

KEY LEVELS

Support 1 : 8861
Support 2 : 8752

Resistance 1: 8951
Resistance 2: 8996



Event Today

Macro Data

Auto sales No , Indian Nikkei

Manufacturing PMI No

Board Meetings

GANHOLD : Preferential Issue of shares

Interim Dividend

HINDPETRO : Rs 22.5/

MINDACORP : Rs 0.2/-

SUNDARFIN : Rs. 5/-

(Exdate : 1.3.2017)

Offer For Sales

DHANUKA AGRITECH LTD
(01-03-2017 - 15-03-2017)

Offer Price : Rs 850/-

Market Outlook

Indian equities gave a range bound and choppy movement throughout the day on Tuesday and after opening on a subdued note, Nifty traded in the band of 8868 - 8915. At the end of the day the index closed with a marginal loss of 0.2%. The broader market was in favor of bulls as the midcap and small cap indices outshined the benchmark index and closed the day after gaining 0.6% each.

On the sectoral front, some buying interest was witnessed in Realty and Media stocks while the other major indices remained subdued. The breadth of the market was positive with more advances than declines.

On the option front, maximum call open interest of around 41.12 lakh contracts was witnessed at strike price 9000 while the maximum put open interest of around 36.18 lakh contracts was built at strike price 8500 followed by 8800 (33.11 lakh contracts). Yesterday some fresh put writing was also seen at strike price 8800. The option data suggest that Nifty to find a strong support at 8800 while the upside remain capped at 9000 in the March expiry.

Nifty has fallen over last two days but has not broken below 9 DMA (Daily Moving Average) at 8861 on the down side. So current 2 days fall does not give any strong indication about next short term move. But Nifty yesterday closed below the lower line of bull Channel running since last two months which does give an indication about weakness in the uptrend. So the bias now is towards the down side unless Nifty moves back into the bull channel within a day or two. Also negative divergence in RSI and Stochastic on daily charts suggest a correction within overall medium and long term Bull Market.

Market

Market	Value	% Change
Morning Traded Market		
SGX NIFTY	8,923.00	0.13%
NIKKIE	19261	0.74%
HANG SENG	23,809.00	0.29%
Yesterday Closing Market		
Sensex	28,743.22	-0.24%
Nifty	8,879.60	-0.19%
DOW	20,812.00	-0.12%
NASDAQ	5,825.44	-0.63%
CAC	4,858.88	0.28%
DAX	11,834.11	0.10%
FTSE	7,263.44	0.14%
EW ALL SHARE	16,181.43	0.08%

% Change in 1 day

Commodity Price (Yesterday Closing)

Commodity/Currencies	Value	% Change
GOLD	29566.00	-0.48%
SILVER	43247.00	-0.41%
CRUDEOIL	54.02	0.02%
NATURALGAS	185.00	2.95%
DOLLAR/RS.	66.69	-0.01%
EURO/RS.	70.47	-0.10%
POUND/RS.	82.57	-0.01%

% Change in 1 day

Institutional Turnover

FII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
28-Feb-17	9291	8145	1146
Feb-17	16015	15460	554
2017	97058	98086	(1028)

DII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
28-Feb-17	3844	3576	268
Feb-17	8899	7919	980
2017	62400	56672	5728

Quote of the Day : " First, many in Wall Street - a community in which quality control is not prized - will sell investors anything they will buy." **Warren Buffett**

IEA Snapshot

LT

"BUY"

1st Mar 2017

L&T is the largest Engineering and Construction Company in India. It has presence in Construction, Hydrocarbon Eng., Power, Heavy Eng., Shipbuilding- defense and Merchant, IT, Finance, Realty and Metro. Revenue growth in Q3FY17 was muted but strong operating performance supported the bottom-line. Despite muted revenue growth in Q3FY17, management is confident to achieve 10% revenue growth in FY17 coupled with improvement in operating margins based on the operational efficiency. The company has closed out some legacy projects in hydrocarbon business, which will help to post better margins going ahead. We expects to 33 bps improvement RoE in FY17. Hence, we recommend to "BUY" with a target price of Rs.1780

HDFCBANK

"HOLD"

28th Feb 2017

We continue to like HDFC Bank given its strong fundamentals, steady loan growth, adequate capital, best in assets quality, strong branch network and intensive digitalization initiatives. While 3Q FY17 saw some uneven activities, we expect the operations of banking to come to its normal situation. Despite intense competition, we expect margins of HDFCBANK to sustain in the range of 4%-4.3% backed by normal CASA level of 40% and healthy growth in retail assets. Earning momentum will be maintained with core revenue of 19% plus growth going forward backed by healthy domestic loan growth with higher yield products. We expect RoE of 19% going forward. Recent rally in the stock has led to achieve our previous target price of Rs 1400. However despite this rally we don't think to exit the stock at current levels given its strong fundamentals and recommend must have in the portfolio. Also HDFCBANK has performed much better than its peers in the industry. We maintain HOLD in this stock with the target price of Rs 1460

**For details, refer to our daily report- India Equity Analytics*

Top News

- **Persistent Systems** has entered into an agreement with USAA, a Fortune 500 financial service provider, for development rights to a number of patented innovations currently in use by USAA related to security in financial services.

