

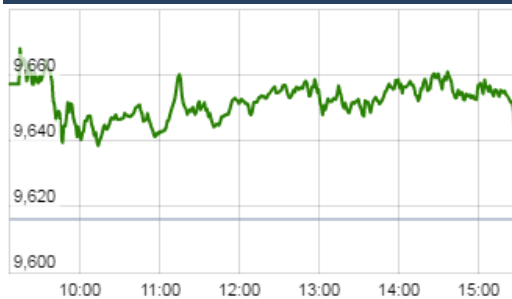
5-Jun-17

KEY LEVELS

Support 1 : 9590
Support 1 : 9555

Resistance 1: 9730

Nifty Intraday Chart



Market Outlook

Last week we have seen a range bound and choppy movement of Indian equities and after starting with a green session, the benchmark Nifty rose to make a weekly high of 9672.65 on Friday. At last the index ended the week with a net gain of 0.61% over the previous week's close. The midcap and small cap indices also moved in line with the benchmark index and closed the week in green.

On the sectoral front, some selling was witnessed in Realty and Metal stocks while FMCG, Auto, Pharmaceuticals and Banking stocks have shown some strength during the week. The Pharmaceuticals index reached at oversold zone. Therefore some pullback is expected in the extreme short term.

Nifty upward journey continues. Technically Nifty level of 9555 is a good level to keep trailing stop loss and trade long. Nifty derivative range is 9450-9750 and if 9500 Calls open interest reduces further and 9500 Put open interest gets added there are good chances that we will keep witnessing upward journey in Nifty range.

On higher levels we are witnessing some profit taking continuously due to two reasons- 1. now wider negativity that was prevailing while Nifty was 9200-9400 is over and most of the participants are coming to realize that Nifty still has a long way to go during the current bull run which though is six months old and 2. Mid and Small Cap stocks are refusing to take charge for this bull run and this would be a major factor later on deciding how market behaves in second half of calendar year 2017

Quote of the Day : "When stocks are attractive, you buy them. Sure, they can go lower. I've bought stocks at \$12 that went to \$2, but then they later went to \$30. You just don't know when you can find the bottom." **Peter Lynch**

Market

Market	Value	% Change
Morning Traded Market		
SGX NIFTY	9,669.50	0.25%
NIKKIE	20182	0.03%
HANG SENG	25,942.05	0.25%
Yesterday Closing Market		
Sensex	31,273.29	0.44%
Nifty	9,653.50	0.39%
DOW	21,206.29	0.29%
NASDAQ	6,305.00	0.94%
CAC	5,343.41	0.46%
DAX	12,822.94	1.23%
FTSE	7,547.63	0.40%
EW ALL SHARE	17,288.12	0.34%

% Change in 1 day

Commodity Price (Yesterday Closing)

Commodity/Currencies	Value	% Change
GOLD	29088.00	0.50%
SILVER	40274.00	1.16%
CRUDEOIL	50.03	0.00%
NATURALGAS	193.70	-0.31%
DOLLAR/RS.	64.44	-0.06%
EURO/RS.	72.26	-0.13%
POUND/RS.	82.83	-0.07%

% Change in 1 day

Institutional Turnover

FII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
02-Jun-17	4247	4306	(59)
Jun-17	76435	77484	(1049)
2017	76435	77484	(1049)

DII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
02-Jun-17	2421	2198	222
Jun-17	49775	45264	4511
2017	49775	45264	4511

Event Today

Concall

KDDL Ltd : 12:00 PM

Vascon Engineers : 12:00 PM

Heidelberg Cem : 2:30 PM

Rane (Madras) : 3:00 PM

Ester Inds : 3:00 PM

Setco Auto : 3:30 PM

Astral Poly : 4:00 PM

Dividend

GRUH : Rs. 2.8/-

ITC : Rs 4.75/-

MANAPPURAM : Rs. 0.50/-

MHRIL : Rs 5/-

(Exdate : 5.6.2017)

