

**KEY LEVELS**

Support 1 : 10370

Resistance 1 : 10495

Resistance 2 : 10580

**Nifty Intraday Chart**



**Market Outlook**

After opening on a subdued note, Nifty rose to make a high of 10503.50 and then it fell to make a low of 10429.90. At the end of the day the index closed near flat at 10443.20. 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 0.7%-1.3%.

On the sectoral front, some buying interest was witnessed in metal stocks while the other major indices remained subdued. The breadth of the market was positive and about two shares advanced for every share declined at NSE.

Nifty is trading close to top-end of its existing range. Once 10,550 is taken out convincingly, Nifty will be headed to newer heights. On the downside, 10300 would be a strong support level as Nifty Put has highest open interest at that level.

Rising inflation, fiscal slippage has forced the bond yield to go up to 7.2%. This should ideally make market valuation multiple go lower. Consensus expectation for earnings growth for FY19 is upward of 24% and also 2HFY18 is expected to see turn around in earnings of Nifty. But market trading at newer high reduces major gains for the calendar year 2018.

At current level keeping an eye on global cues would be advisable

**Market**

Market	Value	% Change
<b>Morning Traded Market</b>		
SGX NIFTY	10,500.50	0.20%
NIKKIE	23,327.34	2.41%
HANG SENG	30,614.84	0.18%
<b>Yesterday Closing Market</b>		
Sensex	33,793.38	-0.06%
Nifty	10,443.20	0.01%
DOW	7,065.53	0.83%
NASDAQ	24,922.68	0.40%
CAC	5,331.28	0.80%
DAX	12,978.21	0.82%
FTSE	7,671.11	0.30%
EW ALL SHARE	19,957.48	0.34%

% Change in 1 day

**Commodity Price ( Yesterday Closing )**

Commodity/Currencies	Value	% Change
GOLD	29215.00	0.18%
SILVER	39298.00	0.30%
CRUDEOIL	67.88	-0.10%
NATURALGAS	190.60	-1.95%
DOLLAR/RS.	63.53	0.08%
EURO/RS.	76.34	-0.35%
POUND/RS.	86.21	0.29%

% Change in 1 day

**Institutional Turnover**

FII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
03-Jan-18	4529	4433	96
Jan-18	8461	7516	945
2018	8461	7516	945
DII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
03-Jan-18	3081	3350	(269)
Jan-18	8811	10316	(1505)
2018	8811	10316	(1505)

**Quote of the Day** : "Markets are constantly in a state of uncertainty and flux and money is made by discounting the obvious and betting on the unexpected." **George Soros**

**Event Today**

**Buy Back of Shares**

AARTIIND

( Exdate : 4.1.2018 )

**Interim Dividend**

SANDUMA : Rs 5/-

( Exdate : 4.1.2018 )

**Stock Split**

SUCROSA ( From Rs.10/- to Rs.2/-)

( Exdate : 4.1.2018 )

## 2-W industry volume update

4th Jan 2018

The two-wheeler manufacturers have reported strong sales volume in December. The overall industry has performed exceptionally well and continued their growth momentum even after strong sales during the festive season. One of the reasons for this strong growth was lower base in December 2016 due to demonetization. The major players in the industry like; Eicher Motors, Bajaj Auto, Hero Motocorp and TVS Motor posted robust growth of 17%, 30%, 43% and 39%YoY respectively. We have a positive view on Bajaj Auto. Based on new launches in the scooter and premium segment motorcycles, improving rural theme on the back of good monsoon and revival in major export markets may drive healthy volume growth we have also positive view on the Hero Motocorp.

## 4-W industry volume update

4th Jan 2018

Maruti continued its leadership position and posted 10%YoY sales growth, while Tata Motors has posted whopping 31%YoY growth. Passenger vehicle segment of M&M has posted a decline of 7%YoY. However, with improving infrastructure demand the commercial vehicle segment seems well on track with robust growth of over 50%YoY. On the CV front, Tata Motors, Ashok Leyland and M&M posted strong 62%, 79% and 24%YoY growth respectively. On the back of good monsoon and improving rural economy M&M Farm Equipment segment also posted solid numbers with a growth of 30%YoY. Improving infrastructure demand, implementation of mandatory scrappage policy, overloading norms and robust growth opportunity in defense business will be key triggers for the commercial vehicle industry. The demand scenario for tractor segment looks promising based on the good monsoon and improving rural income. Hence considering the above arguments we have a positive view on Tata Motors, M&M and Ashok Leyland.

