

Morning Mantra 3rd December 2015

Indian markets are likely to be weak tracking the sluggishness in the US markets after comments from Federal Reserve chair Janet Yellen boosted expectations of a US rate hike this month.

Though, some recovery can be expected in latter part of the trade and the traders will be getting some support with a White House communique that US President Barack Obama, has found Prime Minister Narendra Modi a politician who is honest and has a clear vision for India. Also, as Cabinet has given ex-post-facto approval to the easing of foreign direct investment (FDI) policy in 15 sectors that was approved by the Prime Minister Narendra Modi last month.

Traders will be eyeing the Services PMI data, slated to announce later in the day for some cues.

Companies related to insurance business will be in action, on report that foreign direct investment in the insurance sector has more than doubled to \$341.43 million during March-September this year.

The stocks based in Chennai will continue to remain in pressure with flood in the last two days impacting lots of IT and auto companies.

Nifty Levels

Close	7931			
Supports	7910	7865	7832	7800
Resistances	7980	8010	8055	8086

Global Indices – 2nd December, 2015
Institutional Activities – 2nd December, 2015

Dow	-158.67(-0.89%)	FII Cash	+60.61crs
Nasdaq	-33.09(-0.64%)	DII Cash	-78.31crs
S&P500	-23.12(-1.10%)	FII F&O	+482.64crs
SGX Nifty (Today)	-38.50(-0.49%)		

US. Markets

US stocks fell yesterday, 2 December 2015, as Federal Reserve Chairwoman Janet Yellen signalled a readiness to hike interest rates and US data indicated a solid labour market.

Other Information

Asian market also declined after hawkish comments from Federal Reserve Chairwoman Janet Yellen reinforced the case for an interest rate hike later this month

NY Crude Oil \$41.53/barrel

Rs./\$ - 66.53

F&O Ban

NIL

Corporate/Media News

JustDial will spend up to Rs 164.5 crores on a share buyback programme. It plans to buy back up to 10.61 lakh shares at Rs.1,550 a share on proportionate basis. The company has fixed the record date as

December 4.

Aditya Birla Nuvo sold 23% stake in life insurance to Toronto based Sun Life Financial for Rs 1,664 crores, valuing the company at Rs 7,234 crores.

Coal India's mining project in Maharashtra with a production capacity of 3.25 million tonnes per year will be commissioned by the month-end, as the PSU targets one billion tonnes of production by 2020.

CESC said that a memorandum of understanding has been executed with Silver Spring, a US-based company and a market leader in smart grid space across the globe, for exploring business opportunities in India in the space.

Wipro has agreed to acquire German IT consulting and software services firm cellent AG from Landesbank Baden-Wuerttemberg for \$73.5 million euros (Rs 520 crores), as the Bengaluru-based IT services company looks to speed up growth in continental Europe.

MTNL Ltd: Government said that there is no proposal to disinvest stake in BSNL and MTNL as part of their revival strategy. In a written reply in Lok Sabha, the minister said every attempt with effective monitoring is being undertaken to revive the two companies and make them competitive.

Maruti Suzuki India Ltd: ISS proxy services, US based advisor to institutional investors, has recommended minority shareholders to vote for a resolution under which Maruti Suzuki, India's largest car maker, is seeking approval for its parent Suzuki Motor Corp to build new factory in Gujrat.

United Breweries Ltd, Yes Bank: McDowell Holdings, a unit of Vijay Mallya-led UB Group, said private lender Yes Bank had invoked shares of United Breweries Ltd (UBL) which formed only 0.16 per cent of its holding.

Scooters India Ltd: The government is considering selling off Scooters India, four years after shelving a similar plan for the state-run manufacturer of Vikram three-wheelers because of opposition from the Uttar Pradesh unit of the then ruling Congress party.

Bhushan Steel is in the process of getting Rs 3,000 crores from sale and lease-back arrangements for two of its assets, oxygen and coke oven plants, in Odisha.

Fundamental Calls

<u>Scripts</u>	<u>Initiation Date</u>	<u>Initiation price (Rs.)</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>
Suven Life Science	06-Aug-14	122.00	265.80	350.00
Srikalahasthi Pipes	22-Aug-14	52.00	280.70	350.00
Welspun Syntex	29-Nov-14	50.50	135.40	140.00
GoodLuck Steel	03-Dec-14	76.15	96.70	120.00
Tata Metaliks	20-Dec-14	136.00	103.65	178.00
Indo Borax & Chemicals	21-Mar-15	249.00	300.00	400.00
PTC India Finance	30-Mar-15	50.55	40.60	90.00
Nandan Denim	18-Apr-15	77.60	145.20	180.00
Albert David	24-Apr-15	315.00	412.10	450.00
Uflex	04-May-15	119.00	193.10	240.00
Sintex Inds.	19-May-15	112.00	104.70	144.00
Himatsingka Seide	02-Jun-15	82.65	219.40	250.00
Kolte Patil Developers	13-Jun-15	204.75	155.85	266.00
Karnataka Bank	22-Jun-15	144.00	127.40	181.00
Vindhya Telelink	03-July-15	726.25	905.75	1000.00
Sterling Tools	10-July-15	333.70	522.50	500.00
IG Petrochemicals	21-July-15	114.00	120.10	180.00
Tinplate Company of India	29-July-15	66.00	68.45	90.00
APL Apollo Tubes	08-Aug-15	442.00	600.75	600.00
Rural Electrification Corp.	17-Aug-15	259.25	231.00	337.00
Aksh Optifibre	22-Aug-15	19.40	19.20	40.00
Tamil Nadu News Paper	02-Sept-15	189.89	232.65	247.00

Nilkamal	15-Sept-15	904.00	1072.00	1175.00
MT Educare	10-Oct-15	136.00	138.00	180.00
Shreyas Shipping	16-Oct-15	471.90	478.50	610.00
GIC Housing Finance	31-Oct-15	199.00	211.10	280.00
Sutlej Textiles	04-Nov-15	451.20	492.75	645.00

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>Buy Calls</u>			
EIH Ltd.	125.60	139.00	119.00
Tata Chemicals	437.00	455.00	428.00
<u>Sell Call</u>			
Motherson Sumi	283.00	274.00	288.00

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