Block Deal

GMRINFRA

Board Meetings

ASHOKA

JKIL
Book Profit"
5th June 2017

JKIL has started FY17 with strong order book of Rs.8646 Cr, which is 6.3x TTM revenue. Despite the healthy order book JKIL is not able to post strong growth in top line during FY17. Slow progress at JNPT road projects causes the flattish revenue in FY17. Delayed in payment from Mumbai metro projects lead to spike in debtor's days from 77 days to 133 day at the end of the year with elevated inventory level. This is in conflict with guidance, management had been giving that Mumbai metro projects have better payment cycle. Increased working capital requirement led to higher debt. We expect healthy revenue growth in FY18 but the higher working capital requirement is a cause of concern for us. Considering the higher working capital due to higher debtors and increased inventory we downgrade the stock and reduce target price to Rs.290 from Rs.330 and advice our investors to book profit at this current price level.

KNRCON
"BUY"
2th June 2017

KNRCON has outpaced all the infrastructure development players in terms of revenue growth in FY17. KNRCON has clocked 71% YoY top line growth in FY17 on account of strong execution of orders received in previous year. All the projects are progressing well, which gives us confidence of better revenue growth in FY18. Earlier Management is reluctant to take HAM projects but considering the current market scenario, management is open to take HAM (Hybrid annuity model) projects and expectation of healthy order flow from it with strong debt to equity position will help to grow KNRCON going forward. We expect 14% YoY revenue growth in FY18 and 11% EPS growth. Currently, stock is trading at 12.3x EV/EBITDA of FY18. We are positive stance on the stock and we recommend "BUY" with target price 230.

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

Top News
CONCALL 4QFY17 : SAGCEM

>>States such as West Bengal (rural roads) & Odisha (Biju Pacca Ghar scheme) are expected to maintain healthy growth, leading to regional growth of 8.5-9.5% in FY17

">>Bayyavaram unit :

Phase I (Q4FY17) : Expansion to 0.3 MTPA with some additional investment

Phase II – Expansion to 1.5 MTPA with a capital expenditure of INR 168 Cr

>>Limited capacity additions and an anticipated pick-up in construction and irrigation projects going forward is expected to drive demand in southern markets

Key Growth Drivers

>>Double Digit Growth in Andhra Pradesh driven by development of commercial and government infrastructure in Amarawati Capital

>>Growth Recovery in Cement Demand Post Formation of Telangana – Driven by 2-BHK housing scheme and demand from Infra projects especially road and irrigation projects

Future Expansion

">>To Double the existing capacity at every 10 Years in targeted markets through-Debottlenecking – Up gradation & Organic & Inorganic expansion

Outlook

>>Expect overall market growth of about 10% in FY18.

>>Expect volume of 2.6 MT in FY18

>>Mkt wise growth expectation : AP&T : 15-20%; Karnataka : 5%; Maharastra : 10%; TN&Odisha10%; Kerela : -5%

>>Debt Repayment Schedule : 40cr in FY18

>>Reduction of debt by 75-80 Cr. Expected gross debt to be 400Cr in FY18.

Kwality said that Q4 revenue has grown by 8 percent but the area of strategic focus that is consumer part of the business has grown by 31 percent. Company has closed FY17 at 60:40 in favour of business-to-business (B2B) but over the next three-four years time company want to hit 70 percent business to consumer (B2C) space .

Thyrocare Technologies don't see any challenges for FY18. The competition is growing much faster than the industry but that puts more pressure on unorganised players than on organised players. Thyrocare's preventive care segment is doing exceedingly good . The wellness segment contributes majority of the growth.

Mukta Arts said the process is complete and going forward the entire cinema operations will be through wholly owned subsidiary called Mukta A2 Cinemas. The effort to achieve 100 screens till end of 2017 is still on. company is not looking at acquisition of cinema screens. Company is looking at taking over existing running single screens and bringing them under our umbrella

Mukta Arts has no plans to sell non-cinema business.

Company will bounce back to profitability in FY18.

