

Morning Mantra 30th January, 2017

The Indian markets are likely to be a bit cautious on mixed global cues; traders will be reacting to some mixed earnings announcements during the weekend.

There will be some support to the markets once after recovering from the initial hiccups, with the tax department assuaging investors concern ahead of implementation of GAAR from April 1. The Central Board of Direct Taxes said in clarifications on GAAR, has said adequate procedural safeguards are in place to ensure that General Anti-Avoidance Rules (GAAR), which seek to prevent companies from routing transactions through other countries to avoid taxes, are invoked in 'a uniform, fair and rational manner'.

There will be some action in the aviation stocks on a report from A NITI Aayog that air traffic grew 23% to almost 77 million during April-December period.

The gems and jewellery sector stocks too will keep buzzing with industry's apex trade promotion body Gem Jewellery Export Promotion Council (GJEPC) stating that gems and jewellery exports are likely to witness a growth of about 10% this fiscal due to increasing demand in the US and Europe.

Earnings Today: Bajaj Finserv, Bajaj Finance, Dish TV, HDFC, Pfizer and Tech Mahindra

Nifty Levels

| | | | | |
|-------------------|------|------|------|------|
| Close | 8641 | | | |
| Support | 8590 | 8555 | 8518 | 8488 |
| Resistance | 8680 | 8702 | 8739 | 8778 |

Global Indices – 27th January, 2017

| | |
|--------------------------|-----------------------|
| Dow | -7.13(-0.04%) |
| Nasdaq | +5.60(+0.10%) |
| S&P500 | -1.99(-0.09%) |
| SGX Nifty (Today) | -48.50(-0.56%) |

Institutional Activities – 27rd January, 2017

| | |
|----------|------------|
| FII Cash | +211.77crs |
| DII Cash | +482.52crs |
| FII F&O | +356.38crs |

US. Markets

The US markets made a mixed closing in last session after a lack luster trade, as investors weighed disappointing fourth-quarter data on domestic economic growth and a spate of earnings.

Other Information

The Asian markets have made a mixed start, concerned over the immigration policy of the US President Donald Trump.

NY Crude Oil \$53.14/barrel Rs./\$ - 68.05

F&O Ban

NIL

Corporate/Media News

ITC reported 5.7% rise in its standalone net profit to Rs 2,646.73 crores in the quarter ended December 31, 2016 as compared to Rs 2,503.76 crores in the corresponding quarter last year.

Bharat Electronics will split its shares in the ratio of 1:10, which will make the scrip more affordable to investors and increase market liquidity.

Gujarat Alkalies & Chemicals has posted a whopping 229.5% rise in net profit at Rs 47.32 crores in Q3FY17 from Rs 14.36 crores recorded in the same period last year.

Larsen & Toubro reported 38.9% rise in consolidated net profit at Rs 972.47 crores for Q3FY17 against Rs 700.34 crores reported for the corresponding quarter last year.

Om Metals Infraprojects announced that it has secured in its joint venture (Om Metals – SPML) a letter of intent (LOI) from Office of Director General, Rwanda Agriculture Board from the work related to Development of Irrigation and Watershed Development in Mpanga Sector (LOT 1) in Rwanda (Africa) for \$1,65,84,644.

Justdial reported a 5.9% rise in net profit at Rs 27.44 crores for Q3FY17. The company had reported a net profit of Rs 25.91 crores in the corresponding quarter a year ago.

GPT Infraprojects has won a Rs 90.5 crores contract in a joint venture from IRCON International for works related to Kiul-Gaya railway line.

Tata Coffee reported 3.4% fall in consolidated net profit at Rs 41.01 crores during Q3FY17 on higher expenses. The company's net profit stood at Rs 42.46 crores in the year-ago period.

Maruti Suzuki announced a price increase in range of Rs 1,500-Rs 8,014 (ex-showroom New Delhi) across models.

