

Morning Mantra 14th October, 2016

The Indian markets are likely to be in green and some recovery can be expected after the sharp fall of last session.

Traders will be getting some support with retail or CPI inflation hitting a 13-month low, aided by lower food prices especially those of vegetables. This is the first time in this financial year that the overall CPI-based inflation has fallen below the Reserve Bank of India's inflation target of 5 per cent by March 2017.

There are reports that government may seek parliamentary approval to spend about \$7.5 billion more on roads, railways and other public programmes over the next five months.

The IT sector will keep buzzing, as TCS's in terms of revenue, profits and market value, reported near flat 8.44% rise in Q2FY17 profits at Rs 6,586 crores as against Rs 6,073 crores in Q2FY16 as growing uncertainties in the environment led to "holdbacks in discretionary spending" by customers.

Nifty Levels

Close	8573			
Support	8540	8508	8478	8444
Resistance	8589	8620	8670	8718

Global Indices –13th October, 2016

Dow	-45.26(-0.25%)
Nasdaq	-25.69(-0.49%)
S&P500	-6.63(-0.31%)
SGX Nifty (Today)	+3.50(+0.04%)

Institutional Activities –13th October, 2016

FII Cash	-911.53crs
DII Cash	+679.49crs
FII F&O	-1403.94crs

US. Markets

The US markets despite recovering from the day's low ended in red in the last session.

Other Information

The Asian markets have made mostly a green start and the oversold Hong Kong market was showing some recovery after data showed inflation in China beat expectations, boosting optimism about the strength of the world's second-largest economy.

NY Crude Oil \$43.77/barrel Rs./\$ - 66.83

F&O Ban

IBREALEST, JINDALSTEL and TV18BRDCST

Corporate/Media News

Karnataka Bank has fixed October 25 as record date for the purpose of determining the shareholders eligible to apply for rights equity shares.

GNFC: Toluene diisocyanate - TDI - prices have increased sharply over the past few days, a huge positive for Gujarat National Fertilizer Company (GNFC), a Gujarat state-owned fertilizer and chemical company and the only manufacturer of TDI in India.

Lupin : German drug giant Boehringer Ingelheim has entered into an agreement with Mumbai-based Lupin to co-market empagliflozin, a novel drug for the treatment of Type-II diabetes in adults.

Infosys is likely to see a 3% sequential growth in September quarter revenues in constant currency terms, while it is seen cutting its FY17 revenue guidance for second time this year to 8-9.5 per cent against 10.5-12% forecast earlier.

Reliance Industrial Infrastructure reported 19 per cent decline in net profit to Rs 3.38 crores for the quarter ended September 30, 2016. The company had posted a net profit of Rs 4.19 crore in the year-ago period.

Cox & Kings-owned Meininger Hotels has signed an agreement with Beni Stabili SIQ to set up a 491-bed hotel in Milan, Italy.

ONGC and Hong Kong-listed United Energy Group Ltd. are among bidders for Bangladesh natural gas assets being sold by Chevron Corp., said a media report quoting people with knowledge of the matter.

ICICI Bank: ICICI Bank, India's largest private sector lender, has hit the capital markets, raising Rs 4,000 crores in a bond issue amid hopes of better credit growth during the busy season from October to March.

NHPC has got shareholders' nod to raise up to Rs 4,500 crores through issuance of bonds on private placement basis in domestic market in the next one year.

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	259.25	129.95	337.00
Transpek Industry	07-Dec-15	375.50	499.00	488.00
J B Chemicals & Pharma	04-Jan-15	279.15	380.55	362.90
The Great Eastern Shipping Co.	09-Jan-16	368.70	373.05	479.30
Lloyd Electric and Engineering	15-Jan-16	243.30	267.95	340.00
Alembic Pharma	29-Jan-16	617.75	680.25	800.00
Balmer Lawrie & Company Ltd.	12-Mar-16	540.00	676.00	756.00
Sintex Inds.	15-Apr-16	83.00	79.95	116.00
Richa Inds.	23-Apr-16	35.80	28.75	50.00
KCP Ltd.	29-Apr-16	84.00	107.55	118.00
VTM Ltd.	20-May-16	30.60	29.25	46.00
DCM Shriram Ltd	28-May-16	187.00	210.65	252.00
Gulshan Polyols	04-June-16	336.00	376.95	471.00
Finolex Industries	13-June-16	410.75	464.50	534.00
DTIL	21-June-16	301.00	295.85	424.00
GHCL	02-July-16	192.00	284.50	270.00
Karur Vysya Bank	09-July-16	530.10	473.70	690.00
Tamil Nadu Newsprint	06-Aug-16	295.30	375.50	413.50
Lumax Auto Technologies	27-Jan-16	333.00	485.00	587.00
The Karnataka Bank	10-Sep-16	157.00	144.60	204.10
Sanghvi Movers	17-Sep-16	234.95	260.95	304.00
Salzer Electronics	25-Sep-16	220.35	207.10	286.00
Technocraft Industries	01-Oct-16	343.00	377.15	446.00
Sarla Performance	08-Oct-16	71.75	70.30	100.00

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>BUY</u>			
APLAPOLLO (AROUND 858)	863	880	845
MARUTI (ABOVE 5770)	5718	5860	5710
<u>SELL</u>			
STAR	978	970	983

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