

Morning Mantra 5th July, 2017

The Indian markets are likely to be flat-to-soft tailing the weakness in regional markets on geopolitical worries. North Korea said that it successfully test-launched a first intercontinental ballistic missile, (ICBM), which many experts said could put all of the US state of Alaska within range for the first time.

Traders may also be cautious with a Fitch Ratings' report stating that the newly-implemented GST will support productivity and boost the long-term growth prospects but is unlikely to increase tax revenue in the short-term.

Logistics stocks will see some upmove as the Union Road Transport and Shipping Minister Nitin Gadkari has said that logistic sector will gain most with GST, as on the back-of-the-envelope calculations logistics costs would come down by at least 20%.

Gems and jewellery stocks too will see some action on report that India's gems and jewellery exports rose over 11% to \$6.78 billion during the first two months of the current fiscal, largely driven by demand in major markets like the US.

Nifty Levels

Close	9613			
Support	9605	9569	9532	9486
Resistance	9649	9680	9709	9736

Global Indices –4th July, 2017

Dow	(%)
Nasdaq	(%)
S&P500	(%)
SGX Nifty (Today)	+15.00(+0.16%)

Institutional Activities –4th July, 2017

FII Cash	-834.36crs
DII Cash	+295.88crs
FII F&O	+709.00crs

US Markets

The US markets remained closed in last session unable to give any cues to the other markets.

Other Information

The Asian markets have made mostly a soft start on looming geopolitical concern over North Korea's nuclear weapons program, after US confirmed North Korea's claim that it had launched an intercontinental ballistic missile. Japanese shares were weighed down by the strengthening yen.

NY Crude Oil \$46.01/barrel Rs./\$ - 64.76

F&O Ban**JPASSOCIAT****Corporate/Media News**

Sun Pharma signed a long-term agreement with South Korea's Samsung BioLogics for the manufacture of an experimental medicine to treat psoriasis.

ABC Bearings has approved the merger of ABC Bearings as a going concern with Timken India.
Bajaj Finance: Global brokerage house Credit Suisse maintained 'Underperform' rating on Bajaj Finance with a target price of Rs 970 per share.
Mahindra & Mahindra announced reduction in prices of its utility vehicles and SUVs by up to 6.9 per cent on an average to pass on the GST benefit to customers.
ICICI Prudential Life Insurance has confirmed its interest in buying the beleaguered Sahara Life insurance.
ICICI Bank said the joint venture agreement between it and Fairfax Financial Holdings Ltd has been terminated ahead of the IPO of ICICI Lombard General Insurance Company - a JV between the two entities.
Amtek Auto: Proxy advisor Stakeholders Empowerment Services (SES) has questioned the infusion of loans to Amtek Auto by promoter firms Aisa International and Amtek Laboratories, doubting the funding source as the two companies have not filed their returns since 2014.
Jyoti Structures: The National Company Law Tribunal (NCLT) admitted bankruptcy proceedings against the Mumbai-based company, a move which could result in either new owners or liquidation.
RCOM will not pay outstanding interest until December, on its bonds held by LIC of India, the country's largest insurer, as the telco seeks to shed Rs 25,000 crores of debt as part of a financial restructuring.
Lanco Infratech: Hindustan Power projects has begun to invoke Rs 500 crores bank guarantees of Lanco Infratech, citing non fulfillment of a work contract, triggering a bitter row between the companies.

Fundamental Calls				
Scripts	Initiation Date	Initiation price (Rs.)	CMP(Rs.)	TGT(Rs.)
Lloyd Electric	15-Jan-16	243.30	199.00	340.00
Lumax Auto Technologies	27-Jan-16	333.00	493.30	587.00
Alembic Pharmaceutical	29-Jan-16	617.75	511.55	800.00
Sintex Industries	15-Apr-16	83.00	25.50	116.00
Richa Industries	23-Apr-16	35.80	29.25	50.00
VTM Ltd.	20-May-16	30.60	32.25	46.00
Dhunseri Tea & Indus	21-Jun-16	301.00	305.00	424.00
Karur Vysya Bank	09-Jul-16	106.02	144.55	138.00
T Nadu Newsprint	06-Aug-16	295.30	321.25	413.50
Karnataka Bank	10-Sep-16	127.00	163.75	204.10
Sanghvi Movers	17-Sep-16	234.95	233.00	304.00
Salzer Electr.	25-Sep-16	220.35	197.00	286.00
Sarla Performance	08-Oct-16	71.75	50.00	100.00
Aro Granite Indu	05-Nov-16	73.90	74.65	100.00
Tube Investments	21-Nov-16	567.00	702.75	737.00
Shilchar Technologies	26-Nov-16	415.00	460.10	540.00
Sree Rayalaseema Hi-	03-Dec-16	140.00	126.95	182.00
Excel Inds. Ltd.	07-Jan-17	375.10	366.50	488.00
Talwalkars Better Value Fitness	21-Jan-17	228.55	299.90	297.11
S P Apparel	30-Jan-17	374.00	460.00	487.00
Triveni Engineering & Industries	04-Feb-17	78.05	74.50	101.50
Kuantum Paper	18-Feb-17	415.00	487.00	581.00
Polaris Consulting & Services	28-Feb-17	182.00	244.95	237.00
Sonata Software Ltd.	06-Mar-17	191.10	152.30	248.00
Vidhi Specialty Food Ingredients	25-Mar-17	55.10	64.50	72.00
Ujaas Energy Ltd.	01-Apr-17	33.75	27.60	45.00
Panasonic Carbon India Co	08-Apr-17	485.80	484.95	630.00
Kilburn Engineering	14-Apr-17	67.00	56.00	94.00
Tata Coffee	21-Apr-17	124.50	134.10	162.00

Pondy Oxide	29-Apr-17	442.00	480.00	575.00
Kirloskar Ferrous Industries	06-May-17	96.30	100.15	136.00
LAKSHMI VILAS BANK	12-May-17	186.00	206.40	242.00
Lambodhara Textiles Ltd.	19-May-17	77.40	72.70	101.40
Petronet LNG	26-May-17	221.00	213.80	270.50
Morganite Crucible	05-Jun-17	850.00	945.00	1,105.00
LG Balakrishnan & Bros	10-Jun-17	753.00	782.05	942.00
Gujarat Industries Power Co.	16-Jun-17	104.00	122.20	135.00

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>BUY</u>			
VIVIMED	121	130	118
<u>SELL</u>			
JUSTDIAL	363	350	367
JUBLFOOD (BELOW 1020)	1025	1090	1040

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