

Morning Mantra 1st August, 2017

The Indian markets are likely to be in green though traders will be eyeing the RBI's policy review meeting starting from today. Also the July Manufacturing readings too will be released later in the day.

Traders may get some support with report that the collection of Integrated Goods and Services Tax from imports crossed Rs 20,000 crores in July - the first month of the roll out of the new indirect tax regime.

The global rating agency Moody's has reported that India's GDP growth will remain in the range of 6.5-7.5% over the next 12-18 months and GST will support the momentum for faster growth.

There will be some cautiousness in the markets too, as the growth of eight core sectors slowed to 0.4% in June due to contraction in output of coal, refinery products, fertiliser and cement. The growth rate of eight infrastructure sectors was 7% in June last year.

The oil marketing companies will keep buzzing, as the government has asked oil marketing companies to raise the prices of subsidised cooking gas by Rs 4 per cylinder every month.

The aviation stocks may see some action as Boeing is betting big on India saying that it is the highest growth market in world.

Auto stocks will be in focus on reporting their monthly sales number.

Important Results Today - Marico, Power Grid, Torrent Power, JSW Steel, Piramal Enterprises, Reliance Defence, Century Ply, DCM Shriram, PCJ, Den Networks etc.

Nifty Levels

Close	10077			
Support	10030	9999	9970	9934
Resistance	10089	10118	10147	10188

Global Indices -31st July, 2017
Institutional Activities -31st July, 2017

Dow	+60.81(+0.28%)	FII Cash	-1196.94crs
Nasdaq	-26.56(-0.42%)	DII Cash	+1768.43crs
S&P500	-1.80(-0.07%)	FII F&O	+1396.76crs
SGX Nifty (Today)	+25.50(+0.25%)		

US Markets

The US markets once again showed a lackluster trade and made another mixed closing in the last session, but despite the choppy trading, the Dow reached another new record closing high. Traders seemed reluctant to make significant moves ahead of the release of the monthly jobs report on Friday.

Other Information

The Asian markets have made mostly a positive start supported by Chinese manufacturing and South Korean export data. The Japanese stock market too has rebounded, with the increase in commodity prices lifting resources stock.

NY Crude Oil \$48.38/barrel Rs./\$ -64.17

F&O Ban

IBREALEST, INFIBEAM and JSWENERGY

Corporate/Media News

TechM's Q1FY18 profit beat market expectations amid a tough environment helped by deferment in wage hikes and higher forex gains as it aims at turning around its weak performance last year.

Hexaware Technologies reported a profit of \$19 million for Q1FY18, up 10.2% from the sequential quarter, helped by stronger margins. Revenue grew 4.9% on constant currency basis to \$151.8 million.

Balrampur Chini reported 8% increase in its net profit at Rs 119.78 crores for Q1FY18. Its net profit stood at Rs 110.70 crores in Q1FY17.

V-Guard reported a 46% decline in its net profit to Rs 23.25 crores for Q1FY18. It had posted a net profit of Rs 43.03 crores during Q1FY17.

Reliance Power's net profit declined to Rs 231 crores in Q1FY18 from Rs 340 crores as its operating income declined and finance cost increased. It reported total income of Rs 2,752 crores, almost flat from Rs.2749 crores a year ago.

InterGlobe Aviation: IndiGo would replace the industry's traditional sale-and-leaseback model for aircraft financing with outright purchases for some of its future fleet additions, underscoring the focus on cutting total ownerships expenses by the low-cost airline that Monday posted the biggest-ever quarterly profit in Indian aviation.

Insecticides India plans to invest nearly Rs.30 crores in brown field expansion of its technicals facility at Dahej in the current fiscal.

GAIL India: The CCI is investigating at least seven cases of alleged abuse of dominance by GAIL in dealing with its customers, the outcome of which could potentially redraw the rules of the gas marketing business in India. The Commission has clubbed for investigation two cases from this year and five from the previous year.

Colgate, HUL: Patanjali Dant Kanti has outpaced HUL's Pepsodent, Colgate's Active Salt and GlaxoSmithKline's Sensodyne after nearly trebling its share in the oral care segment over the past year.

ICICI Prudential: SAT has raised objections against IRDAI order on merger with Sahara Life.

Essar Shipping reported widening of its standalone net loss to Rs 57.8 crores for Q1FY18. Its standalone net loss in the corresponding quarter of the previous fiscal was Rs 50.4 crores.

GE Power India reported 83% decline in standalone net profit to Rs 10.5 crores for Q1FY18. It had posted standalone net profit of Rs 63 crores in the corresponding quarter of previous fiscal.

Fundamental Calls

Scripts	Initiation Date	Initiation price (Rs.)	CMP(Rs.)	TGT(Rs.)
Alembic Pharmaceutical	29-Jan-16	617.75	529.70	800.00
Richa Industries	23-Apr-16	35.80	26.90	50.00
VTM Ltd.	20-May-16	30.60	32.00	46.00
Dhunseri Tea & Indus	21-Jun-16	301.00	297.20	424.00
T Nadu Newsprint	06-Aug-16	295.30	370.60	413.50
Karnataka Bank	10-Sep-16	127.00	154.05	204.10

Sanghvi Movers	17-Sep-16	234.95	234.00	304.00
Salzer Electr.	25-Sep-16	220.35	197.40	286.00
Sarla Performance	08-Oct-16	71.75	49.10	100.00
Aro Granite Indu	05-Nov-16	73.90	68.20	100.00
Sree Rayalaseema Hi-	03-Dec-16	140.00	133.75	182.00
Excel Inds. Ltd.	07-Jan-17	375.10	447.70	488.00
S P Apparel	30-Jan-17	374.00	446.70	487.00
Sonata Software Ltd.	06-Mar-17	191.10	166.95	248.00
Vidhi Specialty Food Ingredients	25-Mar-17	55.10	66.85	72.00
Ujaas Energy Ltd.	01-Apr-17	33.75	26.60	45.00
Panasonic Carbon India Co	08-Apr-17	485.80	548.80	630.00
Kilburn Engineering	14-Apr-17	67.00	61.60	94.00
Tata Coffee	21-Apr-17	124.50	129.45	162.00
Pondy Oxide	29-Apr-17	442.00	430.00	575.00
Kirloskar Ferrous Industries	06-May-17	96.30	93.75	136.00
LAKSHMI VILAS BANK	12-May-17	186.00	178.40	242.00
Lambodhara Textiles Ltd.	19-May-17	77.40	66.60	101.40
Petronet LNG	26-May-17	443.00	204.10	541.00
LG Balakrishnan & Bros	10-Jun-17	753.00	755.00	942.00
Ramco Inds.	14-Jul-17	242.00	232.40	310.00
Ultramarine Pig.	20-Jul-17	195.00	203.30	273.00
Prakash Inds.	22-Jul-17	135.65	142.25	178.00
West Coast Paper Mills Ltd.	28-Jul-17	201.35	201.90	262.00

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>BUY</u>			
HINDPETRO	383	391	378
MOIL	353	365	347
<u>SELL</u>			
ICIL (AROUND 152)	149	143	156

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