

**Morning Mantra 20<sup>th</sup> October, 2016**

The Indian markets are likely to be in green.

Market will be getting some strength with Prime Minister Narendra Modi's statement that India was the fastest growing economy and that it can play a major role in providing strength to global economy.

There will be some cautiousness as the GST Council's third round of deliberations ended without a decision on the rates structure after most States objected to a proposal to levy an additional cess on demerit goods. The GST Council will meet again on November 3-4 to take decision on the Goods and Services Tax rates, which will have four slabs. The Centre had proposed the cess as a means to finance the compensation it will have to pay States.

There will be some buzz in the aviation stocks on report that domestic airlines flew 82.30 lakh passengers in September this year, registering a growth of 23.46 per cent, over the 66.66 lakh passengers carried during the same period in the previous year.

The banking stocks too may see some reaction to report of huge data breach affecting several key banks.

There will be lots of important earnings announcements too, to keep the markets buzzing. Reliance Industries, YES Bank, Biocon, LIC Housing Finance, DB Corp, NOCIL etc will report their numbers.

**Nifty Levels**

Close	8659			
Support	8620	8599	8540	8518
Resistance	8702	8725	8753	8800

**Global Indices –19<sup>th</sup> October, 2016**

<b>Dow</b>	+40.68(+0.22%)
Nasdaq	+2.57(+0.05%)
S&P500	+4.69(+0.22%)
<b>SGX Nifty (Today)</b>	+36.50(+0.42%)

**Institutional Activities –19<sup>th</sup> October, 2016**

FII Cash	-282.77crs
DII Cash	+724.64crs
FII F&O	+238.41crs

**US. Markets**

The US markets managed a modestly positive close in last session after the oil prices firmed up following the release of a report showing an unexpected drop in weekly crude oil inventories.

**Other Information**

The Asian markets have made mostly a positive start, led by the Japanese market which is up by over a percent in early deals as the yen weakened against the dollar.

NY Crude Oil \$51.38/barrel

Rs./\$ - 66.65

**F&O Ban**

BANKINDIA, CEATLTD, HDIL, IBREALEST and JINDALSTEL

## Corporate/Media News

**Tata Coffee reported 62 per cent increase in its consolidated net profit at Rs 44.65 crore for the quarter ended September 30.**

**Sun Pharma has partnered with International Centre for Genetic Engineering and Biotechnology (ICGEB) to develop a dengue vaccine that would be safe, effective and affordable.**

**Aptech reported consolidated net profit of Rs 7.1 crores for the quarter ended September 30 compared with 0.46 crore reported in the year-ago period.**

**NBCC: The government will sell 15% stake in construction company NBCC (India) Ltd at a floor price of Rs 246.50 a share on Thursday, which is expected to fetch around Rs 2,200 crores.**

Coal India will tomorrow begin special spot e-auction of coal and will put on offer 20 mt of the fossil fuel for various sectors, including power, amid government's efforts for 24x7 power to all.

RBL Bank saw its net profit grow by over a third to Rs 89.89 crores in Q2 FY17. Net interest income for the quarter was Rs 302.94 crores, an increase of 59.5%.

ABC Bearings' September quarter net profit rose to Rs 14.5 million compared with Rs 6.2 million year ago period.

Quess Corp has entered into agreements to acquire stakes in Singapore-based Comtel Solutions and two domestic firms - Terrier Security Services and Simpliance Technologies - for undisclosed sums.

State Bank of India is planning to raise up to Rs 3,300 crores through additional tier-1 (AT1) bonds to shore up capital adequacy.

DLF: With both DLF IT SEZ and Tata's Ramanujan IT City nearing completion in Chennai, there are no major additional supply of IT space over the next two years, said a media report.

KPIT Technologies has posted a net profit after tax, minority interest and share of profit of associates of Rs 56 crores for the quarter ended September 30, 2016 as compared to Rs 73.8 crores for Q2FY16.

Bayer CropScience reported a marginal increase of 2% in net profit at Rs 159.1 crores for the quarter ended September 30, on higher sales.

Dredging Corporation will offer for sale 70,000 equity shares to eligible employees between October 31 to November 9.

