

Morning Mantra 17th February, 2016

The Indian markets are likely to be in green tailing the gains in the other global markets but the trade is likely to remain choppy lacking any major supportive cues.

The market participants will be concerned with exporters' body FIEO's observation after exports fell for the 14th month in a row that the country may end up with outbound shipments of \$260 billion in 2015-16, sharply lower than the \$ 310.5 billion mark achieved in the previous fiscal.

Traders may get some support with Union Commerce and Industry Minister Nirmala Sitharaman's statement that the FDI inflows in the country are improving day by day and more and more investments are coming from sectors other than IT and ITeS.

The PSU banking stocks again will be in focus as the Standard & Poor's Ratings Services has said that Capital requirements of PSU banks for provisioning of bad loans are likely to shoot up exposing them to possible downgrades. It said that PSU lenders are in a weaker position on the capitalisation front than their private sector peers and may find it difficult to raise capital given their weak performance.

Nifty Levels

Close	7048			
Supports	7010	6989	6940	6911
Resistances	7090	7134	7180	7210

Global Indices –16th February, 2016
Institutional Activities – 16th February, 2016

Dow	+222.57(+1.39%)	FII Cash	-964.19crs
Nasdaq	+98.45(+2.27%)	DII Cash	+590.73crs
S&P500	+30.80(+1.65%)	FII F&O	-318.20crs
SGX Nifty (Today)	+13.00(+0.18%)		

US. Markets

The US markets ended higher in last session, coming after a long weekend and the major averages further offset the steep drop seen throughout much of last week. Although the economic reports were weak but traders mainly went for bargain hunting.

Other Information

The Asian markets have made mostly a positive start, though there is some cautiousness in the region too after China weakened the yuan's daily fixing by the most in more than a month.

NY Crude Oil \$29.31/barrel

Rs./\$ - 68.51

F&O Ban

INDIACEM, JISLJALEQS and WOCKPHARMA

Corporate/Media News

Cipla said the government has approved an investment by Mauritius-based FIL Capital Investments in its subsidiary, Cipla Health Ltd.

Just Dial in a filing, informed the exchanges that its buy-back offer of 10.61 lakh equity shares would open for subscription on February 25, and close on March 10.

HCL Technologies is planning to sell shares in the US this year, people with knowledge of the matter said, in what would be the first listing there by a large Indian company in more than eight years.

Infosys is confident of achieving its ambitious target of hitting \$20 billion in sales by 2020 despite the pall of economic gloom hanging over the Indian IT industry.

Bharti Airtel has announced top-level leadership changes in its Africa arm and has also rejigged the organisation design there to boost operational efficiencies.

Thomas Cook has inked a pilot partnership with accommodation website Airbnb to offer unique stay experiences for Indian outbound travellers.

BPCL has received clearance from the Environment Ministry for a Rs 337-crore project at its Kochi Refinery in Kerala.

Bank of India: Standard & Poor's Ratings Services said that it had revised its outlook on Bank of India to negative from stable.

Electrosteel Steels Ltd: Lenders to the beleaguered Electrosteel Steels Ltd have decided to sell the majority equity stake in the company to London-based First International Group Plc, said a media report.

Ashok Leyland Ltd: After almost eight years, the grand partnership between Ashok Leyland, and the Japanese auto major Nissan Motor Company appears to have hit rocky roads with one issuing a legal notice, and the other serving termination intent for one of the joint venture firms.

Kesoram Industries Ltd: The company plans to raise Rs 180 crores through preferential issue of equity shares to a promoter entity and issue of optionally convertible preference shares to IndusInd Bank.

State Bank of India: The country's largest, said bad loans are expected to increase in the last quarter of this financial year and affect its profitability.

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	164.95	350.00
GoodLuck Steel	03-Dec-14	76.15	82.35	120.00
Nandan Denim	18-Apr-15	77.60	118.00	180.00
Uflex	04-May-15	119.00	143.10	240.00
Vindhya Telelink	03-July-15	726.25	560.00	1000.00
IG Petrochemicals	21-July-15	114.00	85.00	180.00
Tinplate Company of India	29-July-15	66.00	61.15	90.00
Rural Electrification Corp.	17-Aug-15	259.25	169.15	337.00
Aksh Optifibre	22-Aug-15	19.40	13.20	40.00
GIC Housing Finance	31-Oct-15	199.00	189.25	280.00
Sutlej Textiles	04-Nov-15	451.20	420.00	645.00
Transpek Industry Ltd.	07-Dec-15	375.50	373.00	488.00
Star Paper Mills	12-Dec-15	34.30	34.00	48.00
Kalyani Steel	18-Dec-15	173.30	133.70	225.30
KNR Constructions	24-Dec-15	582.50	439.00	728.00
J B Chemicals & Pharma	04-Jan-15	279.15	249.70	362.90
The Great Eastern Shipping Co.	09-01-16	368.70	299.10	479.30
Lloyd Electric and Engineering	15-01-16	243.30	192.50	340.00
Lumax Auto Technologies Ltd.	27-01-16	333.00	306.20	460.00
Alembic Pharma	29-01-16	617.75	604.00	800.00
State Bank of Bikaner & Jaipur	13-02-16	460.00	459.90	598.00

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>BUY</u>			
JUBLFOOD	1036	1100	1010
<u>SELL</u>			
AJANTA PHARMA	1234	1180	1250
ZEEL	363	350	370

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