

Morning Mantra 24th January, 2017

The Indian markets are likely to be in green but cautiousness may prevail lacking any major supportive cues.

There will be some concern with US President Donald Trump formally withdrawing from the Trans-Pacific Partnership trade deal, distancing the US from its Asian allies as China's influence rises in the region.

On the domestic front, there is buzz that the government is likely to set fiscal deficit target in the range of 3.3-3.4% of GDP for the financial year 2017-18 in the upcoming Budget or will target a fiscal deficit of 3.5% of GDP -- same as that of 2016-17.

The Supreme Court paved the way for presentation of the Union Budget on February 1 as it dismissed a plea seeking its postponement in view of Assembly elections in five states.

There will be some support to the markets from SBI's research report Ecowrap, which has said that the Government is likely to make sweeping recast of direct taxes in the ensuing Budget to give a boost to the economy following demonetization.

The realty stocks may come under pressure on a report from global rating agency Fitch that residential property sales in India are expected to witness at least 20-30% dip in 2017 due to demonetisation impact.

Earnings today: Bharti Airtel, HDFC Bank and HCL Technologies

Nifty Levels

Close	8392			
Support	8360	8338	8308	8280
Resistance	8412	8452	8488	8518

Global Indices – 23rd January, 2017

Dow	-27.40(-0.14%)
Nasdaq	-2.39(-0.04%)
S&P500	-6.11(-0.27%)
SGX Nifty (Today)	+14.00(+0.17%)

Institutional Activities –23rd January, 2017

FII Cash	-288.80crs
DII Cash	+519.99crs
FII F&O	-335.64crs

US. Markets

The US markets made a modestly lower closing in last session, amid renewed concerns about protectionist policies under new President Donald Trump.

Other Information

The Asian markets have once again made a mixed start with some of the indices trading marginally in red after President Donald Trump targeted reworking America's trade relationships.

NY Crude Oil \$53.15/barrel

Rs./\$ - 68.09

F&O Ban

IBREALEST, JINDALSTEL, JISLJALEQS, JPASSOCIAT and RCOM

Corporate/Media News

MOIL Ltd: Government will sell 10% stake in state-owned manganese miner MOIL on Tuesday at a floor price of Rs 365 a share, which will fetch around Rs 480 crores to the exchequer.

Manpasand Beverages will more than double its production capacity in the next 12-18 months.

Tata Communications posted an over 12-fold jump in Q3FY17 net profit at Rs 1412.88 crores on account of realisation from sale of its data centre. It had posted a net profit of Rs 110.74 crores in Q3FY17.

GIC Housing reported a 12.6% increase in its net profit at Rs 34.43 crores for Q3FY17. Company's net profit stood at Rs 30.59 crores in the corresponding October-December quarter of 2015-16.

Den Networks reported narrowing of consolidated net loss at Rs 45.1 crores for Q3FY17. It had posted consolidated net loss of Rs 87.39 crores in the same quarter of the previous fiscal.

Asian Paints registered 1.5% increase in consolidated net profit at Rs 489.31 crores for Q3FY17. It had posted net profit of Rs 482.02 crores in the corresponding quarter last year.

Bharti Infratel reported 25% increase in consolidated net profit to Rs 620 crores for the December quarter of the current fiscal. It had posted net profit of Rs 495 crores in the same period of last fiscal, 2015-16.

EIH Ltd posted 8.3% increase in its standalone net profit to Rs 54.31 crores for Q3FY17. It had posted a net profit of Rs 50.15 crores for the corresponding period of the previous fiscal.

L&T Infotech has posted a consolidated net profit of Rs 248 crores in the December quarter, up 10.5% from Rs.224.5 crores in the same period last year.

Karnataka Bank reported a fall of 29.3% in net profit at Rs 68.52 crores for Q3FY17 as higher allocation to cover bad loans eroded benefits. Bank's net profit in corresponding October-December quarter of 2015-16 stood at Rs 96.91 crores.

HUL reported 6.82% increase in standalone net profit to Rs 1037.93 crores for Q3FY17 on account of strong exceptional income. HUL had posted net profit of Rs 971.66 crores in Q3FY16.

GSFC reported 40% decline in net profit to Rs 61.17 crores for Q3FY17. Its net profit was Rs 103.66 crores in the October-December period of last fiscal.

Fundamental Calls

Scripts	Initiation Date	Initiation price (Rs.)	CMP(Rs.)	TGT(Rs.)
Rural Electrific	17-Aug-15	129.63	141.05	168.00
Great Eastern	09-Jan-16	368.70	387.50	479.30
Lloyd Electric a	15-Jan-16	243.30	277.50	340.00
Lumax Auto Technolog	27-Jan-16	333.00	457.00	587.00
Alembic Pharmaceutic	29-Jan-16	617.75	589.95	800.00
Sintex Industrie	15-Apr-16	83.00	85.05	116.00
Richa Industries Ltd	23-Apr-16	35.80	30.55	50.00
KCP Ltd.	29-Apr-16	84.00	84.90	118.00
VTM Ltd.	20-May-16	30.60	33.40	46.00
Gulshan Polyols Ltd.	04-Jun-16	67.20	73.40	94.00
Finolex Industri	13-Jun-16	410.75	450.50	534.00

Dhunseri Tea & Indus	21-Jun-16	301.00	313.00	424.00
Karur Vysya Bank	09-Jul-16	106.02	85.15	138.00
T Nadu Newsprint	06-Aug-16	295.30	341.05	413.50
Karnataka Bank	10-Sep-16	127.00	119.80	204.10
Sanghvi Movers L	17-Sep-16	234.95	217.60	304.00
Salzer Electr.	25-Sep-16	220.35	195.00	286.00
Technocraft Industri	01-Oct-16	343.00	399.95	446.00
Sarla Performance Fi	08-Oct-16	71.75	60.60	100.00
Century Enka	15-Oct-16	297.50	297.75	386.75
Steel Strips Wheels	21-Oct-16	693.60	665.50	901.00
Aro Granite Indu	05-Nov-16	73.90	69.00	100.00
Tube Investments	21-Nov-16	567.00	577.00	737.00
Shilchar Technologie	26-Nov-16	415.00	475.00	540.00
Sree Rayalaseema Hi-	03-Dec-16	140.00	140.35	182.00
Apar Industries	09-Dec-16	576.00	638.00	750.00
Transformer & Rectifier	17-Dec-16	352.45	425.85	458.00
D-link India Ltd.	24-Dec-16	107.00	125.25	140.00
Chaman Lal Setia Exports	30-Dec-16	87.00	98.50	113.00
Excel Inds. Ltd.	07-Jan-17	375.10	419.00	488.00
Universal Cables	13-Jan-17	81.45	104.45	105.00
Talwalkars Better Value Fitness	21-Jan-17	228.55	225.95	297.11

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>BUY</u>			
HINDALCO	181	195	175
TECHM (AROUND 465)	469	480	463
<u>SELL</u>			
BHARAT FIN	661	620	680

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