

Morning Mantra 23rd December, 2016
Markets to continue the weak trend on sluggish global cues.

The market participants may get some support with thaw appearing on the GST issue, and the prospects of early roll out of GST brightening with the states and the Centre making progress on a crucial legislation, amid indications that the states may get concessions to tide over possible demonetisation-related revenue loss. The draft Bills for integrated GST and compensation as well as administrative control over businesses will be taken up for discussion on today.

The NITI Ayog vice-chairman Aravind Panagariya has termed Prime Minister Narendra Modi's demonetisation scheme as a "frontal attack" on black money and said that more such actions are in store to curb corruption.

There will be some buzz in the auto sector on reports that the Centre is looking at introducing a law where one may not be allowed to register new car or any other vehicle unless he produce proof that he has adequate parking space for it.

Nifty Technical Levels

Close	7979			
Support	7963	7926	7904	7878
Resistance	7990	8012	8053	8103

Global Indices –22nd December, 2016
Institutional Activities –22nd December, 2016

Dow	-23.08(-0.12%)	FII Cash	-614.40crs
Nasdaq	-24.01(-0.44%)	DII Cash	+319.79crs
S&P500	-4.22(-0.19%)	FII F&O	-1535.08crs
SGX Nifty (Today)	-22.00(-0.28%)		

US. Markets

The US markets extended their weakness for the second straight day and ended modestly lower in last session with trading activity remaining relatively light ahead of the holiday weekend. Traders even overlooked the report showing a sharp pullback in durable goods orders in the month of November.

Other Information

The Asian markets have made mostly a lower start following the decline in the overnight US markets, flurry of positive data about the American economy bolstered rate hike case.

NY Crude Oil \$52.40/barrel Rs./\$ - 67.92

F&O Ban

CEATLTD, IBREALEST, JINDALSTEL and WOCKPHARMA

Corporate/Media News

Edelweiss Financial Services is planning to raise Rs 600-750 crores through a public issue of its consumer lending unit, ECL Finance, according to several people close to the development.

JK Paper has decided at its meeting of Committee of Directors held on December 22, 2016, to sell 20% shareholding of OJPPL to OHC, one of the joint venture parties.

Goodluck Steel Tubes has scheduled a meeting on 27 December 2016 to issue and allot warrants convertible into equal number of equity shares to promoters on preferential basis

Igarashi Motors India has scheduled a meeting on December 26, 2016, to discuss and consider business re-organization, including amalgamation of group Company(ies), to achieve synergies in business operation.

Suzlon said it would sell a 49% stake in its special purpose vehicle (SPV) Rudra Solarfarms Ltd to Canadian solar firm AMP Solar Group for Rs14 crores, said a media report.

Welspun Enterprises announced plans to buy back up to 25% of its share capital at a price of Rs62 per equity share.

Tata Metaliks has said the amalgamation of Tata Metaliks DI Pipes with itself is effective from Thursday. Both firms are part of Tata Steel.

Sun Pharma: BofA-ML maintains buy on Sun Pharma but slashed its target price to Rs 750 from Rs 790 earlier. Odomzo acquisition to strengthen specialty portfolio, said the brokerage note.

JBM Auto has scheduled a meeting on December 29, 2016, to re-consider the proposal for various fund raising options including through Qualified Institutions Placement subject to taking of shareholders' approval.

Hinduja Ventures has approved the disinvestment of 4,36,47,056 equity shares of Rs. 10 each held by the Company in Hinduja Energy (India) Limited.

Tata Motors: The sentiments that prevailed at the Tata Motors extraordinary general meeting mirrored the EGMs at the storied group's other companies, with a majority of shareholders speaking in favour of Tata Sons' interim chairman Ratan Tata.

Fundamental Calls

Scripts	Initiation Date	Initiation price (Rs.)	CMP(Rs.)	TGT(Rs.)
Alembic Pharmaceutic	29-Jan-16	617.75	620.00	800.00
Apar Industries	09-Dec-16	576.00	565.50	750.00
Aro Granite Indu	05-Nov-16	73.90	68.40	100.00
Balmer Lawrie &	12-Mar-16	540.00	1,089.70	1,250.00
Century Enka	15-Oct-16	297.50	260.55	386.75
Dalmia Bharat Sugar	15-Nov-16	105.00	116.90	160.00
Dhunseri Tea & Indus	21-Jun-16	301.00	283.10	424.00
Finolex Industri	13-Jun-16	410.75	427.00	534.00
Great Eastern	09-Jan-16	368.70	363.35	479.30
Gulshan Polyols Ltd.	04-Jun-16	336.00	387.60	471.00
Karnataka Bank	10-Sep-16	127.00	109.20	204.10
Karur Vysya Bank	09-Jul-16	106.02	83.40	138.00
KCP Ltd.	29-Apr-16	84.00	82.20	118.00
Lloyd Electric a	15-Jan-16	243.30	245.50	340.00
Lumax Auto Technolog	27-Jan-16	333.00	409.00	587.00
Richa Industries Ltd	23-Apr-16	35.80	29.45	50.00
Rural Electrific	17-Aug-15	129.63	127.30	168.00
Salzer Electr.	25-Sep-16	220.35	170.50	286.00
Sanghvi Movers L	17-Sep-16	234.95	203.60	304.00

Sarla Performance Fi	08-Oct-16	71.75	58.45	100.00
Shilchar Technologie	26-Nov-16	415.00	425.00	540.00
Sintex Industrie	15-Apr-16	83.00	73.75	116.00
Sree Rayalaseema Hi-	03-Dec-16	140.00	128.75	182.00
Steel Strips Wheels	21-Oct-16	693.60	559.50	901.00
T Nadu Newsprint	06-Aug-16	295.30	331.45	413.50
Technocraft Industri	01-Oct-16	343.00	369.70	446.00
Transformer & Rectifier	17-Dec-16	352.45	340.00	458.00
Tube Investments	21-Nov-16	567.00	570.75	737.00
VTM Ltd.	20-May-16	30.60	30.30	46.00

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>BUY</u>			
CONCOR	1100	1140	1082
VOLTAS	311	323	305
<u>SELL</u>			
RELIANCE	1054	1038	1060

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