

Morning Mantra 5th October, 2016

The Indian markets are likely to be a bit cautious on mixed global cues but the traders may continue the euphoric mood.

The rate sensitive sectors will be in action with lenders promising to swiftly pass on the 0.25% rate cut by RBI to borrowers, a move that would lower interest rates on home, auto and corporate loans.

There will be buzz in the telecom stocks with reports that spectrum auction received additional bids worth Rs.3,100 crores on the third day to take total commitments to Rs 59,981 crores, leaving two-thirds of total quantum of on-offer airwaves unsold as bidders stayed away from high-cost 700 Mhz and 900 Mhz bands.

The PSU oil marketing companies too will be in action as the Petrol price was hiked by 14 paise per litre while diesel rate was also increased by 10 paise per litre from midnight.

Nifty Levels

Close	8771			
Support	8744	8680	8638	8601
Resistance	8799	8832	8868	8895

Global Indices –3rd October, 2016

Dow	-85.40(-0.47%)
Nasdaq	-11.21(-0.21%)
S&P500	-10.71(-0.50%)
SGX Nifty (Today)	+32.00(+0.36%)

Institutional Activities –3rd October, 2016

FII Cash	+344.13crs
DII Cash	-172.23crs
FII F&O	+1263.08crs

US. Markets

The US markets declined in last session on worries emanating from Europe, with traders remaining concerned about the health of the euro zone economy and European financial sector.

Other Information

The Asian markets have made mostly a soft start tailing the weakness overnight in US stocks; however the Japanese stocks gained after the yen dropped on Tuesday by the most since August; also, as the Federal Reserve officials talked up the likelihood of a US interest-rate increase in 2016.

NY Crude Oil \$43.77/barrel

Rs./\$ - 66.48

F&O Ban

IBREALEST

Corporate/Media News

Mayur Uniquoters: The buyback offer to the shareholders of Mayur Uniquoters will open on Wednesday and close on October 20. It plans to buy back up to five lakh fully paid-up equity shares at Rs 500 a piece for an aggregate amount not exceeding Rs 25 crores.

NBCC has received orders worth Rs 1117 crores in September. The company said the order includes a Rs.440 crores hospital construction contract from the labour ministry and a Rs 270-crores contract for construction of the University Grants Commission building complex.

Biocon will launch new branded formulations of its own and introduce products licensed from others to treat diabetes and cancer in the coming months, a media report said quoting a top official.

Jet Airways announced special offers with base fare starting as low as Rs 396 on select domestic routes.

BPCL is planning to build a terminal on the west coast to import liquefied petroleum gas (LPG), a media report said quoting two company officials who are aware of the development.

ICICI Bank: Within hours of RBI's surprise cut in the key policy rate, ICICI Bank took the lead with a 0.05% reduction in its marginal cost of funds-based lending rate to 9.05 percent.

Bhushan Steel: Debt-laden Bhushan Steel said its shareholders have approved the company's proposal to raise up to Rs 1,155 crores through issue of redeemable cumulative preference shares.

Idea Cellular: After Grasim and Aditya Birla Nuvo, Kumar Mangalam Birla is planning to reorganise his telecom infrastructure and towers business with an aim to simplify the holding structure by consolidating its scattered tower holdings into a single entity and unlock value.

Punjab & Sind Bank will raise Rs 500 crores by issuing Basel III-compliant bonds through a private placement.

Endurance Tec IPO will open on Wednesday in a price band of Rs 467-472 a share. The auto parts maker is putting over 2.46 crore shares of face value Rs 10 each on the block.

Fundamental Calls

<u>Scripts</u>	<u>Initiation Date</u>	<u>Initiation price (Rs.)</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>
Rural Electrification Corp.	17-Aug-15	129.00	129.30	337.00
Transpek Industry	07-Dec-15	375.50	461.00	488.00
J B Chemicals & Pharma	04-Jan-15	279.15	365.00	362.90
The Great Eastern Shipping Co.	09-Jan-16	368.70	369.00	479.30
Lloyd Electric and Engineering	15-Jan-16	243.30	285.10	340.00
Alembic Pharma	29-Jan-16	617.75	660.15	800.00
Balmer Lawrie & Company Ltd.	12-Mar-16	540.00	697.00	756.00
Sintex Inds.	15-Apr-16	83.00	81.35	116.00
Richa Inds.	23-Apr-16	35.80	29.60	50.00
KCP Ltd.	29-Apr-16	84.00	106.75	118.00
VTM Ltd.	20-May-16	30.60	30.00	46.00
DCM Shriram Ltd	28-May-16	187.00	212.65	252.00
Gulshan Polyols	04-June-16	336.00	360.20	471.00
Finolex Industries	13-June-16	410.75	455.70	534.00
DTIL	21-June-16	301.00	291.70	424.00
GHCL	02-July-16	192.00	275.10	270.00
Karur Vysya Bank	09-July-16	530.10	479.70	690.00
Tamil Nadu Newsprint	06-Aug-16	295.30	349.60	413.50
Lumax Auto Technologies	27-Jan-16	333.00	458.00	587.00
AksharChem (India)	1-Sep-16	334.00	513.85	476.60
The Karnataka Bank	10-Sep-16	157.00	152.40	204.10
Sanghvi Movers	17-Sep-16	234.95	241.10	304.00
Salzer Electronics	25-Sep-16	220.35	218.50	286.00
Technocraft Industries (India)	01-Oct-16	343.00	363.00	446.00

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>BUY</u>			
HSCL	43.80	46.8	42.00
TECHM	429	442	422
<u>SELL</u>			
HINDUNILEVER	861	845	870

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