

Morning Mantra 6th January 2016

The Indian markets are likely to be in green and some recovery can be seen in later trade. The market participants will be eyeing the Services PMI data for further cues.

Ahead of Finance Minister Arun Jaitley's pre-Budget consultations with India Inc., Confederation of Indian Industry (CII) has said that government must focus on demand creation and that private sector is not investing because there is a lack of demand.

The iron and steel stocks will be in action, as the government meeting yet another demand of the domestic steel and mining sector reeling under low demand and weak price, has scrapped a 5% export duty imposed on iron ore pellets. The step is expected to benefit pellet makers, which include top miners, as well as leading steel players.

There will be some buzz in the oil & gas stocks too, as the Prime Minister Narendra Modi has stressed on taking a "fresh look" at the petroleum sector during a meeting with global oil and gas experts, to bring in investment, technological upgradation and development of human resource.

The auto component stocks too will be in action, as the government has initiated a probe into alleged dumping of an automobile component - Axle for Trailers - by China in the domestic market in order to protect domestic players in the automobile sector against cheap imports.

Nifty Levels

Close	7785			
Supports	7760	7721	7685	7654
Resistances	7820	7850	7880	7910

Global Indices -5th January, 2016
Institutional Activities - 5th January, 2016

Dow	+9.72(+0.06%)	FII Cash	-352.42crs
Nasdaq	-11.66(-0.24%)	DII Cash	+13.19crs
S&P500	+4.05(+0.20%)	FII F&O	+1009.95crs
SGX Nifty (Today)	-15.00(-0.19%)		

US. Markets

The US markets ended the choppy trade on a flat note, traders preferred to remain on sideline and there was not much movement in the markets ahead of some important economic reports later in the week.

Other Information

The Asian markets have made a mixed start, with some of the indices still trading in red. Japanese market too was trading cautiously, as yen held near a two-month high.

NY Crude Oil \$37.05/barrel

Rs./\$ - 66.69

F&O Ban

NIL

Corporate/Media News

NMDC announced that it has achieved iron ore production of 20.08 million tonnes and sales of 20.32 m.t. up to December 31, 2015. While in the Chhattisgarh mines, it produced 11.59 m.t, it logged sales of 11.53 m.t, in Karnataka, it produced 8.49 m.t. and achieved sales of 8.70 m.t.

SpiceJet has increased its frequencies in existing sectors and upgraded seat capacity on various routes across its domestic and international network to service additional demand from markets.

Tech Mahindra is working on further boosting its integrated engineering unit with partnerships, investing internally and potentially, more acquisitions as it looks to capitalize on the opportunities in the automotive space.

Godfrey Philips India Ltd: Global tobacco giant Philip Morris International has initiated talks with its Indian partner, Godfrey Philips India (GPI), in an attempt to take control of the cigarette brands.

Tata Power Ltd: Power regulator Central Electricity Commission (CERC) has initiated a suo-moto probe on Tata Power's alleged irregularities in commissioning of four of five units of its Mundra ultra mega power project (UMPP).

Reliance Power Ltd: With all the 18 procurers of the 4,000-megawatt (Mw) Talaiya ultra mega power project (UMPP) agreeing to accept termination of the project, the lead procurer - Jharkhand - would buy 100 per cent shares from Reliance Power, said a media report.

Apollo Hospitals Ltd: Income tax investigators conducted searches in the properties of the Apollo Hospitals group, the country's largest healthcare chain.

Piramal Enterprises Ltd: The company said its committee of directors have approved raising up to Rs 500 crore through issue of secured non-convertible debentures (NCDs).

Narayana Hrudayalaya Ltd: Healthcare services firm Narayana Hrudayalaya will list its shares on the stock exchanges on January 6. The equity shares will be listed on National Stock Exchange (NSE) as well as on the BSE.

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	263.35	350.00
Welspun Syntex	29-Nov-14	50.50	147.00
GoodLuck Steel	03-Dec-14	76.15	113.80	120.00
Tata Metaliks	20-Dec-14	136.00	102.20	178.00
Indo Borax & Chemicals	21-Mar-15	249.00	321.00	400.00
PTC India Finance	30-Mar-15	50.55	40.30	90.00
Nandan Denim	18-Apr-15	77.60	149.90	180.00
Albert David	24-Apr-15	315.00	402.10	450.00
Uflex	04-May-15	119.00	183.15	240.00
Sintex Inds.	19-May-15	112.00	100.25	144.00
Kolte Patil Developers	13-Jun-15	204.75	151.00	266.00
Karnataka Bank	22-Jun-15	144.00	119.40	181.00
Vindhya Telelink	03-July-15	726.25	850.75	1000.00
IG Petrochemicals	21-July-15	114.00	130.90	180.00
Tinplate Company of India	29-July-15	66.00	73.10	90.00
APL Apollo Tubes	08-Aug-15	442.00	788.75	800.00
Rural Electrification Corp.	17-Aug-15	259.25	227.85	337.00
Aksh Optifibre	22-Aug-15	19.40	19.20	40.00
Tamil Nadu News Paper	02-Sept-15	189.89	261.40
Nilkamal	15-Sept-15	904.00	1398.55
MT Educare	10-Oct-15	136.00	189.00
Shreyas Shipping	16-Oct-15	471.90	388.00	610.00

GIC Housing Finance	31-Oct-15	199.00	237.75	280.00
Sutlej Textiles	04-Nov-15	451.20	565.25	645.00
Transpek Industry Ltd.	07-Dec-15	375.50	427.80	488.00
Star Paper Mills	12-Dec-15	34.30	43.65	48.00
Kalyani Steel	18-Dec-15	173.30	185.20	225.30
KNR Constructions	24-Dec-15	582.50	570.75	728.00
J B Chemicals & Pharma	04-Jan-15	279.15	278.95	362.90

Technical Calls			
<u>Scripts</u>	<u>CMP (Rs.)</u>	<u>TGT(Rs.)</u>	<u>SL(Rs.)</u>
<u>Buy Calls</u>			
Tata Global	148.00	155.00	144.00
Foseco	1531.00	1680.00	1480.00
<u>Sell Call</u>			
State Bank	217.00	202.00	222.00

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