

Morning Mantra 4th October, 2016

The Indian markets are likely to be in green though all eyes will be on the bi-monthly monetary policy meet where six-member Monetary Policy Committee (MPC) will announce its decision on interest rates later in the day. Apart from hopes of a rate cut, the language of the policy too will also be watched closely for cues on the future course of RBI's action on various areas.

Traders will be getting some support with global ratings agency CRISIL predicting a strong boost to India's domestic consumption in 2016-17 led by implementation of 7th pay panel's recommendations, with reforms like the Goods and Services Tax (GST) to benefit the uptick.

The Union Minister for Commerce and Industry Nirmala Sitharaman has said that the 'One Nation One Tax' regime through the Goods and Services Tax (GST) system would come into effect on April 1, 2017, leading to a unified domestic market.

There will be some cautiousness too with another rating agency Fitch Ratings projecting Indian economy to grow at a slower pace of 7.4% in the current fiscal and touch 8% growth only in 2018-19, as it expects the benefits of reforms and impact of monetary easing to kick in with a lag.

There will be some buzz in PSU oil marketing companies, as the international oil prices dipped again weighed down by a rise in Iranian exports.

Nifty Levels

Close	8738			
Support	8680	8638	8601	8578
Resistance	8744	8799	8832	8868

Global Indices –3rd October, 2016

Dow	-54.30(-0.30%)
Nasdaq	-11.13(-0.21%)
S&P500	-7.07(-0.333%)
SGX Nifty (Today)	+8.00(+0.09%)

Institutional Activities –3rd October, 2016

FII Cash	+34.22crs
DII Cash	+198.02crs
FII F&O	+296.36crs

US. Markets

The US markets ended modestly lower in the last session, as traders coming out of the Deutsche fiasco looked ahead to the jobs report due out at the end of the week.

Other Information

The Asian markets have mostly made a positive start though the mood was a bit cautious following a retreat in US equities.

NY Crude Oil \$43.77/barrel Rs./\$ - 66.51

F&O Ban

IBREALEST

Corporate/Media News

TVS Motor Company reported 25.99 per cent increase in total sales at 2,93,257 units in September. The Chennai-based company had sold 2,32,744 units in the same month last year.

Filatex India Ltd: The company announced commencement of commercial production of the company's project for manufacturing of 115 TPD Fully Drawn Yarn (FDY), 200 TPD of Drawn Textured Yarn (FTY) at its existing unit in Dahej, Gujarat.

Jain Irrigation Systems Ltd: JISL said it has secured an order worth Rs 284.4 crore from the Centre under AMRUT (Atal Mission for Rejuvenation and Urban Transformation) scheme to be executed in Karnataka.

Tata Motors: Jaguar Land Rover September U.S. Sales hit 8,299 units which translate into increase of 21% from 6,850 units recorded in September 2015.

RIL : American offshore contract drilling service provider Transocean on Monday said RIL has terminated the contract for its 'Discoverer India' ultra-deepwater drillship, effective December 2016.

HPL Electric & Power: HPL Electric will make its stock market debut tomorrow after successfully completing its Rs 361-crore initial public offering last week.

Mahindra CIE has shown interest in buying business assets of cash-strapped auto parts maker Amtek Auto.

Hero MotoCorp reported an 11.24% increase in sales at 6,74,961 units in September.

VST Tillers Tractors Ltd: The company said that September tractor sales came at 1,008 units. The September power tillers sales came at 1,432 units.

InterGlobe Aviation: Promoters and investors in InterGlobe Technology Quotient, the travel reservation arm of Inter-Globe Enterprises that also owns Indigo Airlines, are looking to sell controlling stake in the company to buyout funds or strategic investors.

Manpasand Beverages says that its board has approved allotment of 7.1 million shares at Rs.705 each, via QIP.

Wockhardt said the US health regulator has excluded Ceftriazone Sodium from import alert issued earlier against its active pharmaceutical ingredient manufacturing facility at Ankleshwar.

Essar Shipping will remain in focus, as India Max Investment Fund has been selling the company's shares in the last few days, said a media report. According to bulk deal data, the fund house on Monday sold 18 lakh shares (which is about 0.85 per cent stake) of Essar Steel at an average price of Rs 28.75.

Bajaj Auto: Two and three-wheeler major Bajaj Auto on Monday reported a decline of two per cent in its total sales for September.

Piramal Enterprises: The Securities and Exchange Board of India has fined Piramal Enterprises and five senior officials of the firm including Ajay and Swati Piramal for violating insider trading rules with regard to the sale of its domestic healthcare business to Abbott Laboratories.

Fundamental Calls

Scripts	Initiation Date	Initiation price (Rs.)	CMP (Rs.)	TGT(Rs.)
Rural Electrification Corp.	17-Aug-15	129.00	123.90	337.00
Transpek Industry	07-Dec-15	375.50	454.00	488.00
J B Chemicals & Pharma	04-Jan-15	279.15	364.25	362.90
The Great Eastern Shipping Co.	09-Jan-16	368.70	368.50	479.30
Lloyd Electric and Engineering	15-Jan-16	243.30	288.55	340.00
Alembic Pharma	29-Jan-16	617.75	661.00	800.00
Balmer Lawrie & Company Ltd.	12-Mar-16	540.00	694.40	756.00
Sintex Inds.	15-Apr-16	83.00	80.45	116.00
Richa Inds.	23-Apr-16	35.80	29.10	50.00
KCP Ltd.	29-Apr-16	84.00	109.00	118.00
VTM Ltd.	20-May16	30.60	29.90	46.00
DCM Shriram Ltd	28-May-16	187.00	210.15	252.00
Gulshan Polyols	04-June-16	336.00	262.65	471.00

Finolex Industries	13-June-16	410.75	454.05	534.00
DTIL	21-June-16	301.00	286.25	424.00
GHCL	02-July-16	192.00	261.50	270.00
Karur Vysya Bank	09-July-16	530.10	479.40	690.00
Tamil Nadu Newsprint	06-Aug-16	295.30	336.65	413.50
Lumax Auto Technologies	27-Jan-16	333.00	472.00	587.00
AksharChem (India)	1-Sep-16	334.00	489.40	476.60
The Karnataka Bank	10-Sep-16	157.00	151.25	204.10
Sanghvi Movers	17-Sep-16	234.95	245.65	304.00
Salzer Electronics	25-Sep-16	220.35	218.50	286.00
Technocraft Industries (India)	01-Oct-16	343.00	358.30	446.00

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>BUY</u>			
RALLIS	236	250	229
HCLTECH	808	825	800
<u>SELL</u>			
BHARTI INFRATEL	363	354	368

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