

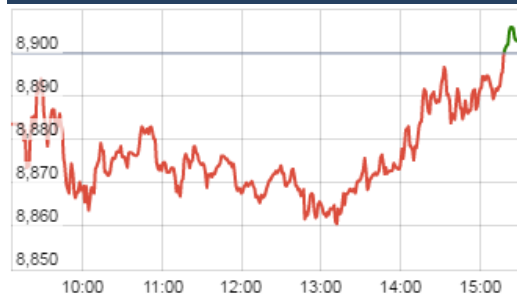
6-Mar-17

KEY LEVELS

Support 1 : 8860
Support 2 : 8783

Resistance 1: 8896
Resistance 2: 9116

Nifty Intraday Chart



Market Outlook

Indian equities gave a range bound and choppy movement throughout last week and after opening on a subdued session, Nifty traded in the band of 8860-8992.50. At the end of the week the index closed at 8897.55. It had a net loss of 0.47% 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 red.

On the sectoral front, some selling pressure was witnessed in Realty, Metal and Pharmaceuticals stocks while Auto and Information technology indices have shown some strength.

The Nikkei Market Services Purchasing Managers' index rose to 50.3 in February from 48.7 in January, indicating that the slow recovery in demand helped India's services industry to rebound in February for the first time in last four months.

The foreign investors were the net buyers in the cash segment. They bought Rs 1529 crores worth of equities on Friday. However at the same time they are initiating some short positions in Stock future and Index call option segments.

Since 21st February Nifty has been in a range of 9000 to 8860. Three times during this period it went near 8996 (all time closing high) on 22/2, 23/2 and 2/3 and reversed sharply from that level. During the same period thrice it went near 8860 on 21/2, 28/2, and 3/3 and reversed from that level. Sooner or later this range has to break and the direction in which the range is broken will determine the short term trend of the market.

Market

Market	Value	% Change
Morning Traded Market		
SGX NIFTY	8,933.50	0.13%
NIKKEI	19367.33	-0.53%
HANG SENG	23,600.43	0.20%
Yesterday Closing Market		
Sensex	28,832.45	-0.03%
Nifty	8,897.00	-0.02%
DOW	21,005.71	0.01%
NASDAQ	5,870.75	0.16%
CAC	4,995.13	0.63%
DAX	12,027.36	-0.27%
FTSE	7,374.26	-0.11%
EW ALL SHARE	16,144.00	0.18%

% Change in 1 day

Commodity Price (Yesterday Closing)

Commodity/Currencies	Value	% Change
GOLD	29020.00	-0.51%
SILVER	42532.00	-0.26%
CRUDEOIL	53.13	-0.38%
NATURALGAS	187.10	-0.58%
DOLLAR/RS.	66.81	0.15%
EURO/RS.	70.83	-0.03%
POUND/RS.	82.05	0.03%

% Change in 1 day

Institutional Turnover

FII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
03-Mar-17	5270	3740	1529
Mar-17	16015	15460	554
2017	97058	98086	(1028)

DII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
03-Mar-17	2282	3019	(737)
Mar-17	8899	7919	980
2017	62400	56672	5728

Event Today

Board Meetings

COALINDIA : Interim Dividend
EMAMILTD : Interim Dividend
TVSMOTOR : Interim Dividend

JPO Report

MUSIC BROADCAST LIMITED

Quote of the Day : "All there is to investing is picking good stocks at good times and staying with them as long as they remain good companies." **Warren Buffett**

Music Broadcast Ltd : IPO

"SUBSCRIBE "

6th Mar 2017

Music Broadcast runs 39 FM radio stations in 6 languages to 50mn listeners in 37 cities. The company has successfully migrated all its Phase II Radio City Stations to the Phase III Policy and now enjoys an extended license period of 15 years.

High NPM of the company keeps Return ratios increasing over the long term though high capex intensity in the industry keeps the Asset turnover depressed. As regards valuations, the company is being offered at 3.5times P/B and 33 times Price to Earnings post IPO at ROE of 10.5% which is better than its listed Peer ENIL. We recommend SUBSCRIBE

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.

