

Morning Mantra 15th June , 2017

The Indian markets are likely to be in red on weak regional cues, as the US Federal Reserve raised interest rates, citing continued US economic growth and job market strength, and announced it would begin cutting its holdings of bonds and other securities this year.

On the domestic front some support can come with the Union Cabinet approving the proposal to introduce a Financial Resolution and Deposit Insurance Bill, 2017. The Bill would provide for a comprehensive resolution framework for specified financial sector entities to deal with bankruptcy situation in banks, insurance companies and financial sector entities.

There will be some buzz in the agri and banking stocks, as the Union Cabinet has also approved the interest subvention scheme (ISS) for farmers for the year 2017-18 which will help farmers getting short term crop loan up to Rs.3 lakh payable within one year at only 4% per annum. The government has earmarked a sum of Rs 20,339 crores for this purpose.

The telecom stocks too will be buzzing, as the four large banks, including the SBI, called on the government to boost liquidity in troubled telecom companies, cautioning that the financial stress may lead to potential defaults.

Nifty Levels

Close	9618			
Support	9587	9538	9486	9440
Resistance	9690	9735	9770	9809

Global Indices –14th June, 2017

Dow	+46.09(+0.22%)
Nasdaq	-25.48(-0.41%)
S&P500	-2.43(-0.10%)
SGX Nifty (Today)	-30.50(-0.32%)

Institutional Activities –14th June, 2017

FII Cash	-161.13crs
DII Cash	+71.65crs
FII F&O	+500.81crs

US Markets

The US markets made a mixed closing in the last session, after the Federal Reserve raised its benchmark interest rate for the third time in three months despite signs the US economy cooled off in 2017.

Other Information

The Asian markets have made mostly a soft start with some indices witnessing cut of over half a percent tailing the US markets and on a report that investigators are probing whether President Donald Trump attempted to obstruct justice.

NY Crude Oil \$45.99/barrel Rs./\$ - 64.30

F&O Ban

BANKINDIA, HDIL, IBREALEST, INFIBEAM, KSCL, ORIENTBANK, RCOM and UJJIVAN

Corporate/Media News

RepcO Home Finance announced that the securities allotment committee of the board of directors of the company approved the allotment of 2,720 secured, redeemable, non-convertible, non-cumulative debentures (SRNCD) aggregating to Rs 272 crores on private placement basis to International Finance Corporation.

SpiceJet is likely to place an order for the Boeing 737 Max-10 planes at the aircraft's debut at the Paris Air Show later this month, thus becoming one of its launch customers globally.

Mphasis has raised \$500 million by selling dollar bonds as it aims to repay existing loans taken by global private equity major Blackstone, which holds a controlling stake in the firm.

Bharat Financial Inclusion will bring around 2 lakh kirana stores to cater as service points with digital imprint. The expansion is to be done with the help of banks in a tie-up arrangement in 16 states.

Wipro has won IT Applications Managed Services engagement with Finnish company, Valmet, a leading global developer and supplier of technologies, automation and services for the pulp, paper, and energy industries.

Corporation Bank has revised the bank's tenor based Marginal Cost of Funds based Lending Rate (MCLR) for all new rupee loans and advances including renewals from June 15, 2017.

Central Bank of India - the Reserve Bank of India (RBI) has put the bank under prompt corrective action in view of high net non-performing assets (NPA) and negative return on assets (RoA). The bank believes that corrective measures arising out of the PCA will help in improving overall performance of the bank.

IOC, BPCL and HPCL signed an agreement to jointly set up the world's largest refinery and petrochemical complex at Ratnagiri district of Maharashtra at a cost of \$40 billion.

RCOM's Chairman Anil Ambani will not take any salary or commission in the current financial year as the company is reeling under huge debt and credit downgrades.

Fundamental Calls

Scripts	Initiation Date	Initiation price (Rs.)	CMP(Rs.)	TGT(Rs.)
Lloyd Electric	15-Jan-16	243.30	213.65	340.00
Lumax Auto Technologies	27-Jan-16	333.00	483.75	587.00
Alembic Pharmaceutical	29-Jan-16	617.75	534.70	800.00
Sintex Industries	15-Apr-16	83.00	24.55	116.00
Richa Industries	23-Apr-16	35.80	25.85	50.00
VTM Ltd.	20-May-16	30.60	32.00	46.00
Dhunseri Tea & Indus	21-Jun-16	301.00	316.85	424.00
Karur Vysya Bank	09-Jul-16	106.02	145.10	138.00
T Nadu Newsprint	06-Aug-16	295.30	337.85	413.50
Karnataka Bank	10-Sep-16	127.00	173.65	204.10
Sanghvi Movers	17-Sep-16	234.95	247.00	304.00
Salzer Electr.	25-Sep-16	220.35	196.95	286.00
Sarla Performance	08-Oct-16	71.75	50.95	100.00
Aro Granite Indu	05-Nov-16	73.90	77.10	100.00
Tube Investments	21-Nov-16	567.00	699.20	737.00
Shilchar Technologies	26-Nov-16	415.00	450.05	540.00
Sree Rayalaseema Hi-	03-Dec-16	140.00	122.25	182.00
Excel Inds. Ltd.	07-Jan-17	375.10	352.00	488.00
Talwalkars Better Value Fitness	21-Jan-17	228.55	298.20	297.11
S P Apparel	30-Jan-17	374.00	455.00	487.00
Triveni Engineering & Industries	04-Feb-17	78.05	75.10	101.50
Kuantum Paper	18-Feb-17	415.00	494.00	581.00
Polaris Consulting & Services	28-Feb-17	182.00	231.15	237.00
Sonata Software Ltd.	06-Mar-17	191.10	152.80	248.00

Vidhi Specialty Food Ingredients	25-Mar-17	55.10	57.40	72.00
Ujaas Energy Ltd.	01-Apr-17	33.75	31.90	45.00
Panasonic Carbon India Co	08-Apr-17	485.80	460.35	630.00
Kilburn Engineering	14-Apr-17	67.00	55.85	94.00
Tata Coffee	21-Apr-17	124.50	134.60	162.00
Pondy Oxide	29-Apr-17	442.00	422.80	575.00
Kirloskar Ferrous Industries	06-May-17	96.30	97.90	136.00
LAKSHMI VILAS BANK	12-May-17	186.00	195.45	242.00
Lambodhara Textiles Ltd.	19-May-17	77.40	77.85	101.40
Petronet LNG	26-May-17	443.00	429.25	541.00
Morganite Crucible	05-Jun-17	850.00	935.00	1,105.00
LG Balakrishnan & Bros	10-Jun-17	753.00	752.00	942.00

Technical Calls			
Scripts	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
BUY			
HINDUNILEVER	1113	1150	1100
PETRONET	429	450	424

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