

Morning Mantra 6th February , 2017

The Indian markets are likely to be in green amid positive global cues, however, the marketmen will be eyeing the Reserve Bank of India's (RBI) policy meeting on February 8, with hopes of a 25 bps rate cut.

There will be some buzz in the financial stocks, on the reports that the government is likely to introduce a Bill for resolution of insolvent financial firms during the current session of Parliament in order to address the bankruptcy issue in the financial sector.

The steel stocks too will be in action, as the Steel Minister Chaudhary Birendra Singh has said that the industry must gear up to face global competition as protectionist measures like minimum import price (MIP) and anti-dumping cannot continue indefinitely.

There will be lots of result reactions based on earnings performance.

Nifty Levels

Close	8734			
Support	8702	8680	8628	8590
Resistance	8748	8768	8812	8845

Global Indices – 3rd February, 2017

Dow	+186.55(+0.94%)	FII Cash	+353.84crs
Nasdaq	+30.57(+0.54%)	DII Cash	-42.53crs
S&P500	+16.57(+0.73%)	FII F&O	-1560.46crs
SGX Nifty (Today)	+50.00(+0.57%)		

Institutional Activities –3rd February, 2017
US. Markets

The US markets ended higher in the last session, supported by upbeat jobs data and the Dow climbed back above 20,000 and the Nasdaq reached a new record closing high.

Other Information

The Asian markets have made an all green start led by banks after the Trump administration planned to roll back financial regulations.

NY Crude Oil \$52.70/barrel Rs./\$ - 67.31

F&O Ban

CEMTIRUTEX, IBREALEST, JINDALSTEL, JPASSOCIAT and ORIENTBANK

Corporate/Media News

JK Cement reported over three-fold jump in its standalone net profit to Rs 66.43 crores for Q3FY17. It had reported a net profit Rs 17.67 crores in October- December period a year-ago.

Godrej Properties expects to monetise commercial properties worth about Rs 1,500 crores at Mumbai, Kolkata and Chandigarh over the next six months and reduce net debt, which now stands at Rs 3,278 crores.

Dr Reddy's Laboratories reported a consolidated net profit of Rs 470 crores for the quarter ended December 31, 2016, registering a 19 per cent decline from Rs 579 crores in the same period a year ago.
Indian Hotels registered a 59% increase in its standalone net profit at Rs 92 crores for the quarter ended December 31, as compared to Rs 58 crores in the same period last year.
Jindal Steel has said it is exploring various options, including divestment, to reduce its debt of around Rs 46,000 crores.
Oriental Bank of Commerce's net loss for Q3FY17 narrowed to Rs 130 crores from Rs 424.70 crores in the year-ago period. Total income has increased to Rs 5,415.97 crores during the quarter ended December 31, 2016 from Rs 5,350.48 crores in the same quarter a year ago.
Finolex Industries reported a 69.5% jump in standalone net profit at Rs 71.94 crores for the third quarter ended December 31, 2016. The company had posted a net profit of Rs 42.43 crores in the same quarter last fiscal.
Jammu and Kashmir Bank reported a net loss at Rs 498.47 crores for Q3FY17, mainly due to sharp jump in provisions for bad loans. It had reported a net profit of Rs 117.68 crores in Q3FY16.
Central Bank of India reported a net loss of Rs 605.70 crores for Q3FY17, on persisting bad loans. The bank trimmed its losses for the quarter against a Rs 836.62 crores loss it posted in Q3FY16.
Jet Airways reported a nearly 70% plunge in net profit at Rs 142.38 crores in Q3FY17 as higher fuel expenses and other costs adversely impacted the full service carrier. The airline had a net profit of Rs 467.11 crores in the year-ago period.
ACC posted a 45% decline in consolidated net profit for the fourth quarter ended December 31, 2016 at Rs 56 crores on the back of a decrease in revenues. The company, which follows January-December as fiscal year, had reported a net profit of Rs.102 crores in the corresponding quarter last fiscal.
United Breweries (Holdings) Ltd: With CBI seizing its documents and records in the ongoing investigation against Chairman Vijay Mallya, United Breweries (Holdings) has stated that it is unable to file financial results within stipulated time and has sought time up to March 15 to file its quarterly report.

Fundamental Calls				
Scripts	Initiation Date	Initiation price (Rs.)	CMP(Rs.)	TGT(Rs.)
Rural Electrific	17-Aug-15	129.63	148.25	168.00
Great Eastern	09-Jan-16	368.70	390.00	479.30
Lloyd Electric a	15-Jan-16	243.30	311.55	340.00
Lumax Auto Technolog	27-Jan-16	333.00	462.25	587.00
Alembic Pharmaceutic	29-Jan-16	617.75	555.00	800.00
Sintex Industrie	15-Apr-16	83.00	93.60	116.00
Richa Industries Ltd	23-Apr-16	35.80	30.25	50.00
KCP Ltd.	29-Apr-16	84.00	88.40	118.00
VTM Ltd.	20-May-16	30.60	32.80	46.00
Gulshan Polyols Ltd.	04-Jun-16	67.20	78.50	94.00
Finolex Industri	13-Jun-16	410.75	489.20	534.00
Dhunseri Tea & Indus	21-Jun-16	301.00	309.65	424.00
Karur Vysya Bank	09-Jul-16	106.02	88.40	138.00
T Nadu Newsprint	06-Aug-16	295.30	341.55	413.50
Karnataka Bank	10-Sep-16	127.00	120.00	204.10
Sanghvi Movers L	17-Sep-16	234.95	228.35	304.00
Salzer Electr.	25-Sep-16	220.35	194.60	286.00
Technocraft Industri	01-Oct-16	343.00	451.95	446.00
Sarla Performance Fi	08-Oct-16	71.75	64.05	100.00
Century Enka	15-Oct-16	297.50	300.90	386.75

Steel Strips Wheels	21-Oct-16	693.60	694.50	901.00
Aro Granite Indu	05-Nov-16	73.90	75.50	100.00
Tube Investments	21-Nov-16	567.00	602.50	737.00
Shilchar Technologie	26-Nov-16	415.00	450.00	540.00
Sree Rayalaseema Hi-	03-Dec-16	140.00	134.15	182.00
Apar Industries	09-Dec-16	576.00	657.10	750.00
Transformer & Rectifier	17-Dec-16	352.45	394.60	458.00
D-link India Ltd.	24-Dec-16	107.00	119.75	140.00
Chaman Lal Setia Exports	30-Dec-16	87.00	103.05	113.00
Excel Inds. Ltd.	07-Jan-17	375.10	410.70	488.00
Universal Cables	13-Jan-17	81.45	110.75	105.00
Talwalkars Better Value Fitness	21-Jan-17	228.55	228.85	297.11
S P Apparel	30-Jan-17	374.00	378.90	487.00
Triveni Engineering & Industries Ltd.	04-Feb-17	78.05	78.05	101.50

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>BUY</u>			
BATA (ABOVE 500)	593	520	490
SPAL	378	392	372
<u>SELL</u>			
MINDTREE	460	436	466

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