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

## Top News

>> **Tejas Networks** had a roaring time. It is India's first professionally managed company.

Company continue to see robust growth in business and the data growth and the consumption is continuing to increase both in India and the other markets that company focus which directly results in a large demand for fibre optic transmission equipment . Company Expect revenue growth of 20 percent in FY18

India will continue to be a big part of our business in terms of growth for the next 12-18 months.

Mgt mentioned, receivables are improving. Over the next 3-4 quarters company will be able to bring down the receivables.

>> **NMDC** has taken a steep increase in prices of fines and lumps, taking prices to nearly three year highs. Company hiked prices owing to strong demand from steel industry. We saw 16 percent growth in steel production this year.

The prices of all end used products have gone up substantially in domestic industry.

Globally also there has been upsurge in hot rolled (HR) coil prices . On business front, Company said we expect sales volume of minimum 11 million tonne for FY18 and the overall year will end with 36 million tonne.

The primary focus now is on commissioning Nagarnar steel plant by September 2018

Various issues need to be ironed out before divestment of Nagarnar steel plant

Company said margin may improve by 300-400 bps owing to strong demand and price hikes.

>> **Hindustan Petroleum Corporation Ltd Mgt Guideline** : Brent is trading above the USD 67 per barrel mark, reports indicate there has been a withdrawal of the hike in liquefied petroleum gas (LPG) prices.

As far as the domestic LPG and the public distribution system (PDS) kerosene is concerned, which are the controlled products right now, the under-recovery is being reimbursed by the government

Company is guided by the directions of the government on the pricing of these two products,

Time to time the directive comes but there is no specific directive from the government on fuel prices