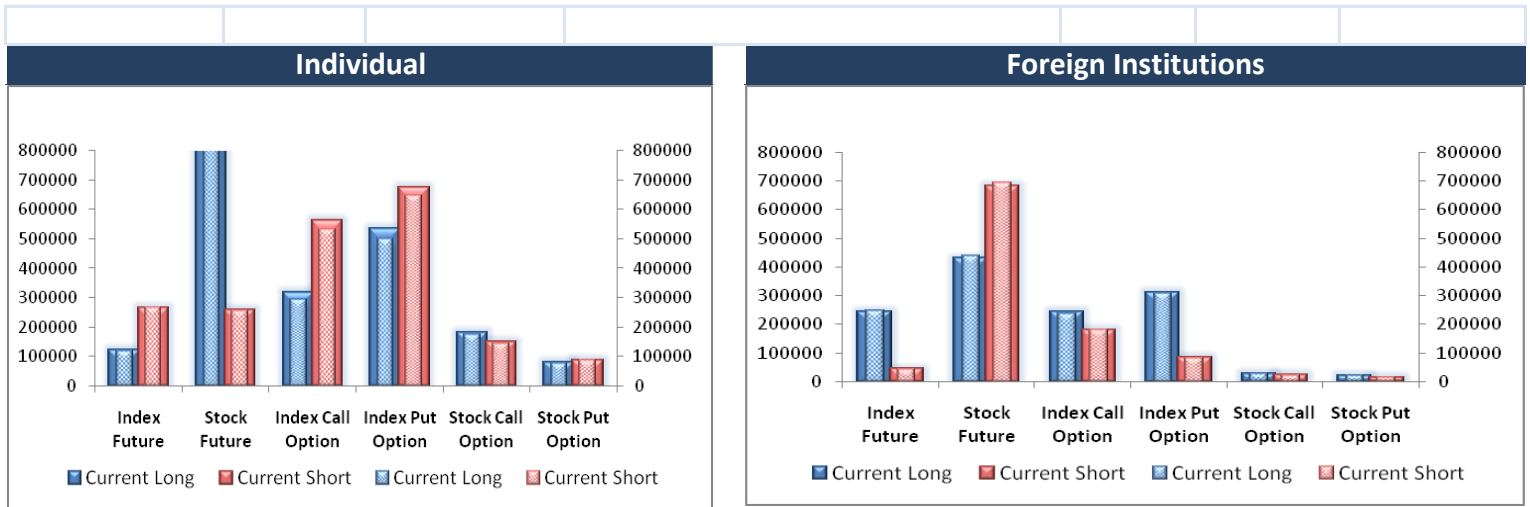
National Thermal Power Corporation (NTPC) said that 117 MW out of 250 MW of Mandsaur solar power projects is commissioned, taking the total installed solar capacity of the company to 737 MW. 117 MW out of 250 MW of Mandsaur Solar Power Project of NTPC Limited has been commissioned . The installed capacity of NTPC's solar power projects has become 737 MW

JSW Steel will seek shareholders' approval to raise up to Rs 10,000 crore through various financial instruments. The proposal is to be taken up during the company's annual general meeting to be held on June 29.

