

Morning Mantra 2nd June , 2017

The Indian markets are likely to see some recovery on positive global cues.

The market participants will be getting some support with NITI Aayog Vice Chairman's statement that India will regain the crown of the fastest growing major economy, overtaking China, as early as the Q1FY18. He said that India, on an annual basis, is ahead of China and will regain the growth momentum soon on the back of host of reforms initiated by the Modi government in the last three years.

Also, the Moody's Investors Service has said that India's key reforms, including the impending goods and services tax and resolution of sticky loans may improve the country's credit profile.

Realty sector may see some action, as the government has set a target of constructing 51 lakh houses by March 2018 to reach halfway towards its goal of building 1 crore houses by 2019.

Nifty Levels

Close	9616			
Support	9587	9538	9486	9469
Resistance	9650	9690	9735	9770

Global Indices –1st June, 2017
Institutional Activities –1st June, 2017

Dow	+135.53(+0.65%)	FII Cash	-517.31crs
Nasdaq	+48.31(+0.78%)	DII Cash	+171.65crs
S&P500	+18.26(+0.76%)	FII F&O	+57.36crs
SGX Nifty (Today)	+40.00(+0.41%)		

US. Markets

The US markets rebounded in last session supported by some upbeat economic data that offset the weakness seen in the two previous sessions. Private payroll processor ADP showed a jump in private sector employment in the month of May.

Other Information

The Asian markets have made mostly a positive start led by the rally in the Japanese market, which topped 20,000 for the first time since 2015, as the yen weakened after private American hiring data bolstered confidence in the global economy.

NY Crude Oil \$48.75/barrel Rs./\$ - 64.44

F&O Ban

DLF, INFIBEAM, JPASSOCIAT, RCOM and RELCAPITAL

Corporate/Media News

TVS Motor Company reported a 16% increase in total sales at 2,82,007 units in May. The Chennai-based company had sold 2,43,783 units in May 2016. Total two-wheeler sales during the month increased 15.6 per cent to 2,75,426 units.

HPCL has sought shareholders' nod for issuing one bonus share for every two held, capitalising reserves of about Rs 508 crores. It has proposed an ordinary resolution through postal ballot for capitalisation of Rs 507.94 crores standing to the credit of Security Premium/Free Reserves and issue bonus shares of Rs.10 each.

Bank of India has decided to go for one-time settlements (OTS) of loans with errant borrowers as one of the key recovery strategies. The lender, with a pile of non-performing assets running to Rs 52,045 crores, is ready to take the OTS route for all borrower segments.

Bharti Airtel received approvals from the Securities & Exchange Board of India, BSE and the National Stock Exchange of India for its proposed merger with Telenor India.

RCOM: Fitch downgraded telecom operator Reliance Communications to junk grade saying loan default is a "real possibility" and red flagged its poor liquidity and excessive refinancing risk.

Adani Power: Rating company Crisil Ltd accused the Gautam Adani-led Adani Power(APL) of not providing it with details of operations while reaffirming its stable outlook and double B minus rating, three notches below investment grade, on Rs 6,559 crores of credit facilities.

PNC Infratech: The company's net profit shrank 77 per cent to Rs 33.74 crore during the fourth quarter ended March 31, 2017. It had posted a net profit after taxes, minority interest and share in profit/(loss) of associates of Rs 145.58 crore during the same period a year ago, it said in a BSE filing.

Coal India produced 79 million tonnes (MT) of coal in the first two months of the ongoing fiscal, missing the target by 7 MT.

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	244.10	340.00
Lumax Auto Technologies	27-Jan-16	333.00	465.60	587.00
Alembic Pharmaceutical	29-Jan-16	617.75	540.50	800.00
Sintex Industries	15-Apr-16	83.00	26.40	116.00
Richa Industries	23-Apr-16	35.80	27.50	50.00
VTM Ltd.	20-May-16	30.60	32.60	46.00
Dhunseri Tea & Indus	21-Jun-16	301.00	290.00	424.00
Karur Vysya Bank	09-Jul-16	106.02	118.65	138.00
T Nadu Newsprint	06-Aug-16	295.30	338.00	413.50
Karnataka Bank	10-Sep-16	127.00	178.95	204.10
Sanghvi Movers	17-Sep-16	234.95	257.20	304.00
Salzer Electr.	25-Sep-16	220.35	190.00	286.00
Sarla Performance	08-Oct-16	71.75	57.30	100.00
Aro Granite Indu	05-Nov-16	73.90	72.85	100.00
Tube Investments	21-Nov-16	567.00	680.20	737.00
Shilchar Technologies	26-Nov-16	415.00	450.00	540.00
Sree Rayalaseema Hi-	03-Dec-16	140.00	123.00	182.00
Excel Inds. Ltd.	07-Jan-17	375.10	370.50	488.00
Talwalkars Better Value Fitness	21-Jan-17	228.55	292.20	297.11
S P Apparel	30-Jan-17	374.00	415.75	487.00
Triveni Engineering & Industries	04-Feb-17	78.05	79.35	101.50
Kuantum Paper	18-Feb-17	415.00	494.00	581.00
Polaris Consulting & Services	28-Feb-17	182.00	225.05	237.00
Sonata Software Ltd.	06-Mar-17	191.10	154.75	248.00
Vidhi Specialty Food Ingredients	25-Mar-17	55.10	54.35	72.00
Ujaas Energy Ltd.	01-Apr-17	33.75	32.15	45.00
Panasonic Carbon India Co	08-Apr-17	485.80	458.00	630.00
Kilburn Engineering	14-Apr-17	67.00	58.55	94.00

Tata Coffee	21-Apr-17	124.50	128.75	162.00
Pondy Oxide	29-Apr-17	442.00	452.20	575.00
Kirloskar Ferrous Industries	06-May-17	96.30	99.10	136.00
LAKSHMI VILAS BANK	12-May-17	186.00	188.35	242.00
Lambodhara Textiles Ltd.	19-May-17	77.40	74.4	101.40
Petronet LNG	26-May-17	443.00	443.15	541.00

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>BUY</u>			
KTKBANK	178	190	172
BOSCH (AROUND 23600)	23823	24700	23000
<u>SELL</u>			
JUST DIAL	438	417	451

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