Fundamental Calls

| Scripts | Initiation Date | Initiation price (Rs.) | CMP(Rs.) | TGT(Rs.) |
|----------------------|------------------------|-------------------------------|-----------------|-----------------|
| Rural Electrific | 17-Aug-15 | 129.63 | 149.60 | 168.00 |
| Great Eastern | 09-Jan-16 | 368.70 | 398.50 | 479.30 |
| Lloyd Electric a | 15-Jan-16 | 243.30 | 278.30 | 340.00 |
| Lumax Auto Technolog | 27-Jan-16 | 333.00 | 469.25 | 587.00 |
| Alembic Pharmaceutic | 29-Jan-16 | 617.75 | 577.75 | 800.00 |
| Sintex Industrie | 15-Apr-16 | 83.00 | 87.05 | 116.00 |
| Richa Industries Ltd | 23-Apr-16 | 35.80 | 30.75 | 50.00 |
| KCP Ltd. | 29-Apr-16 | 84.00 | 86.65 | 118.00 |
| VTM Ltd. | 20-May-16 | 30.60 | 34.20 | 46.00 |
| Gulshan Polyols Ltd. | 04-Jun-16 | 67.20 | 73.75 | 94.00 |
| Finolex Industri | 13-Jun-16 | 410.75 | 462.00 | 534.00 |
| Dhunseri Tea & Indus | 21-Jun-16 | 301.00 | 300.50 | 424.00 |
| Karur Vysya Bank | 09-Jul-16 | 106.02 | 85.00 | 138.00 |
| T Nadu Newsprint | 06-Aug-16 | 295.30 | 345.45 | 413.50 |
| Karnataka Bank | 10-Sep-16 | 127.00 | 116.15 | 204.10 |
| Sanghvi Movers L | 17-Sep-16 | 234.95 | 225.20 | 304.00 |
| Salzer Electr. | 25-Sep-16 | 220.35 | 200.60 | 286.00 |
| Technocraft Industri | 01-Oct-16 | 343.00 | 427.00 | 446.00 |
| Sarla Performance Fi | 08-Oct-16 | 71.75 | 64.50 | 100.00 |
| Century Enka | 15-Oct-16 | 297.50 | 299.45 | 386.75 |
| Steel Strips Wheels | 21-Oct-16 | 693.60 | 672.25 | 901.00 |
| Aro Granite Indu | 05-Nov-16 | 73.90 | 75.20 | 100.00 |
| Tube Investments | 21-Nov-16 | 567.00 | 579.05 | 737.00 |
| Shilchar Technologie | 26-Nov-16 | 415.00 | 457.70 | 540.00 |

| | | | | |
|---------------------------------|-----------|--------|--------|--------|
| Sree Rayalaseema Hi- | 03-Dec-16 | 140.00 | 137.80 | 182.00 |
| Apar Industries | 09-Dec-16 | 576.00 | 627.00 | 750.00 |
| Transformer & Rectifier | 17-Dec-16 | 352.45 | 412.85 | 458.00 |
| D-link India Ltd. | 24-Dec-16 | 107.00 | 125.40 | 140.00 |
| Chaman Lal Setia Exports | 30-Dec-16 | 87.00 | 110.15 | 113.00 |
| Excel Inds. Ltd. | 07-Jan-17 | 375.10 | 421.00 | 488.00 |
| Universal Cables | 13-Jan-17 | 81.45 | 116.75 | 105.00 |
| Talwalkars Better Value Fitness | 21-Jan-17 | 228.55 | 229.00 | 297.11 |

| Technical Calls | | | |
|--------------------------------|-------------------------|------------------------|-----------------------|
| <u>Scripts</u> | <u>CMP (Rs.)</u> | <u>TGT(Rs.)</u> | <u>SL(Rs.)</u> |
| <u>BUY</u> | | | |
| FSL | 41 | 44.5 | 39.6 |
| EQUITAS | 167 | 175 | 163 |
| <u>SELL</u> | | | |
| NIITETECH (BELOW 426.5) | 428 | 411 | 434 |

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