

**Morning Mantra 2<sup>nd</sup> February, 2016**

The Indian markets are likely to be cautious and all eyes will be on Reserve Bank of India (RBI), which will be announcing its monetary policy review.

Traders are likely to get some support with Core sector output returning to positive territory in December 2015 by registering a 0.9% growth after shrinking (-)1.3% in November last year. During April-December 2015 period this fiscal, the output of these eight sectors slowed to a 1.9% growth from 5.7% growth in the same period last fiscal.

There will also be buzz in the markets, as a government-appointed panel has suggested sweeping changes to the Companies Act, 2013, making it easier for companies to raise funds and reward senior management.

There will be some action in power and capital goods sector stocks, as the government has banned duty-free imports of capital goods for power generation and transmission projects under the Export Promotion Capital Goods (EPCG) scheme.

Rate Sensitive stocks: Rate sensitive stocks will be in focus ahead of the Reserve Bank of India's policy review. 95% of respondents said that the central bank is likely to maintain status quo in rates on Tuesday.

**Nifty Levels**

Close	7556			
Supports	7520	7490	7466	7450
Resistances	7590	7624	7666	7699

**Global Indices – 1<sup>st</sup> February, 2016**

<b>Dow</b>	-17.12(-0.10%)
Nasdaq	+6.42(+0.14%)
S&P500	-0.86(-0.04%)
<b>SGX Nifty (Today)</b>	+0.50(+0.01%)

**Institutional Activities – 1<sup>st</sup> February, 2016**

FII Cash	+253.88crs
DII Cash	-535.70crs
FII F&O	+2654.02crs

**US. Markets**

The US markets ended mostly flat in last session amid a sharp drop by the price of crude oil, though stocks came out of the early pressure after a Commerce Department report showed that personal income rose in line with estimates, however any major gains were capped as manufacturing activity continued to contract in January.

**Other Information**

The Asian markets have made mostly a lower start as oil extended its decline, though the Chinese market has bounced back on stimulus hopes.

NY Crude Oil \$33/barrel	Rs./\$ - 67.81
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**F&O Ban**

NIL

## Important Results Today

**AMARAJABAT, BAYERCROP, BGWTATO, CANTABIL, CEBBCO, CENTENKA, CERA, CROMPGREAV, CUMMINSIND, DHUNTEAIND, DLF, GODREJPROP, GRINDWELL, HSIL, MANALIPETC, MJCO, NAVNETEDUL, SAURASHCEM, SHREECEM, SNOWMAN, SURYALAXMI, TATACOMM, TNPL, TORNTPOWER, TRANSCOR, TUBEINVEST, UBL, UFLEX, WELSPUNIND** etc.

## Corporate/Media News

Welspun Corp reported a nearly five-fold jump in consolidated net profit at Rs 86.94 crore for the quarter ended December 31, 2015.

Dr Reddy's Laboratories has received the US FDA's approval for two new drugs in three days, in a sign that top Indian drug makers might be looking to move beyond generics to come out with some original drugs of their own.

Transport Corporation of India reported a 10.5% increase in net profit at Rs.18.9 crore for the third quarter that ended on December 31, 2015.

Abbott India reported a 9.03 per cent rise in standalone net profit at Rs 70.36 crores for the third quarter ended December 31.

Wipro Ltd: On his first day as CEO of Wipro, former TCS veteran Abidali Z. Neemuchwala outlined an ambitious target of turning India's third largest software exporter into a \$15-billion company by 2020, a goal that echoed a similar ambition laid out by cross-town rival Infosys's CEO Vishal Sikka.

Tech Mahindra has reported a marginal increase in revenue for the quarter to December, almost in line with the muted expectations of analysts, and said it wants the digital business to account for about 15% of its revenue by the end of this calendar year.

Hero MotoCorp reported a marginal increase in sales at 5,63,348 units in January.

TVS Motor Company has posted an increase of 12.4 per cent in two wheeler sales 201,233 units during the month of January 2016, as compared to 179,036 units sold during January, 2015.

Mahindra Holidays & Resorts India Ltd: The hospitality arm of the Mahindra Group, is taking legal action against a namesake entity for trademark infringement and illegally approaching its members on the pretext of offering new packages.

Tata Motors has sold 47,034 units in January 2016 as against 42,595 units during corresponding month previous year, the company informed in a media release.

Jindal Saw Ltd: Steel pipe maker Jindal Saw reported 37 per cent decline in net profit at Rs 39.24 crore for the quarter ended December 31, 2015.

Brigade Enterprises Ltd: The company reported a 16% drop in net profit at Rs 40 crore for the third quarter of FY 2016 as compared to same period last financial year due to tough real estate market.

Coal India Ltd: State-run miner Coal India said it achieved a production of 52.86 million tonnes coal in January, lower than the target of 56.18 MT for the month.

Aban Offshore Ltd: Offshore drilling contractor Aban Offshore reported a net loss of Rs 88.7 crore for the quarter ended December weighed down by lower income.

## 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	221.45	350.00
<b>GoodLuck Steel</b>	<b>03-Dec-14</b>	<b>76.15</b>	<b>98.45</b>	<b>120.00</b>
Nandan Denim	18-Apr-15	77.60	136.70	180.00
Uflex	04-May-15	119.00	174.90	240.00
Vindhya Telelink	03-July-15	726.25	741.00	1000.00

IG Petrochemicals	21-July-15	114.00	115.50	180.00
<b>Tinplate Company of India</b>	<b>29-July-15</b>	<b>66.00</b>	<b>70.05</b>	<b>90.00</b>
Rural Electrification Corp.	17-Aug-15	259.25	193.45	337.00
Aksh Optifibre	22-Aug-15	19.40	15.50	40.00
GIC Housing Finance	31-Oct-15	199.00	223.00	280.00
Sutlej Textiles	04-Nov-15	451.20	503.50	645.00
Transpek Industry Ltd.	07-Dec-15	375.50	405.00	488.00
<b>Star Paper Mills</b>	<b>12-Dec-15</b>	<b>34.30</b>	<b>36.45</b>	<b>48.00</b>
<b>Kalyani Steel</b>	<b>18-Dec-15</b>	<b>173.30</b>	<b>151.20</b>	<b>225.30</b>
<b>KNR Constructions</b>	<b>24-Dec-15</b>	<b>582.50</b>	<b>499.00</b>	<b>728.00</b>
<b>J B Chemicals &amp; Pharma</b>	<b>04-Jan-15</b>	<b>279.15</b>	<b>262.10</b>	<b>362.90</b>
<b>The Great Eastern Shipping Co.</b>	<b>09-01-16</b>	<b>368.70</b>	<b>337.30</b>	<b>479.30</b>
<b>Lloyd Electric and Engineering</b>	<b>15-01-16</b>	<b>243.30</b>	<b>258.70</b>	<b>340.00</b>
<b>Lumax Auto Technologies Ltd.</b>	<b>27-01-16</b>	<b>333.00</b>	<b>332.45</b>	<b>460.00</b>
<b>Alembic Pharma</b>	<b>29-01-16</b>	<b>617.75</b>	<b>627.40</b>	<b>800.00</b>

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<b><u>Buy Calls</u></b>			
Tata Chemical	363.00	385.00	355.00
Petronet LNG	255.00	270.00	250.00
<b><u>Sell Call</u></b>			
<b>Havells</b>	304.00	294.00	308.00

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