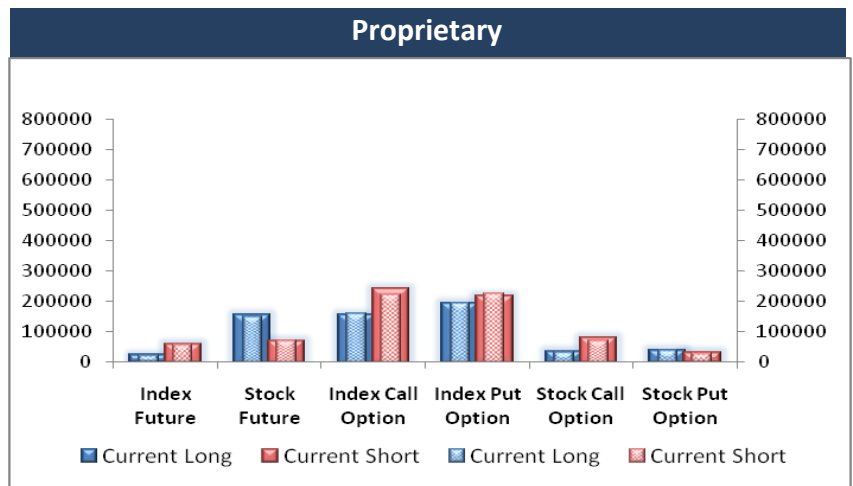
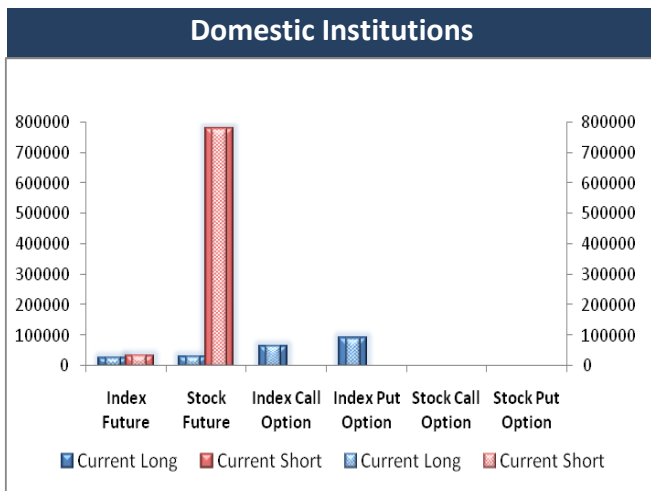
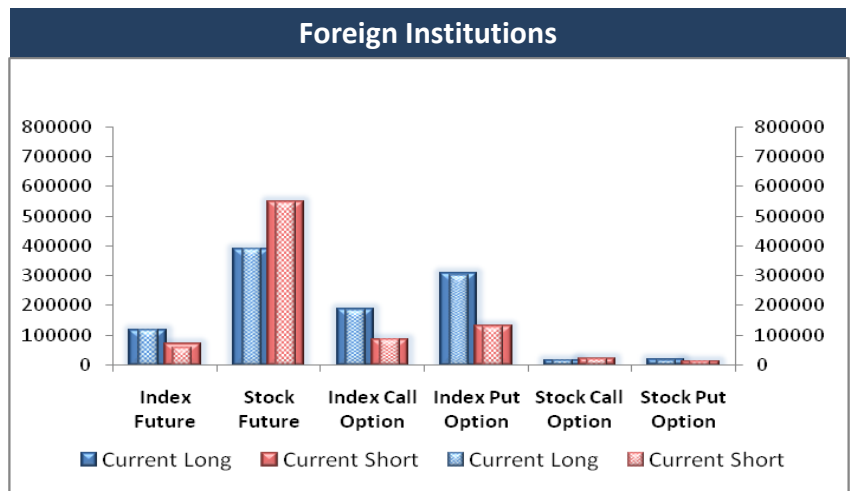
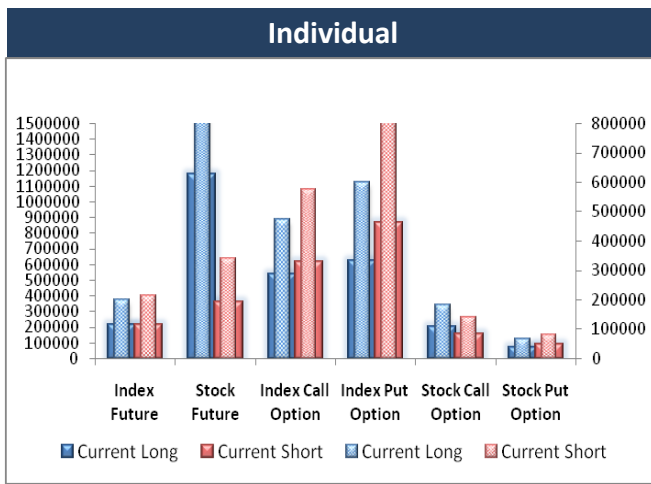
>> **Orient Green Power Company Mgt Guideline** : Company is up in trade after the divestment of its biomass subsidiaries. Company said biomass had about 106 mw and it was contributing negative EBITDA over last two-three years for various reasons. Company came up with an idea of divesting it and giving the shareholders value for their money . The total debt is at Rs 1,650 crore and company is looking to refinance our debt. The accumulated loss of Rs 50 crore will be off our books post sale of subsidiaries. Company is looking to target EBITDA of Rs 330 crore for FY18

>> **United Breweries Mgt Guideline** : Company anticipate volume growth of mid-single digit – 6-7 percent - for the industry and Company will grow ahead of that. Andhra Pradesh and Telangana are showing double-digit growth. Company is hopeful of putting all the headwinds for the liquor industry behind them. Company hope 2018-2019 fiscal will be positive. Company don't anticipate any significant headwinds. Company do see healthy growth going forward . The company will see a muted Q3 due to excise hike and delayed clarification on same in Maharashtra.