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

Top News

Dr Reddy 's Laboratories announced that it has acquired 100 per cent stake in Imperial Credit Private Ltd . The acquisition was for a consideration of Rs 2.05 crore. The acquisition process was consummated on receipt of applicable regulatory approvals. The company proposes to undertake the group's captive financial activities through this entity

- **Shree Cement** has secured supply of 60,000 tonnes per annum of coal from state-owned CIL arm Southern Eastern Coalfields. The company participated in the auction for coal linkage from South Eastern Coalfields for cement sector and won the coal linkage in Chhattisgarh

- **Millicom International Cellular S.A. ("Millicom") and Bharti Airtel Limited ("Airtel")** announced that they have, through their respective subsidiaries, entered into an agreement for Tigo Ghana Limited and Airtel Ghana Limited to combine their operations in Ghana. As per the agreement, Millicom and Airtel would have equal ownership and governance rights in the combined entity.

- **Jaiprakash Associates** has got the approval of National Company Law Tribunal (NCLT) for transfer of its cement plants to the Aditya Birla group firm, UltraTech Cement .

- **Fund Action** : Metal Import sells 15.66 lakh shares of GOL Offshore . DB International Asia buys 39.26 lakh shares of Apollo Hospitals. Merrill Lynch buys 57 lakh shares of Sintex Industries

China set its GDP growth target at around 6.5 per cent for 2017, down from last year's 6.7 per cent, as the world's second largest economy braced for further slowdown of its growth

- **Tata Steel** may be considering breaking off talks over a planned merger of its European business with German conglomerate Thyssenkrupp . The merger talks had been revealed by the Indian steel giant last year as part of a major restructuring of its UK steel business.

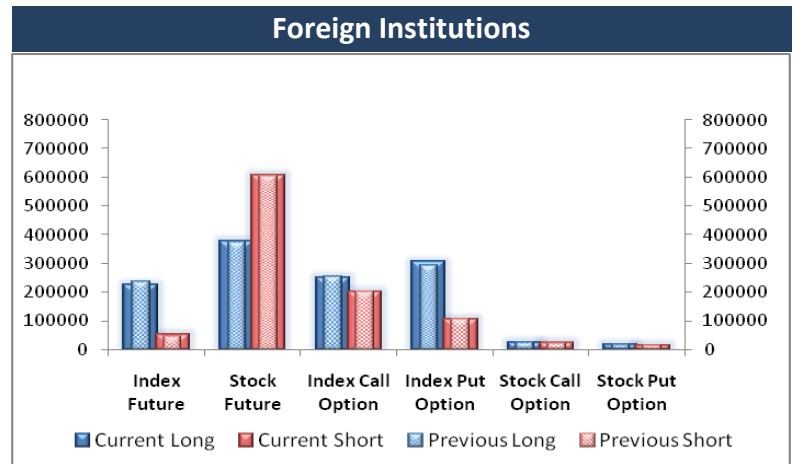
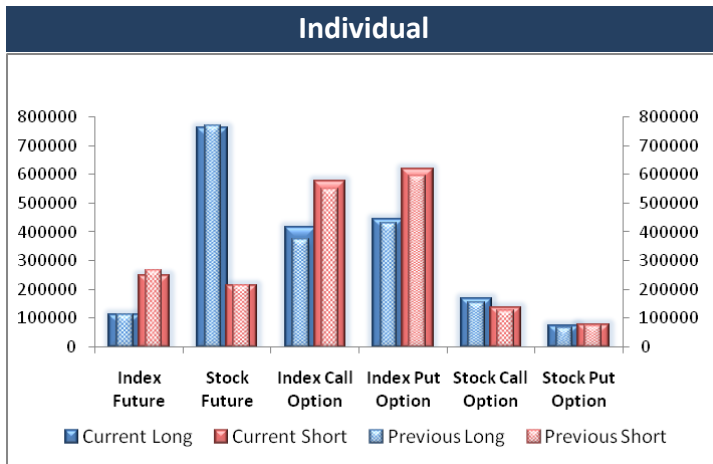
- **Industry body Nasscom** said that US' decision to temporarily suspend the expedited premium processing of H-1B visas will lead to process delays for Indian IT firms too. Nasscom feels that the move will not be a significant impediment for the over USD 110 billion outsourcing industry.

- **Cipla** said that it has entered into agreements, through its wholly owned subsidiary Inyanga Trading with Ascendis Health to sell its animal health business in South Africa and Sub-Saharan Africa. Under the Agreements, Cipla will divest its 100 percent stake in its South African subsidiaries Cipla Agrimed and Cipla Vet Proprietary.

