

KEY LEVELS

Support 1 : 8861
Support 2 : 8752

Resistance 1: 8962
Resistance 2: 8996

Nifty Intraday Chart



Market Outlook

After opening on a subdued note, nifty rose to make an intraday high of 8992.35. However some selling pressure was witnessed in the market towards the afternoon session and the index continuously fell to make a low of 8880.20. At the end of the day Nifty closed at 8899.75. It had a net loss of 0.5% over the previous day's close. The broader market was in the grip of bears and the midcap and small cap indices closed after losing 1.5%-1.8%.

On the sectoral front, huge selling pressure was witnessed in Realty, banking and Pharmaceutical stocks while Auto index closed in green. The breadth of the market was very poor and about three shares declined for every share advanced at NSE.

On the option front, maximum call open interest of around 49.80 lakh contracts was witnessed at strike price 9000 while the maximum put open interest of around 42.04 lakh contracts was built at strike price 8800. The option data suggest that Nifty to find a strong support at 8800 while the upside remain capped at 9000 at least in the March expiry.

Nifty failed to clear resistance at 8996 yesterday. Now it is delicately balanced inside its upward sloping channel, short term downward trend will get confirmed if it starts trading below the trend line and closes below 8861. We continue to remain cautious. Advance-Divide ratio was in favor of bears yesterday. Also RSI and Stochastic have confirmed negative divergence on daily chart. Tactically state election results to be announced on 11th March will be key to what Nifty does in March series. In fundamental sense Nifty trading above resistance levels would require strong earning outlook which to us looks at least 1-2 quarters away.

Quote of the Day : "Volatility is a symptom that people have no idea of the underlying value."
Jeremy Grantham

Market

Market	Value	% Change
Morning Traded Market		
SGX NIFTY	8,882.00	-0.43%
NIKKIE	19542	-0.21%
HANG SENG	23,562.00	-0.86%
Yesterday Closing Market		
Sensex	28,839.79	-0.50%
Nifty	8,899.75	-0.51%
DOW	21,002.93	-0.53%
NASDAQ	5,861.22	-0.73%
CAC	4,963.00	0.06%
DAX	12,059.57	-0.06%
FTSE	7,382.35	-0.01%
EW ALL SHARE	16,114.00	-0.91%

% Change in 1 day

Commodity Price (Yesterday Closing)

Commodity/Currencies	Value	% Change
GOLD	29303.00	-0.19%
SILVER	42900.00	-0.09%
CRUDEOIL	54.10	0.45%
NATURALGAS	185.40	-3.03%
DOLLAR/RS.	66.92	-0.13%
EURO/RS.	70.77	-0.28%
POUND/RS.	83.28	-0.08%

% Change in 1 day

Institutional Turnover

FII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
02-Mar-17	4985	4862	123
Mar-17	16015	15460	554
2017	97058	98086	(1028)

DII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
02-Mar-17	3034	3118	(83)
Mar-17	8899	7919	980
2017	62400	56672	5728

Event Today

Board Meetings

HDFC : Interim Dividend
HARITASEAT : Interim Dividend
TULIPSTA : General
RUCHIRA : General

Interim Dividend

EIDPARRY : Rs 4:00 /-
NAUKRI : Rs 1/-
(Exdate : 3.3.2017)

MARICO

"BUY"

3th Mar 2017

Major positive for Q3FY17 remained 6% volume growth of Saffola despite demand pressure due to demonetization. Management is optimistic of clocking double digit volume growth for Saffola in medium term which gives us confidence of high single to double digit overall volume growth for Marico going forward. On margin front, management reiterated its previous guidance of 20% plus margin for domestic business and 18% for overall business. Management expects minimum 15% constant currency (CC) organic growth in the International business in next 4-5 years. Presently company trades at 16 times of FY17E book value with 35% of RoE. Considering improving business conditions after demonetization, better medium term volume guidance for domestic business and expected recovery from international business going forward, we reiterate to BUY this stock with the target price for Rs 330.

