

Morning Mantra 4th May , 2017

The Indian markets are likely to remain cautious as the Fed may have maintained status quo on policy rate but downplayed weak first quarter economic growth, indicating a further rate hike.

There will be some support with Asian Development Bank's report that the Indian economy will grow 7.4% this fiscal and 7.6% in the next as the bankruptcy and GST laws will help create a more business-friendly environment.

The banking sector stocks will be in action, as the Union Cabinet on Wednesday cleared an ordinance to empower the Reserve Bank of India (RBI) to reduce bad debts of public sector banks. The ordinance will empower the Reserve Bank to effectively deal with the problem of mounting bad loans in the banking sector.

The steel sector too will be in action as the cabinet has given green signal to a new policy that aims to achieve steel-making capacity of 300 million tonnes by 2030 with an additional investment of Rs 10 lakh crores. The Cabinet also approved a policy for use of domestic steel products in government organisations.

Earnings today: Cera Sanitaryware, Godrej Properties, HDFC, IIFL, MCX, MRF, Oberoi Realty and Tata Communications

Global Indices –3rd May, 2017

Dow	+8.01(+0.04%)
Nasdaq	-22.82(-0.37%)
S&P500	-3.04(-0.13%)
SGX Nifty (Today)	-4.50(-0.05%)

Institutional Activities –3rd May, 2017

FII Cash	-517.74crs
DII Cash	+112.36crs
FII F&O	+856.67crs

US. Markets

The US markets after remaining in negative territory for most of the session made a mixed closing in the last session after the Fed left the key interest rates unchanged but made a hawkish policy statement, in a sign it was still on track for two more rate increases this year.

Other Information

The Asian markets have made a mixed start taking cues from the US markets, with traders in the region now pricing in a 72% chance of a June rate hike, from 63% before the Fed's statement. Metal stocks are under pressure in the region amid inventory concerns in industrial metals.

NY Crude Oil \$47.93/barrel

Rs./\$ - 64.15

F&O Ban

ADANIENT, BHARATFIN, JSWENERGY and UJJIVAN

Corporate/Media News

V-Mart Retail reported a standalone net profit of Rs 4.99 crores for Q4FY17. It had posted a net profit of Rs 0.48 crores in the corresponding period of last fiscal.

Merck posted a 76.4% increase in its net profit at Rs 14.82 crores for Q4FY17. The company had posted a net profit of Rs 8.40 crores during the January-March period a year-ago.

Shriram City reported over 78% decline in standalone net profit to Rs 12.04 crores in Q4FY17, due to trailing affects of demonetisation and RBI prudential norms on bad loans.

PVR and Inox Leisure are expected to be affected partially in the short term by the Karnataka government's decision to cap movie ticket prices at Rs 200, inclusive of taxes. However, the medium-term impact depends on the extent of theatre occupancy once the decision is implemented and quality of movie content.

Reliance Communications undersea cable arm Global Cloud Xchange has entered into an agreement with two other companies to provide cloud computing services.

Fundamental Calls				
<u>Scripts</u>	<u>Initiation Date</u>	<u>Initiation price (Rs.)</u>	<u>CMP(Rs.)</u>	<u>TGT(Rs.)</u>
Lloyd Electric	15-Jan-16	243.30	247.00	340.00
Lumax Auto Technologies	27-Jan-16	333.00	516.00	587.00
Alembic Pharmaceutical	29-Jan-16	617.75	605.75	800.00
Sintex Industries	15-Apr-16	83.00	113.35	116.00
Richa Industries	23-Apr-16	35.80	35.20	50.00
VTM Ltd.	20-May-16	30.60	33.00	46.00
Dhunseri Tea & Indus	21-Jun-16	301.00	323.75	424.00
Karur Vysya Bank	09-Jul-16	106.02	121.05	138.00
T Nadu Newsprint	06-Aug-16	295.30	293.45	413.50
Karnataka Bank	10-Sep-16	127.00	169.75	204.10
Sanghvi Movers	17-Sep-16	234.95	258.20	304.00
Salzer Electr.	25-Sep-16	220.35	209.10	286.00
Sarla Performance	08-Oct-16	71.75	64.20	100.00
Aro Granite Indu	05-Nov-16	73.90	72.60	100.00
Tube Investments	21-Nov-16	567.00	689.00	737.00
Shilchar Technologies	26-Nov-16	415.00	454.00	540.00
Sree Rayalaseema Hi-	03-Dec-16	140.00	147.00	182.00
Excel Inds. Ltd.	07-Jan-17	375.10	397.95	488.00
Talwalkars Better Value Fitness	21-Jan-17	228.55	277.10	297.11
S P Apparel	30-Jan-17	374.00	399.45	487.00
Triveni Engineering & Industries	04-Feb-17	78.05	93.70	101.50
Kvantum Paper	18-Feb-17	415.00	447.00	581.00
Polaris Consulting & Services	28-Feb-17	182.00	202.00	237.00
Sonata Software Ltd.	06-Mar-17	191.10	164.90	248.00
Visaka Inds.	11-Mar-17	239.00	326.00	335.00
Vidhi Specialty Food Ingredients	25-Mar-17	55.10	59.15	72.00
Ujaas Energy Ltd.	01-Apr-17	33.75	35.05	45.00
Panasonic Carbon India Co	08-Apr-17	485.80	473.00	630.00
Kilburn Engineering	14-Apr-17	67.00	63.65	94.00
Tata Coffee	21-Apr-17	124.50	127.70	162.00
Pondy Oxide	29-Apr-17	442.00	456.30	575.00

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