This agreement the company will extend these technologies and address a growing market opportunity for digital security products and solutions in the financial service industry.

- **Piramal Enterprises Mgt Guideline** : Company has been on an acquisition spree and the company's COO said that there is no cash constraint for acquisitions. Company has not looked at cash availability to make acquisitions. Company has sufficient cash for strategic acquisitions. The company has invested Rs 3000 crore in acquisitions in last 2 years. Its presence in the US market is also growing post the Minrad acquisition and now it has a 30 percent share of US market . In the consumer products segment, company grew at 28 percent despite the demonetisation impact. Company aim to be number three player in the consumer business segment by 2020 . Piramal expects a 15-20 percent growth rate in the future.

- **Future Group Mgt Guideline** : After recently entering into a joint venture in the health and wellness sector, Future Group will be exploring the personal care category next . Company said that while personal care is indeed on the radar, it was still early days. The current focus would be making its 50-50 partnership with organic food company Hain Celestial a success.

- **Meghmani Organics** plans to set up a new chloromethane plant at Dahej. Company said that chloromethane plant will be commissioned in Q4 of FY18. There we are planning to borrow around Rs 100 crore for Rs 140 crore project of chloromethane which we will be producing September 2018 onwards.

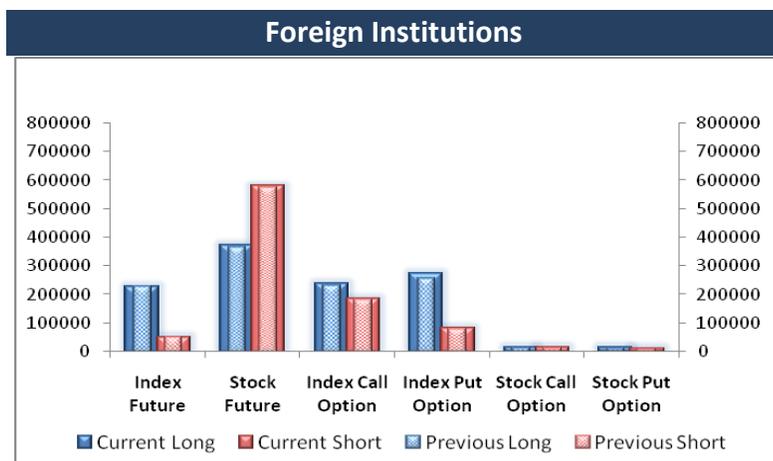
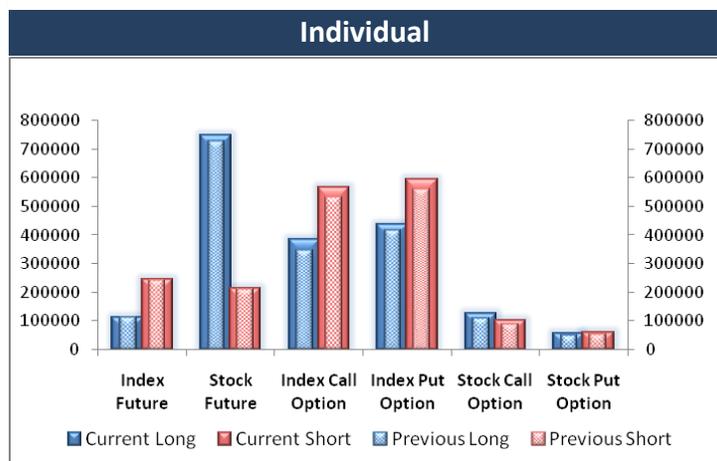
- **L&T** has signed a 5-year agreement with Shell Engineering for engineering, procurement, construction and management services. The company will be doing lump sum EPC project services in India and overseas . The fixed lump sum contract amount is Rs 1100 crore and revenue recognition will start from the third quarter of next fiscal . Company will have an opportunity to provide lot of reimbursable technical services to customers in seven countries and it will also broaden our capability and track record

- **Zee Entertainment Enterprise** has completed the first phase of a two - phase sale of its sport business, TEN Sports Network, to Sony Pictures and received USD 330 million (about Rs 2,200 crore). The second phase of transaction is expected to be concluded within next few months