INFY

"BUY"

2nd Mar 2017

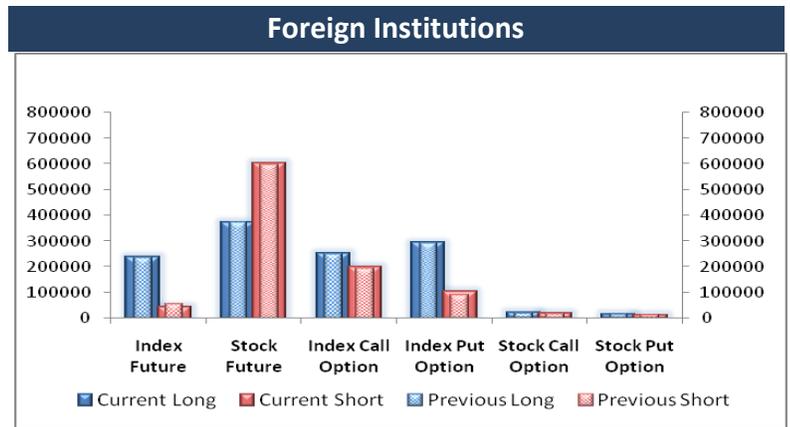
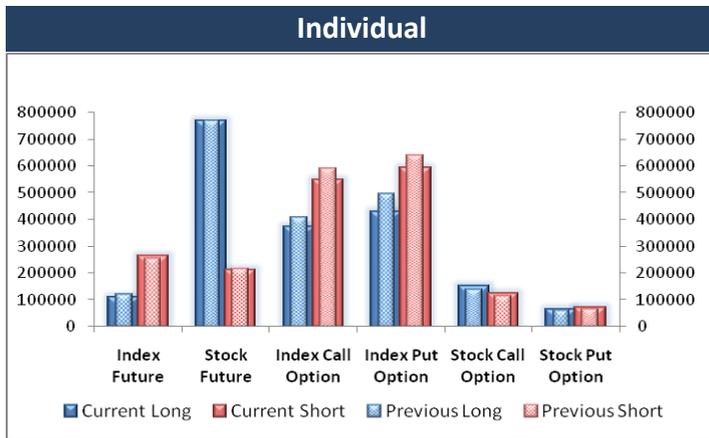
The Company's' strategy of renewing their existing core buss through a combination of automation and innovation has been making a huge progress. Execution has reflected well in several metrics, including volume growth, deal wins and pick-up in new initiatives. There are some hiccups on account of rift with founders and H1B regime which could have negative impact on the company. But we believe that the company is investing in all the right areas to regain and sustain its growth leadership, compounded by industry-leading margins. The company presently is trading at 3.3 times FY17 price to book. With this we remain positive on the stock and maintain our 'BUY' rating with the unchanged target price of 1210.

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

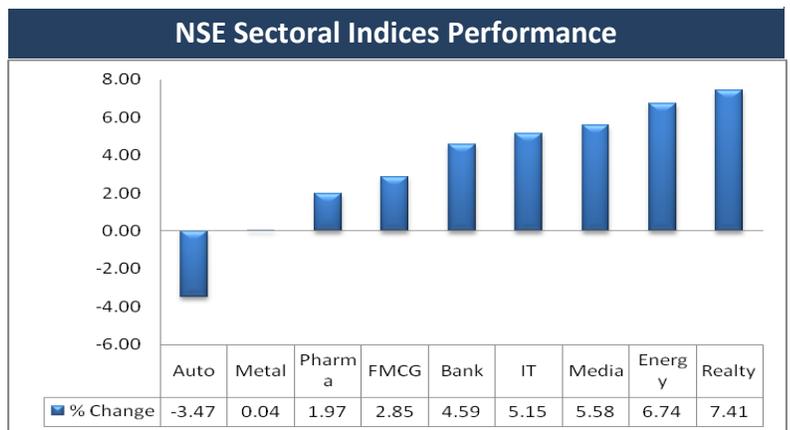
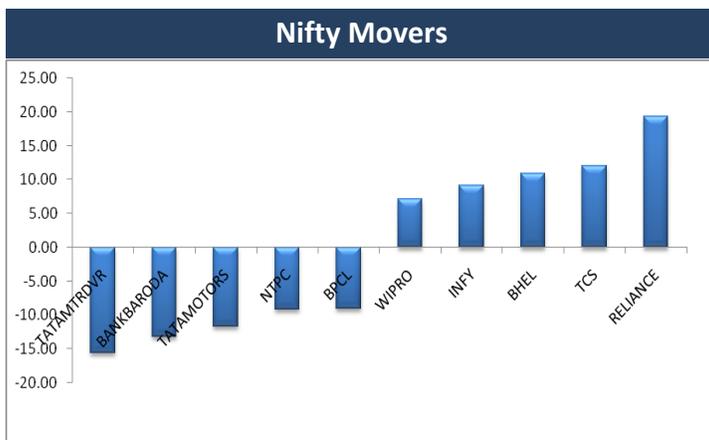
Top News

