

Morning Mantra 3rd February, 2016

The Indian markets are likely to be weak and will extend their somberness for yet another day amid feeble global cues. Traders will also be eyeing the Services PMI data.

There will be some solace with the Reserve Bank keeping its growth projections for Indian economy unchanged at 7.4% for the current fiscal, a tad higher than 7.3% forecast by the World Bank.

The IBM chairman & CEO Virginia Rometty has said that the 21st century will belong to India. She said India would be at the centre of the fourth technology shift that she refers to as the cognitive era.

The export oriented stocks will be in action, as the Commerce Ministry has asked exporters to come up with specific suggestions which could be taken up with various ministries, including Finance, to improve ease of doing business and boost waning exports.

The commodity stocks will be under pressure taking cues from their global counterparts.

Nifty Levels

Close	7456			
Supports	7420	7396	7338	7300
Resistances	7490	7520	7553	7588

Global Indices – 2nd February, 2016
Institutional Activities – 2nd February, 2016

Dow	-295.64(-1.80%)	FII Cash	-113.98crs
Nasdaq	-103.42(-2.24%)	DII Cash	-323.23crs
S&P500	-36.35(-1.87%)	FII F&O	-1160.41crs
SGX Nifty (Today)	-68.00(-0.92%)		

US. Markets

The US markets suffered sharp sell-off in the last session amid a notable decrease by the price of crude oil. Though, the trading activity too remained light, as some traders were on the sidelines lacking any major US economic news.

Other Information

The Asian markets have made a weak start, as oil slumped below \$30 a barrel eroding investor confidence in global economic growth. The loss in the region is led by the Japanese market which is down by over three percent as yen surged on demand for safer haven.

NY Crude Oil \$31.18/barrel Rs./\$ - 68.16

F&O Ban

NIL

Important Results Today

ACCELYA, **BAJAJFINSV**, BAJFINANCE, **CCL**, DALMIABHA, **DISHTV**, ELDERPHARM, GDL GMM, GREAVESCOT, **HEXAWARE**, HIKAL, HINDCOPPER, ISFT, **JBCHEPHARM**,

JMFINANCIL, **KEC**, **LAOPALA**, LAXMIMACH, MANGLMCEM, PFIZER, RELIGARE, SPARC, THOMASCOOK, TRIDENT, TTKHEALTH etc.

Corporate/Media News

Birla Corp's Rs 5,000-crore deal with Lafarge India to buy two cement units has gone sour, with the former planning to seek a legal solution.

Amara Raja Batteries reported a 33.06% rise in its stand-alone net profit at Rs 136.18 crores for the quarter ended December 2015.

DCM Shriram Ltd: The company reported more than two-fold jump in its consolidated net profit at Rs 60.48 crore for the quarter ended December on higher sales and fall in interest outgo.

IOC: Indian Oil Corporation is hoping to build a strong upstream portfolio as the oil rout turns assets cheaper while leaving traditional upstream companies such as Oil and Natural Gas Corporation with depleting cash reserves.

Tata Communications Ltd: Tata Communications posted a decline in consolidated net profit by 79.8 per cent at Rs 21.89 crore in the quarter ended December 31, 2015.

RPG Life Sciences Ltd: Pharmaceutical firm RPG Life Sciences reported an increase of 84.58 per cent in its standalone net profit at Rs 4.67 crore for the third quarter ended December 31, 2015.

Tube Investments Ltd: Murugappa Group firm Tube Investments reported a 27.9 per cent rise in consolidated net profit at Rs 111.50 crore for the quarter ended December.

Coal India is likely to buy back shares worth at least 25 billion rupees (\$368 million) from the government, as the finance ministry looks to state firms for cash ahead of the budget.

Vedanta Ltd: Metals and mining conglomerate Vedanta Resources will repurchase bonds worth up to \$250 million (about Rs 1,700 crores) of its outstanding \$1.25 billion convertible bonds due this year.

Adani Enterprises Ltd: Infrastructure conglomerate Adani Group, has secured the approval of the Queensland government for the \$16.5 billion Carmichael mine project in the state's Galilee Basin, clearing one more obstacle to start work on the coal mine, amid protests from environmental activists in Australia.

DLF Ltd: India's largest realty firm DLF has reported a 24.4% increase in its consolidated net profit at Rs 163.95 crores for the quarter ended December 2015 compared to a net profit of Rs 131.79 crore in the same quarter last year, DLF told the Bombay Stock Exchange in a regulatory filing.

Crompton Greaves posted a consolidated net loss of Rs.107.03 crores in the quarter ended on December 31, 2015.

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	215.05	350.00
GoodLuck Steel	03-Dec-14	76.15	97.20	120.00
Nandan Denim	18-Apr-15	77.60	130.10	180.00
Uflex	04-May-15	119.00	168.30	240.00
Vindhya Telelink	03-July-15	726.25	729.50	1000.00
IG Petrochemicals	21-July-15	114.00	117.50	180.00
Tinplate Company of India	29-July-15	66.00	69.75	90.00
Rural Electrification Corp.	17-Aug-15	259.25	185.70	337.00
Aksh Optifibre	22-Aug-15	19.40	15.25	40.00
GIC Housing Finance	31-Oct-15	199.00	219.00	280.00
Sutlej Textiles	04-Nov-15	451.20	497.00	645.00
Transpek Industry Ltd.	07-Dec-15	375.50	408.90	488.00
Star Paper Mills	12-Dec-15	34.30	35.00	48.00
Kalyani Steel	18-Dec-15	173.30	144.20	225.30
KNR Constructions	24-Dec-15	582.50	496.20	728.00
J B Chemicals & Pharma	04-Jan-15	279.15	258.00	362.90

The Great Eastern Shipping Co.	09-01-16	368.70	335.30	479.30
Lloyd Electric and Engineering	15-01-16	243.30	238.60	340.00
Lumax Auto Technologies Ltd.	27-01-16	333.00	324.30	460.00
Alembic Pharma	29-01-16	617.75	643.20	800.00

Technical Calls			
Scripts	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>Buy Call</u>			
UBL	805.00	849.00	796.00
<u>Sell Calls</u>			
Pidilite	575.00	557.00	579.00
Power Grid	146.00	140.00	149.00

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