

**KEY LEVELS**

Support 1 : 9570  
Support 2 : 9520  
Resistance 1: 9710



**Market Outlook**

Indian equities gave a zigzag move throughout the day on Tuesday and after opening on a subdued note, Nifty rose to make a high of 9646.85 and then it fell to make a low of 9595.80. At the end of the day the index closed near flat at 9613.30. The midcap and small cap indices also moved in line with the benchmark index and closed the day after losing 0.2%-0.3%.

On the sectoral front, some profit booking was witnessed in FMCG, Auto, PSU banking and Pharmaceuticals stocks while Metal and IT indices closed in green. The breadth of the market was slightly negative with more declines than advances.

During last one month Nifty has traded between 9550 and 9710, a range of mere 1.7%. Nifty losing volatility after sharp rally since December 2016 is a sign of maturity of our market or is this a lull before the storm, July series will surely let us figure out. In fact even global equity markets are trading strong almost in a bullet proof manner and this is amazing. US S&P 500 VIX has fallen to single digit levels. Lately cause of concern have been the performance of the broader market. Mid and Small cap stocks were leaders of the current market rally, but since middle of May Nifty Mid cap index and Nifty Small cap index surely has gone into a correction mode. And traders and short term investors need to be very cautious on small and micro cap stocks as valuation remains quite stretched for most of the small and micro cap stocks. Though Nifty continue to be in upward journey but if Nifty falls below 9500, it will bring sharper fall in mid, small and micro cap stocks.

Derivative range continues to be 9550-9750 though large open interest at 9700 CE make 9700 a strong resistance for current June series. Early indication of open interest built up for July series suggests wider Nifty range and consequently sharp volatility. BankNifty particularly looks vulnerable for volatility spike led by mid and small PSU banks where NPA woes appears to be getting further aggravated due to RBI latest directives. Early July series will be full of news about GST implementation and 1QFY18 and 2QFY18 surely will see negative impact on corporate earnings. GSTN system is expected to process 3.5 billion invoices every month, a change of this order surely will be nerve wrecking for many businesses particularly smaller one. We see clarity emerging only in September as far as fundamental of the market is concerned.

**Quote of the Day** : " Surprise and shock are endemic to the system, and people should always arrange their affairs so that they will survive such events. They will end up richer that way than focusing all the time on getting rich. " **Peter Bernstein**

**Market**

Market	Value	% Change
<b>Morning Traded Market</b>		
SGX NIFTY	9,623.00	-0.02%
NIKKIE	19990.55	-0.21%
HANG SENG	25,354.00	-0.14%
<b>Yesterday Closing Market</b>		
Sensex	31,209.79	-0.04%
Nifty	9,613.30	-0.02%
DOW	21,349.63	0.29%
NASDAQ	6,110.06	-0.05%
CAC	5,174.90	-0.40%
DAX	12,437.13	-0.31%
FTSE	7,357.23	-0.27%
EW ALL SHARE	17,405.70	-0.02%

% Change in 1 day

**Commodity Price ( Yesterday Closing )**

Commodity/Currencies	Value	% Change
GOLD	28115.00	0.10%
SILVER	37621.00	-0.54%
CRUDEOIL	49.56	-0.22%
NATURALGAS	194.50	0.62%
DOLLAR/RS.	64.74	-0.21%
EURO/RS.	73.44	-0.41%
POUND/RS.	83.69	-0.38%

% Change in 1 day

**Institutional Turnover**

FII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
04-Jul-17	3750	4584	(834)
Jul-17	7248	8887	(1639)
2017	656503	635788	20715
DII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
04-Jul-17	2778	2482	296
Jul-17	5947	4697	1250
2017	375394	353753	21641

**MINDTREE**

"BUY"

5th July 2017

Keeping in mind, scenario of 45% acceptance for retail category and Prices after buy back around Rs 480( 9% down from current prices), buying is advisable.

We advise, one should buy shares worth Rs 1lac in the current scenario and wait.

