

Morning Mantra 25th January 2016

The Indian market is likely to start the holiday truncated F&O expiry week on positive note with gap-up opening and will extend their rally mood.

The market participants will be getting some encouragement with global rating agency Moody's statement that India's credit profile will be unaffected by a small slippage in fiscal deficit target, as it expects the government to continue fiscal consolidation and target lower deficits every year despite headwinds from global slowdown.

The industry body Assocham has said that the Indian economy is expected to improve in six months but private sector investments will be a matter for concern due to sluggish capacity utilisation and pressure on corporate earnings.

Infra stocks are likely to see some action, as the Finance Minister has said that India is taking steps to address problems in the infrastructure sector and multiple institutions are required to meet the funding requirements in this space.

There will be lots of result announcements to keep the markets in action.

Nifty Levels

Close	7422			
Supports	7420	7400	7380	7350
Resistances	7450	7466	7490	7520

Global Indices –22nd January, 2016
Institutional Activities – 22nd January, 2016

Dow	+210.83(+1.33%)	FII Cash	-769.83crs
Nasdaq	+119.12(+2.66%)	DII Cash	+915.60crs
S&P500	+37.91(+2.03%)	FII F&O	+2348.70crs
SGX Nifty (Today)	+30.00(+0.40%)		

US. Markets

The US markets ended higher in last session on increased risk appetite and buying interest, along with rise in crude prices.

Other Information

All the Asian markets have made a jubilant start, while the Japanese market has taken the lead, the Chinese shares too opened higher after first weekly advance in 2016, as bets central banks will come to the rescue of turbulent financial markets fuelled a rebound in global stocks.

NY Crude Oil \$32.30/barrel

Rs./\$ - 67.57

F&O Ban

DLF, JETAIRWAYS, JPASSOCIAT, RELINFRA and UNITECH

Important Results Today

AKSCHEM, BIJLTEX, COROENGG, COSMOFILMS, EVEREADY, HDFCBANK, HESTERBIO, HMYL, INTELLECT, ISLCONSUL, KANSAINER, KAYA, KIRLOSIBROS, KITEX, MCLEODRUSS, MRF, NILKAMAL, SUBROS, VTL etc.

Corporate/Media News

Unichem Laboratories reported nearly 10-fold jump in standalone net profit to Rs 20.54 crores for the quarter ended December 31, mainly on account of robust sales.

Cipla announced completion of selling its entire holding in Hong Kong-based Biomab Holding to Biomab Brilliant for \$ 2.5 million. The company on January 22, 2016 completed the transfer formalities in relation to the divestment of its entire 25% stake held in Biomab Holding Limited, Hong Kong.

Idea Cellular proposes to roll out 4G LTE network in 750 towns under 10 circles by June this year, according to top company officials.

Reliance Communications reported a 15% year-on-year drop in its net profits for the quarter ended December mainly because it lost 2G mobile service licences in five circles in 2015.

Cairn India's net profit plummeted to Rs.9 crores in the third quarter of 2015-16, 99% lower than the same quarter last year dented by lower revenue and higher operating costs.

ITC reported a marginal 0.6 per cent year-on-year (YoY) growth in net profit at Rs 2,652 crores on Friday, which was below the Rs 2,750 crores projection that some analysts had made in an ET Now poll. The FMCG major had reported a net profit of Rs 2,635 crores for the corresponding quarter last year.

Mahindra Holidays reported 33.24% increase in net profit at Rs 31.26 crores for the third quarter ended December. The company had posted a net profit of Rs 23.46 crores in the same period last fiscal.

Finolex Industries Ltd plans to invest Rs 100 crores in adding 1,00,000 tonnes of pipes capacity over the next three years, said a media report.

Persistent Systems posted better than expected number for the quarter ended December 2015 with sales of Rs 592.07 crores, a growth of 9.1% sequentially and 19.7% year-on-year.

Kwality Ltd reported a 3.5% increase in its net profit at Rs 37.40 crores for the quarter ended December 31.

NMDC will soon start the construction of 52-km long railway siding project for its over Rs 15,500 crores steel plant at Nagarnar in Chhattisgarh.

Gammon India Ltd: Banks now control a 53.54% stake in debt-laden construction and engineering company Gammon India. The consortium of eight banks has become the largest shareholder of Gammon India in the public shareholder category, according to the shareholding pattern of the company as on December 29 on the BSE.

Adani Power received shareholders' approval to convert debt or parts those of up to Rs 35,000 crore into fully paid up equity shares of the company.

Ashoka Buildcon has reported a consolidated total income from operations of Rs 603.87 crore and a net profit of Rs 13.26 crore for the quarter ended Dec '15. For the quarter ended Dec 2014 the consolidated total income from operations was Rs 455.58 crore and net profit was Rs 1.28 crore, said a media report.

Tata Power said it has terminated an agreement with Nagpur-based Ideal Energy Projects to acquire a 270 MW coal-based power project in Maharashtra due to non-fulfilment of certain conditions.

GAIL, Gujarat Gas and BPCL: Adani Gas-Indian Oil combine, GAIL Gas, Gujarat Gas and BPCL are among 18 companies that have bid for licence to retail CNG to automobiles in 20 cities like North Goa and Bhatinda.

Fundamental Calls

Scripts	Initiation Date	Initiation price (Rs.)	CMP (Rs.)	TGT(Rs.)
Suven Life Science	06-Aug-14	122.00	220.75	350.00
Welspun Syntex	29-Nov-14	50.50	125.90
GoodLuck Steel	03-Dec-14	76.15	96.80	120.00

Tata Metaliks	20-Dec-14	136.00	98.40	178.00
Indo Borax & Chemicals	21-Mar-15	249.00	300.00	400.00
PTC India Finance	30-Mar-15	50.55	33.90	90.00
Nandan Denim	18-Apr-15	77.60	134.40	180.00
Albert David	24-Apr-15	315.00	360.50	450.00
Uflex	04-May-15	119.00	154.45	240.00
Sintex Inds.	19-May-15	112.00	76.50	144.00
Karnataka Bank	22-Jun-15	144.00	100.00	181.00
Vindhya Telelink	03-July-15	726.25	719.75	1000.00
IG Petrochemicals	21-July-15	114.00	103.80	180.00
Tinplate Company of India	29-July-15	66.00	66.20	90.00
Rural Electrification Corp.	17-Aug-15	259.25	183.70	337.00
Aksh Optifibre	22-Aug-15	19.40	14.90	40.00
Tamil Nadu News Paper	02-Sept-15	189.89	232.95
Nilkamal	15-Sept-15	904.00	1273.55
MT Educare	10-Oct-15	136.00	160.40
GIC Housing Finance	31-Oct-15	199.00	211.00	280.00
Sutlej Textiles	04-Nov-15	451.20	473.00	645.00
Transpek Industry Ltd.	07-Dec-15	375.50	366.00	488.00
Star Paper Mills	12-Dec-15	34.30	32.45	48.00
Kalyani Steel	18-Dec-15	173.30	149.10	225.30
KNR Constructions	24-Dec-15	582.50	485.50	728.00
J B Chemicals & Pharma	04-Jan-15	279.15	242.70	362.90
The Great Eastern Shipping Co.	09-01-16	368.70	333.55	479.30
Lloyd Electric and Engineering	15-01-16	243.30	244.30	340.00

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>Buy Call</u>			
BHEL	147.00	160.00	138.00

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