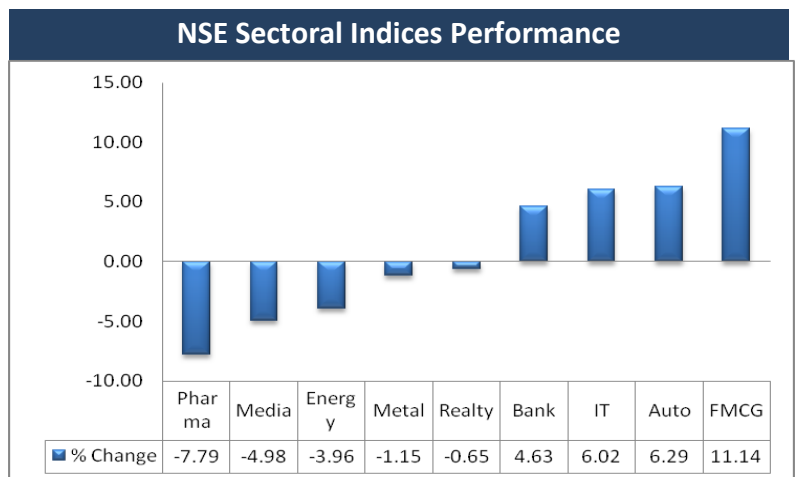
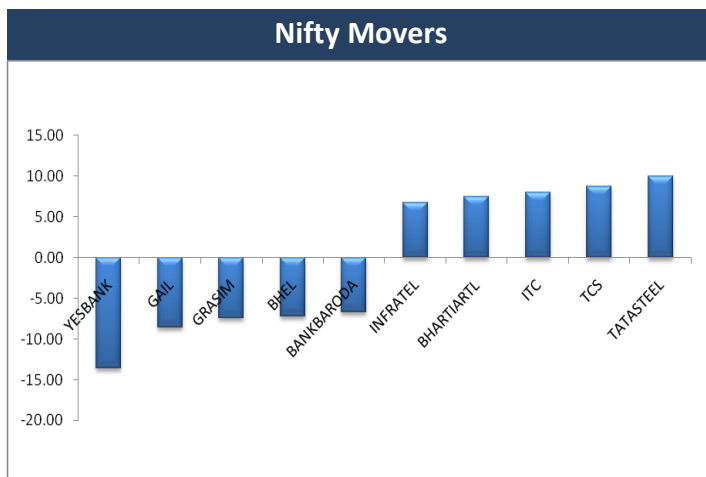
GVK Power and Infrastructure Limited has decided to exit from Bangalore International Airport Limited by selling its 10 per cent stake to Fairfax India Holdings Corporation for Rs 1,290 crore (approximately USD 200 million).

Block Deal						
Exchange	Deal Date	Company	Client Name	Deal Type	Quantity	Price
NSE	2-Jun-17	GMRINFRA	ADROIT SHARE & STOCK BROKER PVT. LTD.	BUY	41364153	17.49
NSE	2-Jun-17	HIGHGROUND	MARFATIA NISHIL SURENDRA	BUY	770718	23.45
NSE	2-Jun-17	RPPINFRA	GOEL NITIN	BUY	190577	229.86
NSE	2-Jun-17	RPPINFRA	NIMESH SHASHIKANT MEHTA	BUY	171000	233.82
NSE	2-Jun-17	RPPINFRA	SREE SARAVANA ENGINEERING BHAVANI PRI	BUY	238910	232.4
NSE	2-Jun-17	GMRINFRA	ADROIT SHARE & STOCK BROKER PVT. LTD.	SELL	40779153	17.47
NSE	2-Jun-17	HIGHGROUND	MARFATIA NISHIL SURENDRA	SELL	583455	22.98
NSE	2-Jun-17	LOVABLE	PARAM VALUE INVESTMENTS	SELL	123000	241.19
NSE	2-Jun-17	RPPINFRA	GOEL NITIN	SELL	190577	233.39
NSE	2-Jun-17	STAMPEDE	USHA RANI MEENAVALLI	SELL	1940000	19.7
BSE	2-Jun-17	JVLAGRO	ERISKA INVESTMENT FUND LTD	BUY	8307795	18
BSE	2-Jun-17	JVLAGRO	LOTUS GLOBAL INVESTMENTS LIMITED	SELL	8307795	18

F&O OPEN INTEREST (Number of Contracts)



MARKET MOVERS (1 MONTH CHANGE)