Ashoka Buildcon has received letters of Intent (LoA) from Dakshinanchal Vidyut Vitran Nigam Limited (DVVNL) to execute a Rural Electrification Project worth Rs 178.6 crores.

Piramal Enterprises is looking to more than double revenue of its over-the-counter pharmaceutical business to Rs 1,000 crores by 2020 as it expects to benefit from the changing demography of India where rising disposable income and growing health consciousness is set to increase consumer spending on healthcare.

NIIT reported a 3.8% year-on-year (YoY) rise in consolidated net profit to Rs 21.6 crores for the quarter ended September 30. The company had reported a net profit of Rs 20.80 crores in the same quarter last year.

Reliance Industries is expected to report a 4.4% sequential drop in standalone net profit at Rs 7,215 crores for the September 2016 quarter after posting growth for six consecutive quarters.

Hindustan Zinc saw a 15% dip in net profit during the second quarter (Q2) ended September 30, 2016 at Rs.1902 crores on higher depreciation charges.

Bharti Airtel has introduced offers that allow consumers to avail mobile data for as low as Rs 26 per gigabyte (GB).

GAIL: The Competition Commission of India (CCI) has ordered a probe against GAIL for indulging in anti-competitive practices in regard to sale of gas to two private companies.

Unitech: The Supreme Court on Wednesday ordered real estate developer Unitech to refund Rs 17 crore to 39 homebuyers of itsGurgaon project Vistas for delay in delivery of flats.

## 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	129.63	135.75	168.00
Transpek Industry	07-Dec-15	375.50	500.45	488.00Target Achieved

J B Chemicals & Pharma	04-Jan-15	279.15	385.15	362.90	Target Achieved
The Great Eastern Shipping Co.	09-Jan-16	368.70	371.95	479.30	
Lloyd Electric and Engineering	15-Jan-16	243.30	318.90	340.00	
Alembic Pharma	29-Jan-16	617.75	671.50	800.00	
Balmer Lawrie & Company Ltd.	12-Mar-16	540.00	699.30	756.00	
Sintex Inds.	15-Apr-16	83.00	83.00	116.00	
Richa Inds.	23-Apr-16	35.80	135.75	50.00	
KCP Ltd.	29-Apr-16	84.00	111.95	118.00	
VTM Ltd.	20-May-16	30.60	31.45	46.00	
DCM Shriram Ltd	28-May-16	187.00	224.70	252.00	
Gulshan Polyols	04-June-16	336.00	408.10	471.00	
Finolex Industries	13-June-16	410.75	455.20	534.00	
DTIL	21-June-16	301.00		424.00	
GHCL	02-July-16	192.00	293.20	270.00	Target Achieved
Karur Vysya Bank	09-July-16	530.10	477.50	690.00	
Tamil Nadu Newsprint	06-Aug-16	295.30	367.15	413.50	
Lumax Auto Technologies	27-Jan-16	333.00	505.30	587.00	
<b>The Karnataka Bank</b>	<b>10-Sep-16</b>	<b>157.00</b>	<b>151.75</b>	<b>204.10</b>	
<b>Sanghvi Movers</b>	<b>17-Sep-16</b>	<b>234.95</b>	<b>257.85</b>	<b>304.00</b>	
<b>Salzer Electronics</b>	<b>25-Sep-16</b>	<b>220.35</b>	<b>206.65</b>	<b>286.00</b>	
<b>Technocraft Industries</b>	<b>01-Oct-16</b>	<b>343.00</b>	<b>399.75</b>	<b>446.00</b>	
<b>Sarla Performance</b>	<b>08-Oct-16</b>	<b>71.75</b>	<b>70.30</b>	<b>100.00</b>	
<b>Century Enka</b>	<b>15-Oct-16</b>	<b>297.50</b>	<b>286.10</b>	<b>386.75</b>	

<b>Technical Calls</b>			
<b><u>Scripts</u></b>	<b><u>CMP (Rs.)</u></b>	<b><u>TGT(Rs.)</u></b>	<b><u>SL(Rs.)</u></b>
<b><u>BUY</u></b>			
CLARIANT CHEM	801	827	788
GSFC	96	102	93
<b><u>SELL</u></b>			
ARVINDLTD	350	343	454

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