

Morning Mantra 29th September, 2016

Markets to start F&O series expiry day in green on positive global cues and may turn volatile due to series expiry and traders rolling over their positions to next series.

In a run-up to the GST roll out, the Cabinet has approved Rs 2200 crores Saksham project, a new indirect tax network of the Central Board of Excise and Customs (CBEC). This would help integrate CBEC IT systems with the Goods and Services Tax Network (GSTN).

There will be some buzz in banking sector with the RBI Deputy Governor SS Mundra's statement that Banks may have to set aside more money as buffer against bad loans (non-performing assets) as recoveries are becoming difficult and resolutions few and far between.

Sugar Stocks: India is likely to produce 233.7 lakh tonnes of sugar in 2016-17 season starting October 1, the Indian Sugar Mills Association said on Wednesday, raising its estimate by one lakh tonnes from the preliminary figures it had released in July.

The PSU stocks too will be in action, as the Centre has approved a strategic sale in loss-making Bharat Pumps and Compressors Limited.

There will be some buzz from the primary market too, as the ICICI Pru Life will be getting listed today.

Global Indices –28th September, 2016
Institutional Activities –28th September, 2016

Dow	+110.94(+0.61%)	FII Cash	+73.83crs
Nasdaq	+12.84(+0.24%)	DII Cash	-69.53crs
S&P500	+11.44(+0.53%)	FII F&O	+1338.61crs
SGX Nifty (Today)	+34.50(+0.39%)		

US. Markets

The US markets moved higher in last session despite fluctuating through the day and the major averages managed to add to the notable gains posted in the previous session, supported by gains in crude prices.

Other Information

The Asian markets have made an all green start, with Japanese market bouncing back and trading higher by over a percent in early deals as the yen weakened after the OPEC members agreed a preliminary deal to cut crude production for the first time since 2008.

NY Crude Oil \$43.77/barrel

Rs./\$ - 66.35

F&O Ban

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

Corporate/Media News

Hindustan Copper: The government will sell a 7 per cent stake in state-run miner Hindustan Copper Ltd through a two-day offer for sale (OFS) beginning Thursday, the firm said.

CEAT: Singapore-based fund management company Amansa Holding Pte has increased its stake in tyre major

Ceat to over 5%.

IGL: Delhi government on Wednesday said the ban on retrofitting of CNG kits in 'in-use' cars will be revoked soon as the transport department is coming up with a software that will keep records of the sold kits.

Delta Corp: India's largest and only listed casino operator, is betting big on inorganic growth. Shortly after acquiring the country's largest poker website adda52, ET Now learns Delta Corp is in exploratory talks to buy out a rummy website ace2three.com for approximately \$80-100 mn.

Pidilite Industries announced its partnership with WD-40 Company to distribute and sell WD-40 Multi-Use Product.

Cipla: India's third-largest drugmaker by revenue, has decided to trim its ballooning employee cost by freezing increments of 300-400 of its top managers as part of the company's operational revamp.

Tata Steel: Industrial and commodity group Liberty House's bid for Tata Steel UK's speciality steel and pipe businesses is worth nearly 100 million pounds (\$130 million).

Infosys: Software major Infosys Ltd on Wednesday unveiled a mobile first and modular platform to drive e-commerce programmes across retail channels.

Max Ventures, part of the \$2 billion Max Group, has been authorised by shareholders to borrow up to Rs 300 crore. The authorisation was given to the company at its first annual general meeting, which was held on Tuesday.

Jaiprakash Associates: Debt laden Jaiprakash Associates Ltd on Wednesday said it has received its shareholders approval to allow for conversion of its debt to equity stake in the company.

Kotak Mahindra Bank: Dutch lender ING Group NV is selling a part of its stake in private sector Kotak Mahindra Bank to raise up to \$550 million (Rs 3,654 crores) close to two years after exiting the business in India as it seeks to repatriate capital to its home market.

Inditrade Capital has taken an in principle decision to increase its existing shareholding in JRG International Brokerage DMCC (JRG DMCC), a company registered with the Dubai Multi Commodities Centre.

Bank of India has cut the base or the minimum lending rate by 0.05% to 9.65% with effect from 30 September.

Fundamental Calls				
Scripts	Initiation Date	Initiation price (Rs.)	CMP (Rs.)	TGT(Rs.)
Rural Electrification Corp.	17-Aug-15	129.00	122.20	337.00
Transpek Industry	07-Dec-15	375.50	459.80	488.00
J B Chemicals & Pharma	04-Jan-15	279.15	374.55	362.90
The Great Eastern Shipping Co.	09-Jan-16	368.70	368.90	479.30
Lloyd Electric and Engineering	15-Jan-16	243.30	291.35	340.00
Alembic Pharma	29-Jan-16	617.75	673.65	800.00
Balmer Lawrie & Company Ltd.	12-Mar-16	540.00	695.90	756.00
Sintex Inds.	15-Apr-16	83.00	81.50	116.00
Richa Inds.	23-Apr-16	35.80	30.50	50.00
KCP Ltd.	29-Apr-16	84.00	103.20	118.00
VTM Ltd.	20-May16	30.60	29.15	46.00
DCM Shriram Ltd	28-May-16	187.00	222.45	252.00
Gulshan Polyols	04-June-16	336.00	373.00	471.00
Finolex Industries	13-June-16	410.75	455.00	534.00
DTIL	21-June-16	301.00	285.00	424.00
GHCL	02-July-16	192.00	255.50	270.00
Karur Vysya Bank	09-July-16	530.10	476.45	690.00
Tamil Nadu Newsprint	06-Aug-16	295.30	335.80	413.50
Lumax Auto Technologies	27-Jan-16	333.00	453.75	587.00

AksharChem (India)	1-Sep-16	334.00	466.10	476.60
The Karnataka Bank	10-Sep-16	157.00	153.35	204.10
Sanghvi Movers	17-Sep-16	234.95	239.55	304.00
Salzer Electronics	25-June-16	220.35	215.20	286.00

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