

Morning Mantra 4th November, 2016

The Indian markets are likely to be in red on feeble global cues.

Traders may get some respite with report that in a major breakthrough for rollout of the GST regime from April 1 next year, the government finalized four-tier GST tax structure of 5, 12, 18 and 28% that aims to lower tax incidence on most goods and keep out essential items. Luxury items like high-end cars and demerit goods including tobacco, pan masala and aerated drinks, will be taxed at the highest rate and would also attract a cess in a way that the total incidence of tax remains at almost the current level. Chief Economic Advisor Arvind Subramanian has said that the GST Council's decision to peg the tax rate on items of mass consumption at 5% will bring down prices and soften inflation. Though, all the cigarette companies are likely to be under pressure.

There will be some buzz in the coal sector stocks, as the Coal secretary Anil Swarup has said that the government was considering giving mines to private players for commercial mining but the demand situation was holding it back from taking a final call.

There will be some buzz in steel stocks too, as the Finance Ministry has imposed provisional anti-dumping duty on import of hot rolled steel products (bars and rods) from China. This anti-dumping duty will be valid for a period of six months.

Results Today: Gati, Hindustan Everest Tools, EIH Associated Hotels, Dharani Sugar, Central Bank of India, Pfizer, Union Bank of India and VST Tillers Tractors

Nifty Technical Levels

Close	8485			
Support	8468	8440	8400	8365
Resistance	8540	8565	8616	8645

Global Indices –03 September, 2016

Dow	-28.97(-0.16%)
Nasdaq	-47.16(-0.92%)
S&P500	-9.28(-0.44%)
SGX Nifty (Today)	-12.00(-0.14%)

Institutional Activities –03 September, 2016

FII Cash	-706.77crs
DII Cash	+534.98crs
FII F&O	+420.57crs

US. Markets

The US markets continued their slide in last session on concern over the Presidential election outcome amid lackluster economic data.

Other Information

The Asian markets have extended the somberness and most of the indices have made a weak start with Japanese market taking the lead despite the services sector in Japan swinging to expansion in October.

NY Crude Oil \$44.77/barrel

Rs./\$ - 66.72

F&O Ban

Corporate/Media News

Tube Investment reported 113.30 per cent rise in net profit at Rs 53.80 crores for the quarter ended September 30, 2016 against Rs 25.22 crores in the corresponding quarter a year ago.

Berger Paints reported a 55.35 per cent jump in its consolidated net profit at Rs 138.78 crores for the quarter ended September, aided by exceptional gains of Rs 44.20 crores. It had reported a net profit of Rs 89.33 crores during July-September of the last fiscal.

ICRA reported a marginal 5% jump in net profit to Rs 21.6 crores for the second quarter ended September. It had recorded a consolidated net profit of Rs 20.5 crores in the same quarter last fiscal.

Tata Motors has inked a pact with Indonesia's state-owned enterprise PT Pindad to explore market potential of Tata-armoured vehicles in Indonesia and other agreed regions of Asean.

Mphasis: The IT company registered 3.13 per cent rise in its consolidated net profit at Rs 210.73 crores for the quarter ended September 30, 2016 against Rs 204.34 crores in the same quarter last year.

EIH Ltd registered a decline of 58.98% in standalone net profit at Rs 3.79 crores for the second quarter to September 2016. The company had posted a net profit of Rs 9.24 crores in July-September a year-ago.

Monsanto: Monsanto India reported a net profit of Rs 0.89 lakh for the quarter ended September as against a net loss of Rs 26.38 crores in the year-ago period.

HDFC and ICICI Bank: Biggest mortgage firm HDFC and private sector lender ICICI Bankon Thursday cut home loan rates by 0.15 per cent.

TD Power Systems posted net profit of Rs 1.33 crores for the quarter ended September 30, 2016 against net profit of Rs 1.12 crores in the same quarter a year ago.

Shoppers Stop reported a decline of 11.1% in standalone net profit at Rs 10.68 crores for the second quarter ended September 30, 2016. It had posted a net profit of Rs 12.01 crores in July-September quarter a year ago.

Technical Calls

<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>BUY</u>			
BRITANNIA (AROUND 3280)	3301	3325	3262
<u>SELL</u>			
WOCKPHARMA	836	826	842
MCLEOD RUSSEL	160	154	162.5

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