

Morning Mantra 6th January, 2017

The Indian markets are likely to be in green.

The market participants will be getting support with the report of Financial Stability and Development Council (FSDC), headed by Finance Minister Arun Jaitley that India appears to be much better placed with improved macro-economic fundamentals, as measures to eliminate shadow economy and tax evasion are expected to have positive impact on GDP. **India expects to grow at around 7% in H1FY18.**

There will be some buzz in the export oriented sector stocks, as in a major relief to exporters; the government has agreed to refund as much as 90% of their duty claims just within a week under the new goods and services tax (GST) regime.

IT stocks: Two US Congressmen have reintroduced a bill to curb the use of H-1B visas, on which the Indian IT sector is particularly dependent, the first salvo in the battle against outsourcing that is expected under the watch of President-elect Donald Trump. The new bill would require workers on the H-1B visa pay a minimum of \$100,000, up from \$60,000 currently. The bill also removes the Master's degree exemption to the cap on the number of visas available.

Nifty Levels

| | | | | |
|-------------------|------|------|------|------|
| Close | 8274 | | | |
| Support | 8245 | 8180 | 8145 | 8118 |
| Resistance | 8308 | 8338 | 8376 | 8400 |

Global Indices – 5th January, 2017

| | |
|--------------------------|-----------------------|
| Dow | -42.87(-0.21%) |
| Nasdaq | +10.94(+0.20%) |
| S&P500 | -1.75(-0.08%) |
| SGX Nifty (Today) | +20.50(+0.25%) |

Institutional Activities –5th January, 2017

| | |
|--------------------|-------------|
| FII Cash | -86.88crs |
| DII Cash | +449.07crs |
| FII F&O | +3509.08crs |

US. Markets

The US markets made a mixed closing in last session after a choppy day of trade, though Nasdaq managed to end the day at a new record closing high. There was some trepidation ahead of the release of the Labor Department's monthly jobs report on Friday.

Other Information

The Asian markets have made a mixed start, with some indices trading in red, led by the Japanese market after the dollar showed signs of faltering ahead of Friday's US jobs report.

NY Crude Oil \$53.15/barrel Rs./\$ - 67.88

F&O Ban

JUSTDIAL

Corporate/Media News

Mastek's US entity Digility has acquired TAISTech. This acquisition will create a platform for Mastek's accelerated growth in the US market and will augment Mastek's 2020 vision to be a global leader in digital transformation services."

Wockhardt: German regulator has issued European Union Good Manufacturing Practice certificate to the company's Ankaleshwar facility in Gujarat.

SpiceJet: Budget airline SpiceJet is expected to order at least 92 Boeing Co 737 jetliners, as it looks to bolster its presence in the world's fastest growing aerospace market, Bloomberg reported on Thursday.

CARE has been operating in Maldives based on licence issued by Capital Market Development Authority (CMDA), Maldives. The current licence issued by CMDA has expired on January 5. After a review of the past operations and future prospects in Maldives, CARE has decided not to renew its licence. This has been already notified to CMDA.

Hindustan Unilever: HSBC has maintained 'Buy' on HUL shares with a target price of Rs 1,000. Shares of the company were trading at Rs 832 on January 5.

Chartered Logistics registered net profit of Rs 4.10 crores during Q3FY17, up 50%, against Rs 2.74 crores in the corresponding quarter last year.

Piramal Enterprises: Piramal Finance, a subsidiary of Piramal Enterprises, said it plans to foray into housing finance business.

State Bank of India will take the lead among state-run lenders to launch branch-less banking called SBI Digi Bank, something similar to what Citi or DBS have done elsewhere in the world.

GM Breweries reported 36.4% fall in net profit at Rs 9.90 crores for the quarter ended December 30, 2016. It had posted a net profit of Rs 15.57 crores in the corresponding quarter last year.

Fundamental Calls

| Scripts | Initiation Date | Initiation price (Rs.) | CMP(Rs.) | TGT(Rs.) |
|-----------------------------|------------------|------------------------|---------------|---------------|
| Rural Electrific | 17-Aug-15 | 129.63 | 127.35 | 168.00 |
| Great Eastern | 09-Jan-16 | 368.70 | 380.65 | 479.30 |
| Lloyd Electric a | 15-Jan-16 | 243.30 | 265.75 | 340.00 |
| Lumax Auto Technolog | 27-Jan-16 | 333.00 | 448.10 | 587.00 |
| Alembic Pharmaceutic | 29-Jan-16 | 617.75 | 606.00 | 800.00 |
| Sintex Industrie | 15-Apr-16 | 83.00 | 82.90 | 116.00 |
| Richa Industries Ltd | 23-Apr-16 | 35.80 | 30.50 | 50.00 |
| KCP Ltd. | 29-Apr-16 | 84.00 | 87.75 | 118.00 |
| VTM Ltd. | 20-May-16 | 30.60 | 31.70 | 46.00 |
| Gulshan Polyols Ltd. | 04-Jun-16 | 67.20 | 73.95 | 94.00 |
| Finolex Industri | 13-Jun-16 | 410.75 | 441.00 | 534.00 |
| Dhunseri Tea & Indus | 21-Jun-16 | 301.00 | 305.00 | 424.00 |
| Karur Vysya Bank | 09-Jul-16 | 106.02 | 83.10 | 138.00 |
| T Nadu Newsprint | 06-Aug-16 | 295.30 | 343.35 | 413.50 |
| Karnataka Bank | 10-Sep-16 | 127.00 | 116.30 | 204.10 |
| Sanghvi Movers L | 17-Sep-16 | 234.95 | 214.25 | 304.00 |
| Salzer Electr. | 25-Sep-16 | 220.35 | 188.20 | 286.00 |
| Technocraft Industri | 01-Oct-16 | 343.00 | 370.60 | 446.00 |
| Sarla Performance Fi | 08-Oct-16 | 71.75 | 62.85 | 100.00 |
| Century Enka | 15-Oct-16 | 297.50 | 288.80 | 386.75 |
| Steel Strips Wheels | 21-Oct-16 | 693.60 | 684.95 | 901.00 |

| | | | | |
|------------------------------------|------------------|---------------|---------------|---------------|
| Aro Granite Indu | 05-Nov-16 | 73.90 | 68.15 | 100.00 |
| Dalmia Bharat Sugar | 15-Nov-16 | 105.00 | 147.90 | 160.00 |
| Tube Investments | 21-Nov-16 | 567.00 | 584.00 | 737.00 |
| Shilchar Technologe | 26-Nov-16 | 415.00 | 415.00 | 540.00 |
| Sree Rayalaseema Hi- | 03-Dec-16 | 140.00 | 136.00 | 182.00 |
| Apar Industries | 09-Dec-16 | 576.00 | 649.40 | 750.00 |
| Transformer & Rectifier | 17-Dec-16 | 352.45 | 362.55 | 458.00 |
| D-link India Ltd. | 24-Dec-16 | 107.00 | 121.40 | 140.00 |
| Chaman Lal Setia Exports | 30-Dec-16 | 87.00 | 97.70 | 113.00 |

| Technical Calls | | | |
|------------------------|-------------------------|------------------------|-----------------------|
| <u>Scripts</u> | <u>CMP (Rs.)</u> | <u>TGT(Rs.)</u> | <u>SL(Rs.)</u> |
| <u>BUY</u> | | | |
| ZEELEARN | 43 | 46.2 | 42 |
| CENTURY TEXTILE | 836 | 870 | 826 |
| <u>SELL</u> | | | |
| INFY (BELOW 990) | 996 | 969 | 999 |

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