>> Scenario 1: If the price falls from the current prices- one may add more so as to bring down the average cost of shares and tender for Buy Back

>> Scenario 2: Prices rise from current levels: One may sell in market or simply tender for Buy Back

**FORCEMOT**

"BUY"

3th July 2017

Force Motors Limited has strongly positioned itself in the light and small commercial vehicle segment with market share of over 45%. Travellers, the company's most successful brand holds a market share of 70%. The company has also a technical edge over its peers as it manufactures and assembles engines for luxury car makers like Mercedes and BMW in the Indian market. The company generates about 37% of its revenues from sub-contracting business. We expect that the reduction in tax under GST will encourage the customers to purchase luxury vehicles. We expect RoE to improve by 400 bps to 14.6% in FY19 based on strong traction in Travellers segment, favorable demand outlook for luxury cars and improvement in margins on the back of operating leverage. Currently, the stock is trading at 2.6x FY19E P/B. Considering the immense growth potential going ahead, we recommend 'BUY' on Force Motors with a target price of Rs.4850.

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

**Top News**

Germany's Thyssenkrupp is optimistic about progress made by **Tata Steel** to restructure its UK pensions liabilities, investors and analysts say but there are still issues to overcome before the two firms can merge their European steel assets.

**SeQuent Scientific** arm Alivira registers 3 products in Ukraine . The products have already been shipped to Ukraine and will be launched shortly . Alivira's differentiated product profile is well poised to drive the industry's transition from treatment to prevention products

**NTPC** plans to invest \$10 billion in new coal-fired power stations over the next five years despite the electricity regulator's assessment that thermal plants now under construction will be able to meet demand until 2027. NTPC, plans to build three new plants with a combined capacity of more than 5 gigawatts (GW), nearly double the capacity of those currently being phased out

**Jyoti Structures** has become the first of the 12 large stressed companies identified by the Reserve Bank of India to be admitted at the National Company Law Tribunal (NCLT) under the insolvency and bankruptcy law. The Mumbai bench of the NCLT admitted an application against Jyoti Structures filed by its lead lender State Bank of India. The company owes lenders around Rs 7,000 crore

**Wockhardt** is said to have put its two active pharmaceutical ingredient (API) facilities for sale . The company is said to be looking at raising Rs.150-200 crore from the sales of these facilities . Wockhardt's API sites were put to sale at distressed valuations.

**Bharat Earth Movers Limited (BEML)** signed an agreement with the defence ministry for production of various weapons platforms for the armed forces in 2017-18, setting a revenue target of Rs 3,000 crore for the year. The MoU outlines targets on various performance parameters for the company during the year

**Yes Bank** signed an MoU in London with Santander to promote India-UK trade and business opportunities. The deal is aimed at Santander UK, a wholly-owned subsidiary of the Spanish Santander Group, offering its clients in Britain access to banking facilities and on-the-ground support through Yes Bank's network across India.

**Mahindra & Mahindra** announced reduction in prices of its utility vehicles and SUVs by up to 6.9 percent on an average to pass on the GST benefit to customers . The company has reduced prices of small commercial vehicles by an average of 1.1 percent and 0.5 percent for light commercial vehicles and heavy commercial vehicles

**Infosys** said that its banking product Finacle has partnered with Active.AI, a Singapore-based financial technology company that offers an enterprise artificial intelligence platform for banks globally.

**IDFC Bank** has settled a probe by markets regulator Securities and Exchange Board of India (SEBI) into alleged violation of insider trading and share takeover norms for a payment of Rs 10.74 lakh towards settlement charges.