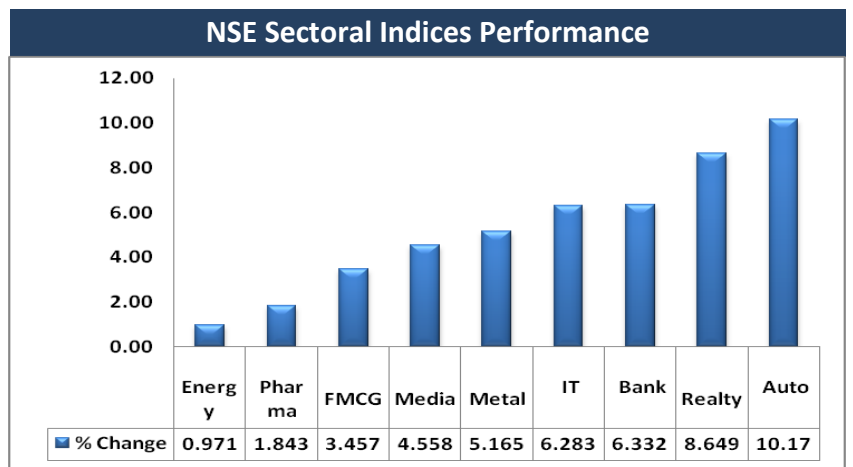
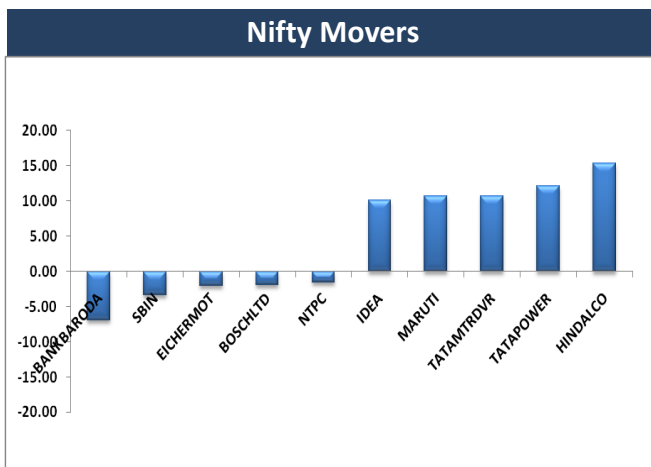
### Block Deal

