

Morning Mantra 9th June , 2017

The Indian markets are likely to remain cautious and traders will be eyeing the major global developments following the mixed cues after an exit poll suggested British Prime Minister Theresa May's Conservative party not getting majority.

The market participants will be getting some support with UN trade report that despite stagnant foreign direct investment (FDI) inflow of \$ 44 billion in 2016, India will most likely remain most favoured destination due to its attractiveness among MNCs for cross-border mergers and acquisitions.

There will be some buzz in the power and coal stocks on report that India's coal imports in May declined 6% due to lacklustre demand from the power sector and sufficient supply of domestic fuel.

Nifty Levels

Close	9647			
Support	9620	9587	9538	9486
Resistance	9690	9735	9770	9809

Global Indices –8th June, 2017

Institutional Activities –8th June, 2017

Dow	+8.84(+0.04%)	FII Cash	+90.78crs
Nasdaq	+24.38(+0.39%)	DII Cash	+738.78crs
S&P500	+0.65(+0.03%)	FII F&O	-185.25crs
SGX Nifty (Today)	-5.50(-0.06%)		

US Markets

The US markets managed a modestly positive close in last session despite choppy trade.

Other Information

The Asian markets have made a mixed start, with some indices trading in red as a note of caution spread across financial markets after an exit poll showed the UK faces a hung parliament.

NY Crude Oil \$48.13/barrel Rs./\$ - 64.24

F&O Ban

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

Corporate/Media News

Reliance Capital is likely to list unit Reliance General Insurance. It could be valued at more than Rs 5,000 crores. The investors are excited about the prospects of owning an asset management business as Reliance Mutual Fund readies to float its IPO.

Srei Infra plans to create a \$200-million IT & Innovation Fund with Vnesheconombank of Russia to invest in technology companies. The fund will promote Indo-Russian cooperation in IT technologies and innovation in both countries and in other select regions.

Federal Bank plans to raise up to Rs 4,000 crores by issuing various debt securities in tranches from domestic

and overseas markets.

Coal India plans to shut down 37 underground mines by FY17, despite unions' plans to strike for three days this month if the decision is not withdrawn, said a report. The move will lead to the redeployment of about 11,000 workers.

Maruti Suzuki wants to do a DMart and has earmarked Rs 1,000 crores to acquire real estate this financial year. The properties to be bought mostly in prime locations will be offered to dealers to set up showrooms. This will allow the company to save large fixed costs and fluctuations in rent, while earning itself some extra income.

TCS' annual report showed its revenue from parent Tata Sons and its subsidiaries was a tad higher in FY17 at over Rs 2,400 crores boosting its top line growth marginally.

IOC, HPCL, BPCL will revise petrol and diesel prices daily across the country from June 16, extending the pilot they had started in five cities last month.

PNB Housing extended its previous day's 6% surge after the RBI lowered risk weight assigned to home loans lent on or after June 7. The stock is trading at its highest level since its listing on November 7, 2016. It has more than doubled from its IPO price of Rs 775 per share.

Hero MotoCorp has phased out different models and variants as part of its plans to realign product portfolio to focus on premium bikes and scooters for future growth. The company, which already has over 50 per cent market share in 100 cc and 150 cc bike segments, is planning to launch half a dozen new products in the current fiscal.

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	229.10	340.00
Lumax Auto Technologies	27-Jan-16	333.00	479.00	587.00
Alembic Pharmaceutical	29-Jan-16	617.75	550.00	800.00
Sintex Industries	15-Apr-16	83.00	25.80	116.00
Richa Industries	23-Apr-16	35.80	27.00	50.00
VTM Ltd.	20-May-16	30.60	31.50	46.00
Dhunseri Tea & Indus	21-Jun-16	301.00	298.50	424.00
Karur Vysya Bank	09-Jul-16	106.02	130.20	138.00
T Nadu Newsprint	06-Aug-16	295.30	334.60	413.50
Karnataka Bank	10-Sep-16	127.00	173.50	204.10
Sanghvi Movers	17-Sep-16	234.95	253.25	304.00
Salzer Electr.	25-Sep-16	220.35	188.50	286.00
Sarla Performance	08-Oct-16	71.75	55.15	100.00
Aro Granite Indu	05-Nov-16	73.90	71.70	100.00
Tube Investments	21-Nov-16	567.00	699.75	737.00
Shilchar Technologies	26-Nov-16	415.00	451.85	540.00
Sree Rayalaseema Hi-	03-Dec-16	140.00	126.40	182.00
Excel Inds. Ltd.	07-Jan-17	375.10	351.00	488.00
Talwalkars Better Value Fitness	21-Jan-17	228.55	279.25	297.11
S P Apparel	30-Jan-17	374.00	458.90	487.00
Triveni Engineering & Industries	04-Feb-17	78.05	77.70	101.50
Kuantum Paper	18-Feb-17	415.00	490.00	581.00
Polaris Consulting & Services	28-Feb-17	182.00	226.70	237.00
Sonata Software Ltd.	06-Mar-17	191.10	158.15	248.00

Vidhi Specialty Food Ingredients	25-Mar-17	55.10	58.80	72.00
Ujaas Energy Ltd.	01-Apr-17	33.75	32.00	45.00
Panasonic Carbon India Co	08-Apr-17	485.80	462.00	630.00
Kilburn Engineering	14-Apr-17	67.00	55.75	94.00
Tata Coffee	21-Apr-17	124.50	127.20	162.00
Pondy Oxide	29-Apr-17	442.00	427.40	575.00
Kirloskar Ferrous Industries	06-May-17	96.30	98.15	136.00
LAKSHMI VILAS BANK	12-May-17	186.00	191.45	242.00
Lambodhara Textiles Ltd.	19-May-17	77.40	77.55	101.40
Petronet LNG	26-May-17	443.00	425.80	541.00
Morganite Crucible	05-Jun-17	850.00	835.00	1,105.00

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>BUY</u>			
TINPLATE	92	101	88
GMDC	140	152	134

Disclaimer: This document has been prepared by SATCO Capital Market Ltd., a registered broker dealer, and is being distributed to its clients. The information in the document has been compiled by the research department. Due care has been taken in preparing the above document. However, this document is not, and should not be construed, as an offer to sell or solicitation to buy any securities. Any act of buying, selling or otherwise dealing in any securities referred to in this document shall be at investor's sole risk and responsibility. This document may not be reproduced, distributed or published, in whole or in part, without prior permission from the Company. @ Satco Capital Markets Ltd.

