

Morning Mantra 30th September, 2016

The Indian markets are likely to be a bit soft on the weak global cues and due to the rising border tension, though markets may see some stabilization and recovery in latter trade.

There will be some support with the report that Employees' Provident Fund Organisation (EPFO) has decided to invest 10% of its annual incremental deposits or an estimated Rs 13,000 crores in the current fiscal in equity exchange traded funds (ETFs).

The GST Council chaired by Union Finance Minister Arun Jaitley will be meeting today and will finalise the rules regarding registration, refunds and payment and also take a view on exemption of goods under the upcoming Goods and Services Tax (GST) regime. It will also deliberate on a formula for payment of compensation to states for revenue loss in the aftermath of implementation of the GST.

There will be some concern too, with a report from Labour Bureau stating that unemployment rate in India has shot up to a five-year high of 5% in 2015-16, with the figure significantly higher at 8.7% for women as compared to 4.3% for men.

There will be some buzz in the telecom stocks, ahead of the start of India's largest spectrum auction tomorrow.

Global Indices –29th September, 2016

Dow	-195.79(-1.07%)
Nasdaq	-49.39(-0.93%)
S&P500	-20.24(-0.93%)
SGX Nifty (Today)	-47.00(-0.55%)

Institutional Activities –29th September, 2016

FII Cash	+3412.37crs
DII Cash	+1630.88crs
FII F&O	+533.56crs

US. Markets

The US markets suffered sharp drop in last session after there was steep drop by shares of Deutsche Bank, which fell sharply on reports that several hedge funds have withdrawn excess cash and positions held at the lender. Though, the GDP showed stronger growth than expected in second quarter.

Other Information

The Asian markets have made mostly a lower start, with some indices losing about a percent in early deals, tailing the fall in US markets and traders moving out of riskier assets to haven assets.

NY Crude Oil \$47.57/barrel

Rs./\$ - 66.85

F&O Ban

NIL

Corporate/Media News

Alkem Laboratories has received 13 observations from the US Food and Drug Administration (US FDA) after the regulator inspected its manufacturing facility at Daman.

Lupin has received approval from the US health regulator to market its memantine hydrochloride extended-release capsules, used in treating Alzheimer's disease.

Sintex Industries said its board has approved demerger of custom moulding business and prefab business from its two arms Sintex BAPL and Sintex Infra Projects, respectively.

HCL Technologies and IBM said that the companies have entered a 15-year partnership for automation and development and operations.

Hindustan Copper: The Centre's second minority stake sale in a public sector unit this fiscal got a thumbs up from investors on Thursday when the offer-for-sale of shares in Hindustan Copper was fully subscribed by non-retail investors.

Lovable Lingerie: Promoters of listed innerwear maker Lovable Lingerie are in talks with private equity funds Samaara Capital, Multiples Alternatives and CX Partners to sell anywhere between 15 and 20 per cent stake in the company.

Kotak Mahindra Bank: Dutch financial major ING offloaded a 2.5% stake in Kotak Mahindra Bank for an estimated Rs 3,653 crores through an open market transaction.

Jubilant Life Sciences: Amidst a selloff in Indian equity markets, NSE-listed Jubilant Life Sciences has successfully raised \$300 million through a sale of unsecured bonds by its pharmaceuticals arm in Singapore, according to people directly familiar with the details of the offering.

Tata Steel: Tata Steel is planning to initiate second phase expansion at Kalinganagar plant in Odisha to double its capacity to 6 mtpa, but has no proposal to set up another green-field steel plant in immediate future.

NHPC has signed a power purchase pact with Rajasthan as well as Inox Ltd for a 50 mw wind power project in the state.

Yes Bank: Private sector lender YES Bank plans to raise up to Rs 2,500 crore by issuing long-term bonds on a private placement basis.

Fundamental Calls				
Scripts	Initiation Date	Initiation price (Rs.)	CMP (Rs.)	TGT(Rs.)
Rural Electrification Corp.	17-Aug-15	129.00	116.95	337.00
Transpek Industry	07-Dec-15	375.50	430.00	488.00
J B Chemicals & Pharma	04-Jan-15	279.15	353.70	362.90
The Great Eastern Shipping Co.	09-Jan-16	368.70	348.95	479.30
Lloyd Electric and Engineering	15-Jan-16	243.30	269.25	340.00
Alembic Pharma	29-Jan-16	617.75	651.00	800.00
Balmer Lawrie & Company Ltd.	12-Mar-16	540.00	664.30	756.00
Sintex Inds.	15-Apr-16	83.00	72.95	116.00
Richa Inds.	23-Apr-16	35.80	28.00	50.00
KCP Ltd.	29-Apr-16	84.00	102.90	118.00
VTM Ltd.	20-May-16	30.60	28.00	46.00
DCM Shriram Ltd	28-May-16	187.00	205.35	252.00
Gulshan Polyols	04-June-16	336.00	359.15	471.00
Finolex Industries	13-June-16	410.75	455.00	534.00
DTIL	21-June-16	301.00	276.00	424.00
GHCL	02-July-16	192.00	245.20	270.00
Karur Vysya Bank	09-July-16	530.10	465.25	690.00
Tamil Nadu Newsprint	06-Aug-16	295.30	319.00	413.50
Lumax Auto Technologies	27-Jan-16	333.00	426.60	587.00
AksharChem (India)	1-Sep-16	334.00	466.10	476.60
The Karnataka Bank	10-Sep-16	157.00	143.80	204.10
Sanghvi Movers	17-Sep-16	234.95	235.25	304.00
Salzer Electronics	25-June-16	220.35	205.00	286.00

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