Exchange	Deal Date	Company	Client Name	Deal Type	Quantity	Price
NSE	03-Jan-18	ARCOTECH	G N CREDITS PRIVATE LIMITED	BUY	608667	54
NSE	03-Jan-18	AROGRANITE	DILIPKUMAR VISHINDAS LAKHI	BUY	150000	81
NSE	03-Jan-18	GOACARBON	BP FINTRADE PRIVATE LIMITED	BUY	51963	975
NSE	03-Jan-18	HIGHGROUND	SUNITA JAKHAR	BUY	600000	16
NSE	03-Jan-18	LAKSHMIEFL	AMAR MUKESHBHAI SHAH	BUY	670000	37
NSE	03-Jan-18	NAVKARCORP	ASHISH RAMESHCHANDRA KACHOLIA	BUY	1000000	187
NSE	03-Jan-18	RCOM	ADROIT SHARE & STOCK BROKER PVT. LTD.	BUY	16472917	31
NSE	03-Jan-18	RCOM	SHAASTRA SECURITIES TRADING PRIVATE LIMITED	BUY	25894213	31
NSE	03-Jan-18	RIIL	GRAVITON RESEARCH CAPITAL LLP	BUY	77048	649
NSE	03-Jan-18	RIIL	SHAASTRA SECURITIES TRADING PRIVATE LIMITED	BUY	83486	650
NSE	03-Jan-18	RUCHISOYA	PATEL MANAV NARESHBHAI	BUY	1842732	20
NSE	03-Jan-18	TPLPLASTEHE	ARCADIA SHARE & STOCK BROKERS PRIVATE LIMITED	BUY	28339	752
NSE	03-Jan-18	TPLPLASTEHE	CHETAN RASIKLAL SHAH	BUY	50000	770
NSE	03-Jan-18	UNITECH	ADROIT FINANCIAL SERVICES PRIVATE LIMITED	BUY	15756589	11
NSE	03-Jan-18	VICEROY	ICPA HEALTH PRODUCTS LIMITED	BUY	250000	21
NSE	03-Jan-18	VIKASECO	ADROIT FINANCIAL SERVICES PRIVATE LIMITED	BUY	1761108	41
NSE	03-Jan-18	VIKASECO	AGARWAL SANGEETA	BUY	1943039	39
NSE	03-Jan-18	ARCOTECH	G N CREDITS PRIVATE LIMITED	SELL	608667	54
NSE	03-Jan-18	AROGRANITE	SUREFIN FINANCIAL CONS.PVT.LTD	SELL	96000	81
NSE	03-Jan-18	GOACARBON	BP FINTRADE PRIVATE LIMITED	SELL	52856	976
NSE	03-Jan-18	GRPLTD	DESAI DIVYA ATUL	SELL	6759	1738
NSE	03-Jan-18	LAKSHMIEFL	PRERNA SETHI	SELL	522578	33
NSE	03-Jan-18	MONNETISPA	OSWAL GREENTECH LTD	SELL	1064109	33
NSE	03-Jan-18	ORCHIDPHAR	FORTUNE INTERCONTINENTAL PVT LTD	SELL	658111	20
NSE	03-Jan-18	ORCHIDPHAR	SERUM INSTITUTE OF INDIA PRIVATE LIMITED	SELL	1312500	20
NSE	03-Jan-18	RCOM	ADROIT SHARE & STOCK BROKER PVT. LTD.	SELL	16472917	31
NSE	03-Jan-18	RCOM	SHAASTRA SECURITIES TRADING PRIVATE LIMITED	SELL	25894213	31
NSE	03-Jan-18	RIIL	GRAVITON RESEARCH CAPITAL LLP	SELL	77048	649
NSE	03-Jan-18	RIIL	SHAASTRA SECURITIES TRADING PRIVATE LIMITED	SELL	83486	650
NSE	03-Jan-18	RUCHISOYA	PATEL MANAV NARESHBHAI	SELL	1342732	20
NSE	03-Jan-18	SRS LTD	BTL HOLDING COMPANY LIMITED	SELL	2385189	2
NSE	03-Jan-18	TPLPLASTEHE	ARCADIA SHARE & STOCK BROKERS PRIVATE LIMITED	SELL	48135	772
NSE	03-Jan-18	UNITECH	ADROIT FINANCIAL SERVICES PRIVATE LIMITED	SELL	15284927	11
NSE	03-Jan-18	VIKASECO	ADROIT FINANCIAL SERVICES PRIVATE LIMITED	SELL	1696408	41
NSE	03-Jan-18	VIKASECO	AGARWAL SANGEETA	SELL	1943039	40

## F&O OPEN INTEREST ( Number of Contracts )



## MARKET MOVERS (1 MONTH CHANGE)



## Economic Calendar

Country	Monday 1st Jan 18	Tuesday 2nd Jan 18	Wednesday 3rd Jan 18	Thursday 4th Jan 18	Friday 5th Jan 18
<b>US</b>	Chicago PMI , Revised UoM Consumer Sentiment , Revised UoM Inflation Expectations	ISM Manufacturing PMI , ISM Manufacturing Prices	Challenger Job Cuts y/y , Construction Spending m/m , Total Vehicle Sales , FOMC Meeting Minutes.	ADP Non-Farm Employment Change , Unemployment Claims , ISM Non-Manufacturing PMI , Natural Gas Storage , Crude Oil Inventories	Average Hourly Earnings m/m , Non-Farm Employment Change , Unemployment Rate , Trade Balance , Factory Orders m/m.
<b>UK/EURO ZONE</b>		Spanish Manufacturing PMI , Italian Manufacturing PMI, French Final Manufacturing PMI, German Final Manufacturing PMI , Final Manufacturing PMI , Manufacturing PMI	Construction PMI	Spanish Unemployment Change , Spanish Services PMI , Italian Services PMI , French Final Services PMI , German Final Services PMI , Final Services PMI , Services PMI , Net Lending to Individuals m/m	German Retail Sales m/m , CPI Flash Estimate y/y , Core CPI Flash Estimate y/y , PPI m/m
<b>INDIA</b>		Auto sales No , Niekki Manufacturing PMI no		Nikkei Services PMI	



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