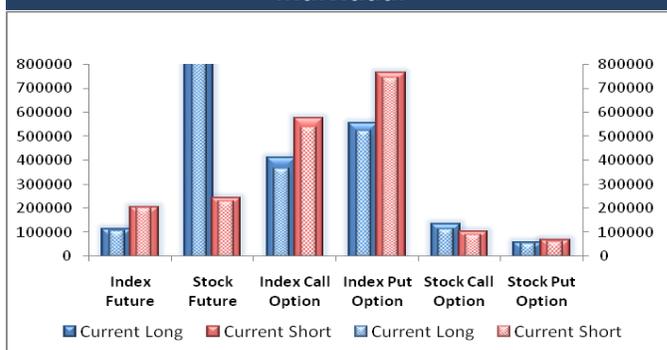
**Infosys** has finally rolled out the annual salary hike for the financial year 2018. Sources privy to the development tell Cogencis that the hikes have been in the range of 5-11 percent which would be put to effect from July 1.

## Block Deal

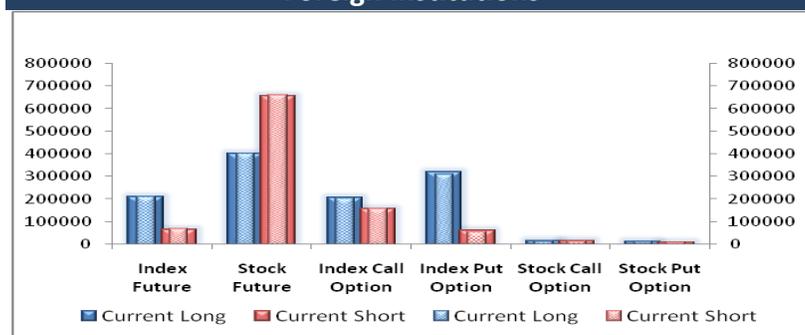
Exchange	Deal Date	Company	Client Name	Deal Type	Quantity	Price
NSE	04-Jul-17	BEPL	PARTH INFIN BROKERS PVT LTD	BUY	1778787	69.76
NSE	04-Jul-17	EXCEL	ARCADIA SHARE & STOCK BROKERS PRIVATE LIMITE	BUY	239148	61.44
NSE	04-Jul-17	GTPL	ALPHAGREP COMMODITIES PRIVATE LIMITED	BUY	912544	170.37
NSE	04-Jul-17	INFIBEAM	ASHLAR SECURITIES PRIVATE LIMITED	BUY	274831	1155.39
NSE	04-Jul-17	JPASSOCIAT	ADROIT SHARE & STOCK BROKER PVT. LTD.	BUY	16924658	19.57
NSE	04-Jul-17	JPASSOCIAT	SHAASTRA SECURITIES TRADING PRIVATE LIMITED	BUY	12489373	19.62
NSE	04-Jul-17	NELCO	S SEK HAR HUF	BUY	171896	103.31
NSE	04-Jul-17	OMKARCHEM	ASHLAR SECURITIES PRIVATE LIMITED	BUY	213115	91.75
NSE	04-Jul-17	OMKARCHEM	PATEL MANAV NARESHBHAI	BUY	160436	93.23
NSE	04-Jul-17	VENKEYS	N.K. SECURITIES	BUY	95123	1973.19
NSE	04-Jul-17	BEPL	PARTH INFIN BROKERS PVT LTD	SELL	1842805	69.79
NSE	04-Jul-17	BIRLAMONEY	SUCHARITHRA REDDY	SELL	322220	80.38
NSE	04-Jul-17	EXCEL	ARCADIA SHARE & STOCK BROKERS PRIVATE LIMITE	SELL	237148	61.25
NSE	04-Jul-17	EXCEL	JHAVERI TRADING AND INVESTMENT PVT. LTD.	SELL	226851	61.6
NSE	04-Jul-17	GTPL	ALPHAGREP COMMODITIES PRIVATE LIMITED	SELL	912544	170.44
NSE	04-Jul-17	INFIBEAM	ASHLAR SECURITIES PRIVATE LIMITED	SELL	274831	1153.13
NSE	04-Jul-17	JPASSOCIAT	ADROIT SHARE & STOCK BROKER PVT. LTD.	SELL	16924658	19.54
NSE	04-Jul-17	JPASSOCIAT	SHAASTRA SECURITIES TRADING PRIVATE LIMITED	SELL	12489373	19.65
NSE	04-Jul-17	NELCO	S SEK HAR HUF	SELL	69800	102.58
NSE	04-Jul-17	OMKARCHEM	ASHLAR SECURITIES PRIVATE LIMITED	SELL	213115	91.83
NSE	04-Jul-17	OMKARCHEM	PATEL MANAV NARESHBHAI	SELL	194824	88.81
NSE	04-Jul-17	VENKEYS	N.K. SECURITIES	SELL	95153	1974.12