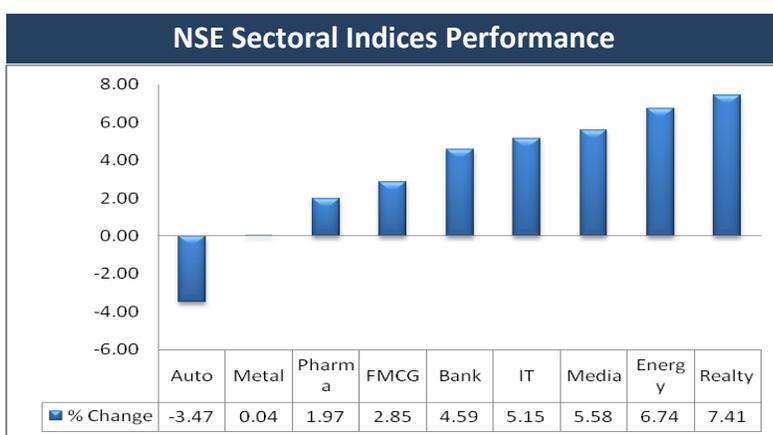
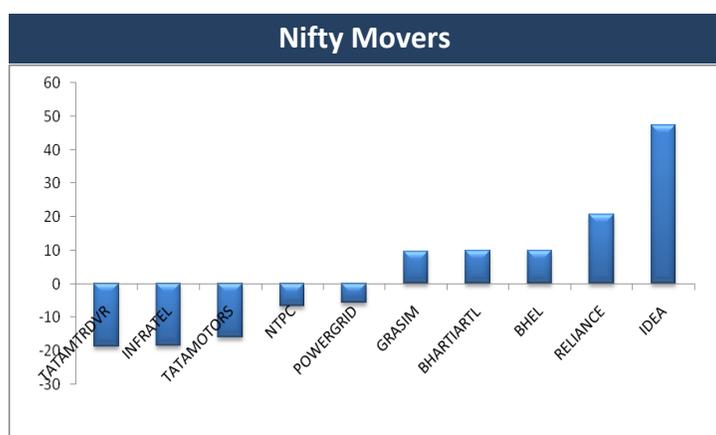
- **The government** has bailed out state-owned oil producers ONGC and Oil India from a potential liability of about Rs 22,000 crore in royalty dues to states like Gujarat and Assam. The central government will pay two state-owned firms' outstanding liabilities of Rs 14,698 crore directly to the state governments, who will not insist on levy of Rs 7,223 crore interest on payments that were due from April 2008.

- The Indian economy grew at a slower 7 percent in October-December, from 7.4 percent in the previous quarter and 7.2 percent the same period of the previous year . The first estimates released in January projected that India would grow 7.1 percent in 2016-17 from 7.9 percent in the previous year.

F&O OPEN INTEREST (Number of Contracts)



MARKET MOVERS (1 MONTH CHANGE)



TRADING IDEAS

Scrip	Reco	Initiation Price	Target 1	Target 2	Stop Loss	Rational
ENGINEERSIN	Buy	150.55	158	167	144	The stock found a strong support at 100 DMA and thereafter gave a good pullback rally yesterday with decent volumes. Another 10-12% upside is expected in the near future.
Federal Bank March 80 PE	Short (1 Lot =11000)	0.95	0.5		1.5	The stock has found a strong support near Rs 80 and thereafter gave a sharp pullback from that level. In the short term it is very unlikely to breach that level.

Economic Calendar					
Country	Monday 27th Feb 17	Tuesday 28th Feb 17	Wednesday 1th Mar 17	Thursday 2th Mar 17	Friday 3th Mar 17
US	Core Durable Goods Orders m/m, Durable Goods Orders m/m, Pending Home Sales m/m.	Prelim GDP q/q, Goods Trade Balance, Prelim GDP Price Index q/q, Prelim Wholesale Inventories m/m, Chicago PMI, CB Consumer Confidence, Richmond Manufacturing Index.	ISM Manufacturing PMI , Crude Oil Inventories , FOMC Member Kaplan Speaks.	Unemployment Claims , Natural Gas Storage ,	ISM Non-Manufacturing PMI ,FOMC Member Evans Speaks , Fed Chair Yellen Speaks , FOMC Member Fischer Speaks
UK/EURO ZONE	M3 Money Supply y/y, Private Loans y/y.	German Retail Sales m/m, Nationwide HPI m/m, CPI Flash Estimate y/y, Core CPI Flash Estimate y/y, Italian Prelim CPI m/m.	Manufacturing PMI , German Unemployment Change, Spanish Manufacturing PMI ,German Prelim CPI m/m	Construction PMI , CPI Flash Estimate y/y , Core CPI Flash Estimate y/y	Services PMI , German Retail Sales m/m , Spanish Services PMI .
INDIA		GDP Growth Rate YoY Q4	Auto no, Nikkei Manufacturing PMI	Auto Sales No	

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