Result Calendar Q4FY17

BSE Code	Company Name	Date	BSE Code	Company Name	Date
504269	KHAITANELE	05-Jun-17	507435	KHODAY	07-Jun-17
523475	LOTUSCHO	05-Jun-17	523592	JENSONICOL	08-Jun-17
535657	OONE	05-Jun-17	532991	MVL	08-Jun-17
524210	PNTKYOR	05-Jun-17	532332	CURATECH	09-Jun-17
517273	S&SPOWER	05-Jun-17	523371	MAWANASUG	09-Jun-17
526431	WELTI	05-Jun-17	526415	OKPLA	09-Jun-17
533176	DQE	06-Jun-17	502589	VAPIPPR	09-Jun-17
531129	INANI	06-Jun-17	535693	BRAHMINFRA	10-Jun-17
590068	KHAITANLTD	06-Jun-17	537820	VFL	10-Jun-17
531578	KMFBDR	06-Jun-17	540497	SCHAND	12-Jun-17
534563	MASL	06-Jun-17	520113	VESUVIUS	12-Jun-17
535205	MYSTICELE	06-Jun-17	539207	MANPASAND	13-Jun-17
533285	RDBRIL	06-Jun-17	532127	MOBILTEL	14-Jun-17
504614	SARDAEN	06-Jun-17	531819	NUWAY	15-Jun-17
521036	SOURCEIND	06-Jun-17	507435	KHODAY	28-Jun-17
523283	SUPERHOUSE	06-Jun-17	519234	SIEL	30-Jun-17
531814	TIRSARJ	06-Jun-17	532313	MAHLIFE	25-Jul-17

Economic Calendar

Country	Monday 5th June 17	Tuesday 6th June 17	Wednesday 7th May 17	Thursday 8th June 17	Friday 9th June 17
US	Ivey PMI , Final Services PMI , ISM Non-Manufacturing PMI , Factory Orders m/m , Labor Market Conditions Index m/m	IBD/TIPP Economic Optimism , NFIB Small Business Index.	10-y Bond Auction , 30-y Bond Auction , Consumer Credit m/m	Unemployment Claims , JOLTS Job Openings, Federal Budget Balance, Natural Gas Storage	Final Wholesale Inventories m/m
UK/EURO ZONE	Spanish Services PMI , Italian Services PMI , French Final Services PMI , German Final Services PMI , Final Services PMI , Sentix Investor Confidence , Services PMI	Halifax HPI m/m , Retail Sales m/m , French Trade Balance , 30-y Bond Auction.	German Factory Orders m/m , French Gov Budget Balance , Revised GDP q/q , NIESR GDP Estimate	German Industrial Production m/m , Italian Quarterly Unemployment Rate , Minimum Bid Rate , ECB Press Conference	Manufacturing Production m/m , Goods Trade Balance , Construction Output m/m , Consumer Inflation Expectations , Industrial Production m/m
INDIA	Nikkei Services PMI				

Narnolia

Advance Strategy · Simple Solutions

Narnolia Securities Ltd

201 | 2nd Floor | Marble Arch Building | 236B-AJC Bose
Road | Kolkata-700 020 , Ph : 033-40501500

email: narnolia@narnolia.com,

website : www.narnolia.com

Risk Disclosure & Disclaimer: This report/message is for the personal information of the authorized recipient and does not construe to be any investment, legal or taxation advice to you. Narnolia Securities Ltd. (Hereinafter referred as NSL) is not soliciting any action based upon it. This report/message is not for public distribution and has been furnished to you solely for your information and should not be reproduced or redistributed to any other person in any form. The report/message is based upon publicly available information, findings of our research wing "East wind" & information that we consider reliable, but we do not represent that it is accurate or complete and we do not provide any express or implied warranty of any kind, and also these are subject to change without notice. The recipients of this report should rely on their own investigations, should use their own judgment for taking any investment decisions keeping in mind that past performance is not necessarily a guide to future performance & that the value of any investment or income are subject to market and other risks. Further it will be safe to assume that NSL and /or its Group or associate Companies, their Directors, affiliates and/or employees may have interests/ positions, financial or otherwise, individually or otherwise in the recommended/mentioned securities/mutual funds/ model funds and other investment products which may be added or disposed including & other mentioned in this report/message.