

Morning Mantra 19th January 2016

The Indian markets are likely to be soft-to-cautious and the spill-over effects of weak Chinese economy data is likely to be seen on the domestic markets too.

The banking and financial stocks will see some action, as the RBI governor Raghuram Rajan and two of his deputies met with banks and other financial institutions on Monday to discuss stressed loans in the banking system.

IT pack too will be in action with in line expectation HCL Tech numbers for December quarter and with the industry body Nasscom stating that the IT industry needs to look for 'new opportunities' amidst various problems and challenges facing the sector.

Nifty Levels

Close	7351			
Supports	7320	7280	7255	7220
Resistances	7385	7410	7456	7480

Global Indices –18th January, 2016

Institutional Activities – 18th January, 2016

Dow	(%)	FII Cash	-1203.84crs
Nasdaq	(%)	DII Cash	+1122.80crs
S&P500	(%)	FII F&O	-135.87crs
SGX Nifty (Today)	+25.00(+0.34%)		

US. Markets

The US markets remained closed, unable to give any cues to the other global markets.

Other Information

The Asian markets have made a mixed start with some indices trading in red, weighed down by some weaker-than-expected Chinese economic data, while oil traded near a 12-year low. China's GDP rose 6.8 percent in the three months through December from a year earlier; below than consensus estimate of 6.9 percent, also it was China's weakest since the aftermath of the 2008 global crisis.

NY Crude Oil \$29.18/barrel Rs./\$ - 67.75

F&O Ban

BANKINDIA, DLF, IDBI, INDIACEM, JINDALSTEL, JISLJALEQS, UNITECH and WOOCKPHARMA

Important Results Today

ALICON, BASF, GREENPLY, HCLTECH, RELIANCE, RPOWER and ZENSARTECH

Corporate/Media News

HCL Technologies Ltd: Analysts expect HCL to post a revenue growth of 2-2.5% though margins are expected to fall by 30 basis points, largely due to the impact of the Chennai floods.

Strides Shasun got competition watchdog CCI's approval to acquire seven brands from consumer healthcare firm Johnson and Johnson.

TTK Prestige reported a 32.6% jump in net profit at Rs 37.2 crores for the quarter ended December 31, on account of higher sales.

Sagar Cements is in advanced talks to buy Jaypee Group-promoted Andhra Cements, ET learns from two sources. JSW Cement is another potential contender, said these sources. JSW Cement is another potential contender.

Asian Paints reported a consolidated net profit of Rs 463.28 crores on net sales of Rs 4,102.95 crores for the third quarter ended December 31, 2015.

Kotak Mahindra Bank posted a better-than-expected 32% jump in third-quarter consolidated net profit, helped by strong demand for loans from companies and individuals, even as it continued to make provisions towards the loan book of erstwhile ING Vysya.

Tata Motors Ltd: The Tata Group firm is set to bag an additional order for high mobility military trucks, taking its total order book for the advanced vehicles to Rs 1,300 crores, the single largest contract to be awarded to an Indian manufacturer by the Army.

HOEC: Hindustan Oil Exploration Co Ltd (HOEC) reported return to black with a net profit of Rs 4.26 crore in the third quarter of current fiscal. HOEC, a Chennai-based firm that is in oil and gas exploration and production business, had a recorded a net loss of Rs 118 crore in the same period a year ago.

Rallis India Ltd: The company reported a 20 per cent fall in its consolidated net profit at Rs 20.41 crore for the December quarter. The company had reported a net profit of Rs 25.49 crore in the year-ago period.

RIL Ltd: Reliance Industries Ltd (RIL) is likely to report 35 per cent year-on-year (YoY) growth in the net profit number to Rs 7,100 crore for the quarter ended December 31 on Tuesday. The results are widely rumoured to beat analysts' expectations.

Delta Corp Group posted a net profit after taxes of Rs. 7.70 crores for the quarter ended December 31, 2015 as compared to net loss of Re. (0.42) crore for the quarter ended December 31, 2014.

Pipavav Defence Ltd: Reliance Infrastructure has completed the takeover of management control of recently acquired Pipavav Defence & Offshore Engineering Co and appointed Anil Ambani as the chairman. The board also decided on the issue of equity shares/equity linked securities to Qualified Institutional Buyers upto Rs. 1,500 crores, subject to the approval of the shareholders.

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	206.05	350.00
Welspun Syntex	29-Nov-14	50.50	107.10
GoodLuck Steel	03-Dec-14	76.15	95.00	120.00
Tata Metaliks	20-Dec-14	136.00	89.00	178.00
Indo Borax & Chemicals	21-Mar-15	249.00	280.00	400.00
PTC India Finance	30-Mar-15	50.55	33.15	90.00
Nandan Denim	18-Apr-15	77.60	125.50	180.00
Albert David	24-Apr-15	315.00	358.80	450.00
Uflex	04-May-15	119.00	146.15	240.00
Sintex Inds.	19-May-15	112.00	69.00	144.00
Kolte Patil Developers	13-Jun-15	204.75	115.00	266.00
Karnataka Bank	22-Jun-15	144.00	98.00	181.00
Vindhya Telelink	03-July-15	726.25	710.00	1000.00
IG Petrochemicals	21-July-15	114.00	99.00	180.00
Tinplate Company of India	29-July-15	66.00	67.80	90.00

Rural Electrification Corp.	17-Aug-15	259.25	185.45	337.00
Aksh Optifibre	22-Aug-15	19.40	14.10	40.00
Tamil Nadu News Paper	02-Sept-15	189.89	215.55
Nilkamal	15-Sept-15	904.00	1106.90
MT Educare	10-Oct-15	136.00	144.30
GIC Housing Finance	31-Oct-15	199.00	203.15	280.00
Sutlej Textiles	04-Nov-15	451.20	470.00	645.00
Transpek Industry Ltd.	07-Dec-15	375.50	360.00	488.00
Star Paper Mills	12-Dec-15	34.30	32.95	48.00
Kalyani Steel	18-Dec-15	173.30	150.60	225.30
KNR Constructions	24-Dec-15	582.50	484.50	728.00
J B Chemicals & Pharma	04-Jan-15	279.15	241.65	362.90
The Great Eastern Shipping Co.	09-01-16	368.70	330.85	479.30
Lloyd Electric and Engineering	15-01-16	243.30	234.20	340.00

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>Sell Calls</u>			
IFCI	22.00	20.00	23.00
Adani Ports	219.00	201.00	225.00
Tata Chem	359.00	336.00	368.00

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