

Morning Mantra 7th June , 2017

The Indian markets are likely to remain cautious and all eyes will be on the Monetary Policy Committee (MPC) meeting outcome with general view that the central bank is likely to hold key rates even as the government is making a case for a lower interest regime citing low inflation.

The Met Department has upgraded the South-West monsoon forecast to 98% of the long-term average rainfall from 96% earlier. Rainfall during the June-September monsoon season is expected to be normal, with a high possibility of all four broad geographical regions receiving evenly distributed rains.

The government has said that post the abolition of the FIPB, ministries will have to decide on FDI proposals within 60 days of the application and any rejection will need concurrence of the DIPP.

Nifty Levels

Close	9675			
Support	9620	9587	9538	9486
Resistance	9690	9735	9770	9809

Global Indices –6th June, 2017

Dow	-47.81(-0.23%)
Nasdaq	-20.62(-0.33%)
S&P500	-6.77(-0.28%)
SGX Nifty (Today)	+4.00(+0.04%)

Institutional Activities –6th June, 2017

FII Cash	+61.16crs
DII Cash	-360.01crs
FII F&O	-229.05crs

US Markets

The US markets extended their weakness and ended lower in the last session after another choppy day of trade, amid uncertainty ahead of key events later this week, including the U.K. election, the ECB meeting and former FBI Director James Comey's congressional testimony.

Other Information

The Asian markets have made a mixed start with some indices trading in red.

NY Crude Oil \$/barrel	Rs./\$ -
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F&O Ban

DLF, GMRINFRA, IBREALEST, INFIBEAM, JPASSOCIAT, RCOM and RELCAPITAL

Corporate/Media News

Oil India has made an oil discovery in the Baghjan area of Upper Assam Basin.

Sical Logistics has been awarded with a Letter of Acceptance by Mahanadhi Coal Fields for extraction of coal at a contracted value of Rs.289 crores.

Rate-sensitive stocks: Auto, banking and real estate will remain in focus ahead of RBI monetary policy outcome later in the day.

Adani Power approved a proposal to hive off its flagship Mundra power station to its subsidiary so that it can focus on investment and power generation separately. The company's objective is to source funds more efficiently for investing in capacity expansion of its arms or acquiring assets.

ONGC: The Department of Investment and Public Asset Management (DIPAM) will shortly seek cabinet approval for ONGC to buy the government's entire stake in refiner Hindustan Petroleum Corp in line with the oil ministry's proposal of creating a domestic oil giant.

TCS and Siemens announced collaboration around Internet of Things (IoT) innovation that will enable customers to benefit from data insights and services based on "MindSphere," a cloud-based, open IoT operating system from Siemens.

Bharti Airtel received statutory approval on Tuesday from the Competition Commission of India (CCI) for its proposed merger with the Indian unit of Norway's Telenor.

Tyre stocks will remain in focus as domestic rubber prices plunged to its lowest level in 7 months.

Vivimed Lab's API manufacturing facility located in Sant Celoni, Spain was recently inspected by the USFDA in compliance with their requirement. At the end of the successful inspection, the company has been informed by the investigator that "zero" 483 observations were issued. This was a routine inspection by the USFDA.

RCOM: Rating agencies Fitch and Moody's downgraded credit rating of Reliance Communications on account of its fragile liquidity position and limited ability to pay back debt.

Fundamental Calls

Scripts	Initiation Date	Initiation price (Rs.)	CMP(Rs.)	TGT(Rs.)
Lloyd Electric	15-Jan-16	243.30	255.15	340.00
Lumax Auto Technologies	27-Jan-16	333.00	474.65	587.00
Alembic Pharmaceutical	29-Jan-16	617.75	550.50	800.00
Sintex Industries	15-Apr-16	83.00	25.30	116.00
Richa Industries	23-Apr-16	35.80	28.00	50.00
VTM Ltd.	20-May-16	30.60	32.60	46.00
Dhunseri Tea & Indus	21-Jun-16	301.00	297.00	424.00
Karur Vysya Bank	09-Jul-16	106.02	127.50	138.00
T Nadu Newsprint	06-Aug-16	295.30	331.70	413.50
Karnataka Bank	10-Sep-16	127.00	173.45	204.10
Sanghvi Movers	17-Sep-16	234.95	253.60	304.00
Salzer Electr.	25-Sep-16	220.35	189.00	286.00
Sarla Performance	08-Oct-16	71.75	55.70	100.00
Aro Granite Indu	05-Nov-16	73.90	72.75	100.00
Tube Investments	21-Nov-16	567.00	675.75	737.00
Shilchar Technologies	26-Nov-16	415.00	450.00	540.00
Sree Rayalaseema Hi-	03-Dec-16	140.00	121.00	182.00
Excel Inds. Ltd.	07-Jan-17	375.10	359.55	488.00
Talwalkars Better Value Fitness	21-Jan-17	228.55	282.35	297.11
S P Apparel	30-Jan-17	374.00	441.95	487.00
Triveni Engineering & Industries	04-Feb-17	78.05	75.90	101.50
Kuantum Paper	18-Feb-17	415.00	479.65	581.00
Polaris Consulting & Services	28-Feb-17	182.00	227.05	237.00
Sonata Software Ltd.	06-Mar-17	191.10	163.70	248.00
Vidhi Specialty Food Ingredients	25-Mar-17	55.10	57.05	72.00
Ujaas Energy Ltd.	01-Apr-17	33.75	32.80	45.00
Panasonic Carbon India Co	08-Apr-17	485.80	451.75	630.00

Kilburn Engineering	14-Apr-17	67.00	58.50	94.00
Tata Coffee	21-Apr-17	124.50	127.60	162.00
Pondy Oxide	29-Apr-17	442.00	445.00	575.00
Kirloskar Ferrous Industries	06-May-17	96.30	98.35	136.00
LAKSHMI VILAS BANK	12-May-17	186.00	189.50	242.00
Lambodhara Textiles Ltd.	19-May-17	77.40	76.50	101.40
Petronet LNG	26-May-17	443.00	448.90	541.00
Morganite Crucible	05-Jun-17	850.00	836.50	1,105.00

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
BUY			
MGL	993	1030	980
IOC	424	447	411
SELL			
NATIONALUM	65	62	66.8

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