

Morning Mantra 13th December, 2016

Markets to make a flat-to-cautious start amid weak regional cues and Fed's widely expected interest rates hike in US

With the persisting differences between the Centre and States over the draft GST Bill, it has started becoming likely that the Goods and Service Tax may not be rolled out from April 1.

Traders will be eyeing the Consumer Price Index (CPI) data which is expected to cool down for the month of November as the data accommodates the impact of the government's decision to demonetise high value currency notes that month.

Markets may get some support with Central Board of Direct Taxes (CBDT) clarification that an increase in turnover of a business owing to its accepting digital means of payment will not trigger reopening of cases of past years. Meanwhile, leading industrialist Adi Godrej has stated that demonetisation may have had "considerable negative effect" in the first few days but the situation now has improved and it will have a positive impact on the economy.

The PSU oil marketing companies will continue to remain under pressure, as from midnight tonight, all petrol and diesel purchased using digital payment will get a discount of 0.75% and will be borne by state-owned oil marketing companies.

Earnings Today: Amtek Auto, Bajaj Hindusthan Sugar Ltd, Coal India, Den Networks and Noida Toll Bridge Company

Nifty Technical Levels

Close	8171			
Support	8150	8120	8082	8053
Resistance	8230	8268	8312	8348

Global Indices -12th December, 2016

Dow	+39.58(+0.20%)	Institutional Activities -12th December, 2016	
Nasdaq	-31.96(-0.59%)	FII Cash	-94.45crs
S&P500	-2.57(-0.11%)	DII Cash	-266.20crs
SGX Nifty (Today)	+3.50(+0.04%)	FII F&O	-1069.88crs

US. Markets

The US markets made a mixed closing in last session, though the Dow still managed to reach a new record closing high. Trading sentiments remained cautious ahead of the Federal Reserve's monetary policy announcement on Wednesday.

Other Information

The Asian markets have made mostly a soft start, with Chinese market extending the worst losses in six months, even as China's statistics bureau reported stronger-than-expected industrial output and retail sales.

NY Crude Oil \$52.83/barrel

Rs./\$ - 67.45

F&O Ban

IBREALEST and JINDALSTEL

Corporate/Media News

Nahar Industrial reported a net profit of Rs 30.21 crores during Q2FY17, up 1,395%, against Rs 2.02 crores in the corresponding quarter last fiscal.

Kwality reported a 12% increase in its net profit at Rs 42.07 crores for the second quarter of this fiscal. The company's net profit stood at Rs 37.50 crores in the year-ago period.

Glenmark Pharmaceuticals Inc., USA announced launch of generic version of Zetia in the US market.

Sunteck Realty has informed bourses that the board of directors on December 12, 2016, has approved the transfer of its step-down subsidiary -Denise Realties Private Limited to Thaler Developers Private Limited.

Sun Pharma and Israel-based Moebius Medical on Monday announced signing an exclusive global licensing deal to develop liposomal non-opioid pain product for osteoarthritis.

Axis Bank said it has proposed to raise Rs 3,500 crores by issuing bonds to fund business growth.

Fortis Healthcare: Malvinder and Shivinder Singh are in discussions with private equity group TPG Capital to sell a significant minority shareholding in Fortis Healthcare, the country's second-largest private hospital chain.

3I Infotech has issued \$42.44 million 2.5% convertible bonds due 2025 in exchange for the existing bonds.

Tata Motors: According to reports, global financial services firm Morgan Stanley will purchase 50 million shares (1.73 per cent stake) in Tata Motors on Tuesday. Automobile major on Monday also said that it will hike the prices of its passenger vehicles between Rs 5,000 and Rs 25,000 due to the impact of various macro-economic factors. The price increase will be effective from January 1.

DLF's net debt has increased by Rs 1,021 crores in Q2FY17 to Rs 23,140 crores as housing sales remained sluggish. The net debt of DLF increased to Rs 23,140 crores at the end of July-September quarter of 2016-17, from Rs 22,120 crores in the previous quarter.

Scripts	Initiation Date	Initiation price (Rs.)	CMP(Rs.)	TGT(Rs.)
Rural Electrification Corp.	17-Aug-15	129.63	132.20	168.00
Great Eastern Shipping Co.	09-Jan-16	368.70	376.00	479.30
Lloyd Electric and Engineering	15-Jan-16	243.30	264.55	340.00
Lumax Auto Technologies	27-Jan-16	333.00	450.85	587.00
Alembic Pharma	29-Jan-16	617.75	639.00	800.00
Balmer Lawrie & Company Ltd.	12-Mar-16	540.00	1,127.50	1,250.00
Sintex Inds.	15-Apr-16	83.00	77.30	116.00
Richa Inds.	23-Apr-16	35.80	32.25	50.00
KCP Ltd.	29-Apr-16	84.00	86.55	118.00
VTM Ltd.	20-May-16	30.60	32.80	46.00
Gulshan Polyols	04-Jun-16	336.00	390.00	471.00
Finolex Industries	13-Jun-16	410.75	424.00	534.00
Dhunseri Tea & Indus	21-Jun-16	301.00	285.00	424.00
Karur Vysya Bank	09-Jul-16	106.02	83.25	138.00
Tamil Nadu Newsprint	06-Aug-16	295.30	353.25	413.50
Karnataka Bank	10-Sep-16	127.00	107.25	204.10
Sanghvi Movers	17-Sep-16	234.95	218.25	304.00
Salzer Electronics	25-Sep-16	220.35	173.00	286.00
Technocraft Industries	01-Oct-16	343.00	381.00	446.00

Sarla Performance	08-Oct-16	71.75	61.70	100.00
Century Enka	15-Oct-16	297.50	279.75	386.75
Steel Strip Wheels Ltd.	21-Oct-16	693.60	603.00	901.00
Aro Granite Inds. Ltd.	05-Nov-16	73.90	69.75	100.00
Dalmia Bharat Sugar & Inds. Ltd.	15-Nov-16	105.00	117.75	160.00
Tube Investments	21-Nov-16	567.00	578.80	737.00
Shilchar Technologies Ltd.	26-Nov-16	415.00	454.00	540.00
Sree Rayalseema Hi-Strength Hypo	03-Dec-16	140.00	136.00	182.00
Apar Inds.	09-Dec-16	576.00	577.00	750.00

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>BUY</u>			
HINDPETRO (Around 430)	433	445	426
<u>SELL</u>			
ONGC	312	307	315
BHARAT FORGE	969	940	979

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