

Morning Mantra 23rd January, 2017

The Indian markets are likely to be soft to cautious, with IT and pharma stocks likely to be in focus, after Donald Trump took a protectionist tone in his first speech as U.S. President.

Marketmen will also be concerned with a major central revenue body asking Finance Minister not to implement Goods and Services Tax (GST) in a hurry and threatened to take legal recourse in case their concerns are not addressed, claiming that demonetisation has affected country's growth.

However, there will be some support with the BRICS nation's National Development Bank chief K V Kamath's statement that India will continue to grow on the back of its consumption-driven economy. He also said that the demonetisation move in India would have only a 'short-term blip' after which India should be back on a clear growth path.

The Union Minister of State for Labour and Employment, Bandaru Dattatreya has said that the government has set a target to create employment opportunities to one crore youth by 2020 through a skill development scheme under the Pradhan Mantri Kaushal Vikas Yojana (PMKVY).

There will be buzz from the primary market too with BSE, Asia's oldest stock exchange launching its IPO in a price band of Rs 805-806 starting today.

Earnings Today: Hindustan Unilever, Idea Cellular and Bharti Infratel

Nifty Levels

Close	8349			
Support	8420	8360	8338	8308
Resistance	8360	8400	8452	8488

Global Indices – 20th January, 2017
Institutional Activities –20th January, 2017

Dow	+94.85(+0.48%)	FII Cash	-26.34crs
Nasdaq	+15.25(+0.28%)	DII Cash	-175.48crs
S&P500	+7.62(+0.34%)	FII F&O	+281.45crs
SGX Nifty (Today)	-16.00(-0.19%)		

US. Markets

The US markets ended modestly higher in last session, with the Dow snapping its five days losing streak and traders seemed focused on President Donald Trump's inaugural address after he was officially sworn in as the 45th president.

Other Information

The Asian markets have made a mixed start with some indices, led by the Japanese market in red as the dollar declined against yen after Donald Trump in his first days in office offered little news on his plans to boost growth.

NY Crude Oil \$51.50/barrel Rs./\$ - 68.07

F&O Ban

CENTURYTEX, JINDALSTEL, JISLJALEQS, JPASSOCIAT, JUSTDIAL and RCOM

Corporate/Media News

JK Paper reported a surge of 173% in its net profit for the third quarter (Q3) of 2016-17. The company's net profit stood at Rs 35.89 crores for the quarter ended December 31, 2016, up from Rs 13.14 crores in the corresponding quarter of last fiscal.

Cyient: has commenced operations in Warangal from the Incubation Center of the Telangana State Industrial Infrastructure Corporation (TSIIC).

Dilip Buildcon has received letter of award from Northern Coalfields Limited for the project of "coal mines" at Nigahi worth Rs 1,674 crores.

Indiabulls Housing has reduced its interest rates for existing borrowers on floating rates by 15 basis points, matching its offering with that of the market leader HDFC.

Mahindra and Mahindra (M&M) has acquired 75.1% equity stake in a Turkish farm equipment company for \$19 million.

United Spirits reported an over three-fold jump in its standalone net profit at Rs 147.70 crores for the third quarter ended December 31 on the back of lower finance costs and exceptional expense in the corresponding period last year. The company had reported a net profit of Rs 37.23 crores for Q3FY16.

Amara Raja Batteries posted a 17.9% fall in net profit at Rs 112.32 crores for Q3FY17 due to higher expenses. The company had posted a net profit of Rs 136.82 crores during the same period a year ago.

UltraTech Cement's net profit in the third quarter of 2016-17 went up by 4.76 per cent, a regulatory filing by the company showed here on Saturday. The consolidated net profit of the company stood at Rs 594 crores for the third quarter of 2016-17 compared to Rs 567 crores a year ago.

Unichem Laboratories reported a 26.3% rise in standalone net profit to Rs 26.10 crores for Q3FY17, mainly on account of robust sales. The company had posted a net profit of Rs 20.66 crores in the year-ago period.

RIL: Reliance Industries is in talks to raise as much as \$2.25 billion (Rs 15,300 crores) in what could be one of the biggest offshore debt issues by an Indian corporate as the energy-to-retail conglomerate seeks to replace existing high-cost borrowings as well as build a war chest for its aggressive expansion strategy in telecom.

Force Motors reported 14.9% decline in standalone net profit at Rs 23.25 crores for Q3FY17. The company had posted standalone net profit of Rs 27.31 crores in Q3FY16.

L&T Technology Services posted nearly 17% drop in consolidated net profit to Rs 108.7 crores for the December quarter of the current fiscal. The net profit stood at Rs 130.8 crores in the year-ago period.

Fundamental Calls

Scripts	Initiation Date	Initiation price (Rs.)	CMP(Rs.)	TGT(Rs.)
Rural Electrific	17-Aug-15	129.63	137.15	168
Great Eastern	09-Jan-16	368.7	389.30	479.3
Lloyd Electric a	15-Jan-16	243.3	279.50	340
Lumax Auto Technolog	27-Jan-16	333	457.10	587
Alembic Pharmaceutic	29-Jan-16	617.75	594.10	800
Sintex Industrie	15-Apr-16	83	82.85	116
Richa Industries Ltd	23-Apr-16	35.8	30.20	50
KCP Ltd.	29-Apr-16	84	84.60	118
VTM Ltd.	20-May-16	30.6	32.90	46
Gulshan Polyols Ltd.	04-Jun-16	67.2	75.65	94
Finolex Industri	13-Jun-16	410.75	449.00	534
Dhunseri Tea & Indus	21-Jun-16	301	314.95	424
Karur Vysya Bank	09-Jul-16	106.02	85.50	138

T Nadu Newsprint	06-Aug-16	295.3	341.80	413.5
Karnataka Bank	10-Sep-16	127	120.10	204.1
Sanghvi Movers L	17-Sep-16	234.95	214.50	304
Salzer Electr.	25-Sep-16	220.35	196.70	286
Technocraft Industri	01-Oct-16	343	401.70	446
Sarla Performance Fi	08-Oct-16	71.75	62.00	100
Century Enka	15-Oct-16	297.5	298.25	386.75
Steel Strips Wheels	21-Oct-16	693.6	668.65	901
Aro Granite Indu	05-Nov-16	73.9	69.45	100
Tube Investments	21-Nov-16	567	571.75	737
Shilchar Technologie	26-Nov-16	415	490.00	540
Sree Rayalaseema Hi-	03-Dec-16	140	141.55	182
Apar Industries	09-Dec-16	576	637.00	750
Transformer & Rectifier	17-Dec-16	352.45	433.05	458
D-link India Ltd.	24-Dec-16	107	112.85	140
Chaman Lal Setia Exports	30-Dec-16	87	98.4	113
Excel Inds. Ltd.	07-Jan-17	375.1	393	488
Universal Cables	13-Jan-17	81.45	98.3	105
Talwalkars Better Value Fitness	21-Jan-17	228.55	228.55	297.11

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>BUY</u>			
UNITED SPIRITS	2077	2210	2040
<u>SELL</u>			
STAR	1105	1069	1125
M&M (AROUND 1200)	1192	1170	1210

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