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

### Individual

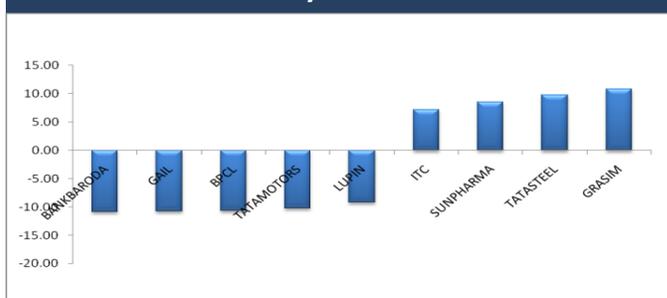


### Foreign Institutions

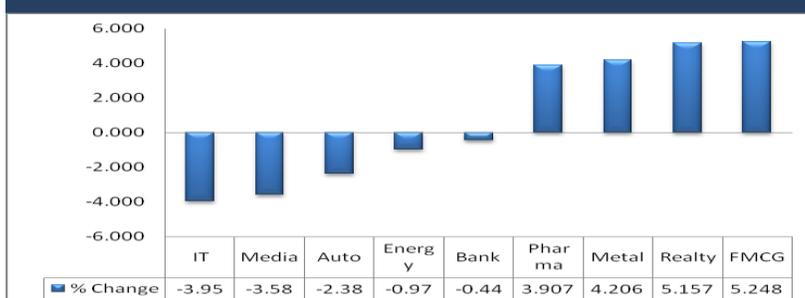


## MARKET MOVERS (1 MONTH CHANGE)

### Nifty Movers



### NSE Sectoral Indices Performance



**Economic Calendar**

Country	Monday 3th July 17	Tuesday 4th July 17	Wednesday 5th July 17	Thursday 6th July 17	Friday 7th July 17
<b>US</b>	Final Manufacturing PMI , ISM Manufacturing PMI, Construction Spending m/m, ISM Manufacturing Prices , Total Vehicle Sales.		ADP Non-Farm Employment Change , Final Services PMI, ISM Non-Manufacturing PMI, Factory Orders m/m , Crude Oil Inventories, FOMC Meeting Minutes.	Challenger Job Cuts y/y , Unemployment Claims, Trade Balance, Natural Gas Storage.	Average Hourly Earnings m/m, Non-Farm Employment Change, Unemployment Rate
<b>UK/EURO ZONE</b>	Spanish Unemployment Change , Italian Manufacturing PMI, French Final Manufacturing PMI, German Final Manufacturing PMI, Final Manufacturing PMI, Manufacturing PMI, Unemployment Rate, Spanish 10-y Bond Auction, French 10-y Bond Auction, BOE Financial Stability Report.	Construction PMI, PPI m/m, BRC Shop Price Index y/y,	Spanish Services PMI , Italian Services PMI , French Final Services PMI , German Final Services PMI , Final Services PMI , Services PMI, 10-y Bond Auction.	German Factory Orders m/m, French Trade Balance, ECB Monetary Policy Meeting Accounts, Housing Equity Withdrawal q/q	French Final Non-Farm Payrolls q/q , German Industrial Production m/m, French Gov Budget Balance, Halifax HPI m/m, Manufacturing Production m/m, Goods Trade Balance, Construction Output m/m, Industrial Production m/m, Employment Change, Unemployment Rate.
<b>INDIA</b>	Auto no, Nikkei Manufacturing PMI.		Nikkei Services PMI		

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