- Mahindra & Mahindra** is no longer just India's leading tractor manufacturer. It's also the number-one tractor maker globally by volumes. But M&M wants a lot more. The company is going full-throttle on a global strategy to transform itself into a full-line farm machinery player. These tractors have earned Mahindra & Mahindra recognition and accolades in the USD 60 billion global tractor market. And M&M now wants to make some serious inroads into the USD 94.3 billion non-tractor farm equipment market, which is poised to double in size over the next 7 years . This should see the contribution of non-tractor farm equipment to the product mix increasing 5-fold from 4 percent in December 2015 to 20 percent by FY19. By 2019, M&M aims to get 50 percent of its farm equipment revenues from international market
- ICICI Bank** hit the overseas debt market with a USD 500-million dollar-denominated bond issue and is expected to close the 5.5-year issue tonight. The benchmark issue will be sold through the Dubai International Finance Centre branch of the bank, and the lead-managers have given a price guidance of 1.55 percent over the US treasury
- Lupin** has launched generic version of Wyeth's Pristiq tablets, an anti-depressant drug, in the American market. Lupin's Desvenlafaxine Succinate extended-release tablets are generic version of Wyeth Pharmaceuticals' Pristiq tablets used in the treatment of major depressive disorder (MDD).
- Cadila Healthcare**, part of Ahmedabad-based Zydus Cadila group, said the company got three observations from USFDA for its formulation facility at Baddi, Himachal Pradesh. The USFDA inspected the plant from February 20 to March 1. All these three observations are related to pre-approval inspection (PAI) for a specific product filed
- Hindalco** is looking to raise funds through a qualified institutional placement (QIP) that opens today. Floor price for the QIP is set at Rs 184.45 per share. The company, in a release to the exchanges, said that a capital raising committee will meet on March 7 to consider the issue price of QIP.
- RIL** promoter entities propose re-structure of shareholding
 As many as 15 promoter group entities of Reliance Industries will transfer their 119 crore shares to eight other promoter group entities. The proposed inter-se transfers will not result in any change in promoter group shareholding of 45.24 per cent in RIL.
- BEML** announced inauguration of a 200 KW grid-connected rooftop solar project in Mysore. With the installation and commissioning of the rooftop solar project, BEML inches towards achieving the target of utilising 100 percent renewable energy for captive consumption . BEML had set up a 5 mw windmill project in Karnataka which is generating power since 2007
- Jwalamukhi Investment Holdings** offloaded 0.63 percent stake in Kajaria Ceramics for over Rs 56 crore through an open market transaction.
- ABB India** has delivered wind power generators of 2,000 units to cross the 4.5 GW-mark in generation capacity. The generators for wind turbines are manufactured in a factory in Gujarat's Vadodara city, which is the fourth such facility in the group.

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
JUBLFOOD	Buy	1031.1	1074	1114	990	The stock has given a price volume breakout yesterday. Some fresh buying is likely to emerge from the current level
Nifty March 8800 PE	Long (1 Lot=75)	79.2	114	148	50	Nifty has found a stiff resistance near 9000 and thereafter corrected from that level. Yesterday the index made a negative divergence in RSI and a bear engulfing pattern in daily chart. Therefore some correction in Nifty is expected from the current 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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