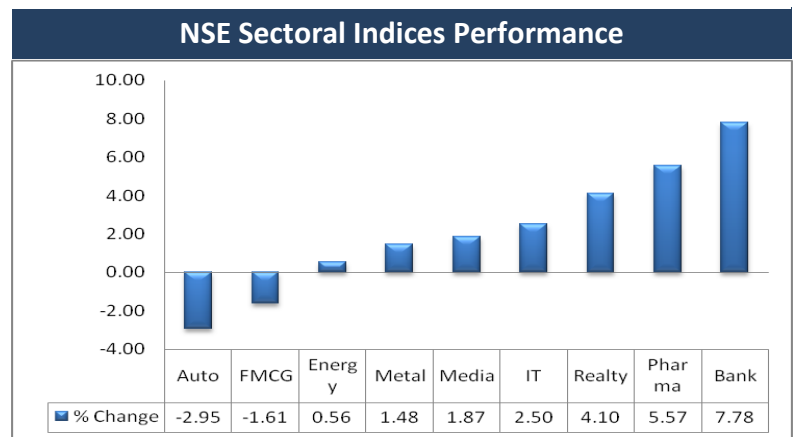
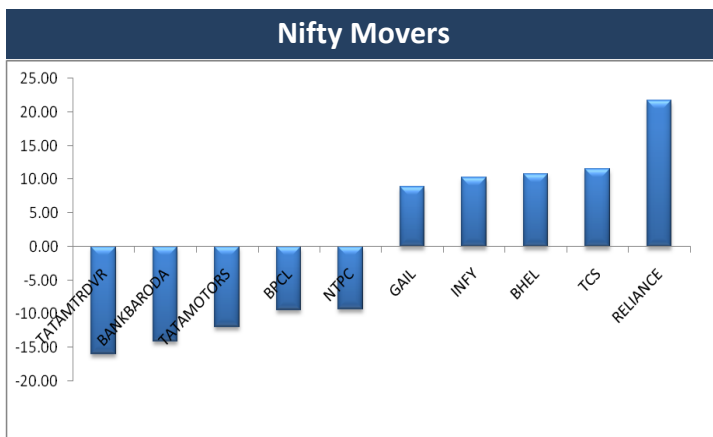
- **Indian Oil Corp (IOC)** may drag the Odisha government to court for renegeing on its promise to give tax concessions to its Rs 34,555 crore Paradip refinery in the state. The Odisha government on February 22 wrote to its single-biggest investor saying it is withdrawing the promised 11-year deferment on payment of sales tax on Paradip refinery products sold in the state.

- **The government** has approved outright sale of state-owned SAIL 's three special steel units, including Salem and Alloy Steel plants. SAIL has now sought advisors, including legal and merchant bankers, to carry out the strategic sale along with transfer of management control in the three steel plants -- Alloy Steels Plant (ASP), Salem Steel Plant (SSP) and Visvesvaraya Iron and Steel Plant (VISP).

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
THOMASCOOK	Buy	214.95	228	240	202	The stock has given a price volume breakout above Rs 203 on Friday. Some fresh buying is likely to take the stock higher up to 240 in the short term.
TORNTPHARM March Future	Short (1 Lot= 400)	1345	1301	1260	1385	The stock has made a negative divergence Stochastic on daily chart. Some selling pressure was also witnessing since last couple of days. Another 4-6% correction is expected in the stock in extreme short term.

Economic Calendar

Country	Monday 6th Mar 17	Tuesday 7th Mar 17	Wednesday 8th Mar 17	Thursday 9th Mar 17	Friday 10th Mar 17
US	Ivey PMI, Factory Orders m/m.	NFIB Small Business Index, Trade Balance, JOLTS Job Openings, Consumer Credit m/m.	ADP Non-Farm Employment Change, Revised Nonfarm Productivity q/q, Revised Unit Labor Costs q/q, Final Wholesale Inventories m/m, Crude Oil Inventories, 10-y Bond Auction.	Unemployment Claims, Import Prices m/m, Natural Gas Storage, Federal Budget Balance, Challenger Job Cuts y/y.	Average Hourly Earnings m/m, Non-Farm Employment Change, Unemployment Rate, 30-y Bond Auction,
UK/EURO ZONE	French Trade Balance, Sentix Investor Confidence.	German Factory Orders m/m, French Gov Budget Balance, Halifax HPI m/m, Revised GDP q/q,	German Industrial Production m/m, Annual Budget Release.	French Final Non-Farm Payrolls q/q, Italian Industrial Production m/m, Italian Quarterly Unemployment Rate, Minimum Bid Rate, ECB Press Conference.	German Final CPI m/m, German Trade Balance, Manufacturing Production m/m, Goods Trade Balance, Construction Output m/m, Consumer Inflation Expectations.
INDIA					IIP Data

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