

Morning Mantra 7th December, 2016

The Indian markets are likely to be positive but all eyes will be on monetary policy committee (MPC) of RBI announcing policy rate later in the day.

Traders apart from a rate cut would be watching the commentary on inflation and growth, and will look for clarity on market stabilisation scheme (MSS) and CRR measures announced recently.

Rate-sensitive stocks: Rate-sensitive stocks such as banking, auto and real estate will remain in focus ahead of RBI fifth bi-monthly monetary policy review later in the day.

There will be some respite in PSU oil marketing companies as the international crude prices have started showing some fatigue following a 15% four-day rally since the November 30 after the Opec members decided to cut output from January.

The Crisil Research expects the price of petrol to rise 5-8 percent and that of diesel by 6-8 percent over the next 3-4 months after OPEC agreed to cut production of oil for the first time since 2008.

There will be some buzz in gold and jewellery stocks too, as the Union Minister Ravi Shankar Prasad has said that government is not considering any plan to impose tax on jewellery of women.

Earnings Today: Ansal Properties, GMR Infrastructure, PNC Infratech and Prestige Estates Projects will announce their financial results for the quarter ended September 30, 2016 on Wednesday.

Nifty Technical Levels

Close	8143			
Support	8100	8060	8015	7980
Resistance	8178	8220	8250	8280

Global Indices –6th December, 2016
Institutional Activities –6th December, 2016

Dow	+35.54(+0.18%)	FII Cash	+161.80crs
Nasdaq	+24.11(+0.45%)	DII Cash	-164.68crs
S&P500	+7.52(+0.34%)	FII F&O	+743.51crs
SGX Nifty (Today)	+10.15(+0.13%)		

US. Markets

The US markets added modest gains in last session with Dow touching new record highs on gains among financials and telecoms. There was some cautiousness with Commerce Department reporting that the trade deficit widened to \$42.6 billion in October from \$36.2 billion in September, though it remained on expected lines.

Other Information

The Asian markets have made mostly a positive start following the gains in US markets and the Japanese market advanced with the decline in yen.

NY Crude Oil \$45.51/barrel	Rs./\$ - 67.76
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F&O Ban

NIL

Corporate/Media News

NBCC has secured business worth Rs 24,694 crores during last month.

Lupin has received approval from the US health regulator to market generic Desoximetasone ointment, used to treat inflammation and itching, in the American market.

VST Tillers reported tractor sales of 684 units in November and sold 1,495 units of power tillers last month.

State Bank of India has signed a MoU with VST Tillers Tractors Limited for financing of farm mechanisation products.

Bharti Airtel announced top level changes for its African operations by promoting Chief Operating Officer Raghunath Mandava as Managing Director and CEO of Airtel Africa.

Tata Steel is planning to keep its Port Talbot plant in South Wales, the UK's biggest steelworks, fully operational, a media report said on Tuesday .

Coal India: Coal India, which is already more than 40 million tonnes short of its sales goal in the first eight months of this financial year, is likely to miss the year's target by a large margin unless power demand picks up drastically, analysts indicated.

Surya Roshni: For the quarter ended September 30, 2016, the company reported a net profit of Rs 13.10 crore, up 1.47 per cent, against Rs 12.91 crore in the corresponding quarter last year.

Future Consumer, LT Foods: Kishore Biyani-led Future Consumer has entered into a pact with LT Foods and Genoa Rice Mills for sourcing, marketing and distribution of rice.

Fundamental Calls

Scripts	Initiation Date	Initiation price (Rs.)	TGT(Rs.)
Rural Electrification Corp.	17-Aug-15	129.63	168.00
The Great Eastern Shipping Co.	09-Jan-16	368.70	479.30
Lloyd Electric and Engineering	15-Jan-16	243.30	340.00
Alembic Pharma	29-Jan-16	617.75	800.00
Balmer Lawrie & Company Ltd.	12-Mar-16	540.00	1250.00
Sintex Inds.	15-Apr-16	83.00	116.00
Richa Inds.	23-Apr-16	35.80	50.00
KCP Ltd.	29-Apr-16	84.00	118.00
VTM Ltd.	20-May16	30.60	46.00
Gulshan Polyols	04-June-16	336.00	471.00
Finolex Industries	13-June-16	410.75	534.00
DTIL	21-June-16	301.00	424.00
Karur Vysya Bank	09-July-16	106.02	138.00
Tamil Nadu Newsprint	06-Aug-16	295.30	413.50
Lumax Auto Technologies	27-Jan-16	333.00	587.00
The Karnataka Bank	10-Sep-16	127.00	204.10
Sanghvi Movers	17-Sep-16	234.95	304.00
Salzer Electronics	25-Sep-16	220.35	286.00
Technocraft Industries	01-Oct-16	343.00	446.00
Sarla Performance	08-Oct-16	71.75	100.00
Century Enka	15-Oct-16	297.50	386.75
Steel Strip Wheels Ltd.	21-Oct-16	693.60	901.00
Aro Granite Inds. Ltd.	05-Nov-16	73.90	100.00
Dalmia Bharat Sugar & Inds. Ltd.	15-Nov-16	105.00	160.00

Tube Investments	21-Nov-16	567.00	737.00
Shilchar Technologies Ltd.	26-Nov-16	415.00	540.00
Sree Rayalseema Hi-Strength Hypo	03-Dec-16	140.00	182.00

Technical Calls			
Scripts	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>BUY</u>			
M&MFIN	276	286	272
TATA ELXSI	1380	1440	1360
<u>SELL</u>			
BHARAT FORGE	897	882	905

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