	617.75	680.00	800.00
Balmer Lawrie & Company Ltd.	12-Mar-16	540.00	682.85	756.00
Sintex Inds.	15-Apr-16	83.00	80.20	116.00
Richa Inds.	23-Apr-16	35.80	30.45	50.00

KCP Ltd.	29-Apr-16	84.00	101.65	118.00
VTM Ltd.	20-May-16	30.60	28.80	46.00
DCM Shriram Ltd	28-May-16	187.00	223.45	252.00
Gulshan Polyols	04-June-16	336.00	363.45	471.00
Finolex Industries	13-June-16	410.75	460.80	534.00
DTIL	21-June-16	301.00	271.40	424.00
GHCL	02-July-16	192.00	253.10	270.00
Karur Vysya Bank	09-July-16	530.10	470.95	690.00
Tamil Nadu Newsprint	06-Aug-16	295.30	325.90	413.50
Lumax Auto Technologies	27-Jan-16	333.00	460.00	587.00
AksharChem (India)	1-Sep-16	334.00	466.10	476.60
The Karnataka Bank	10-Sep-16	157.00	151.35	204.10
Sanghvi Movers	17-Sep-16	234.95	238.80	304.00
Salzer Electronics	25-June-16	220.35	217.25	286.00

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