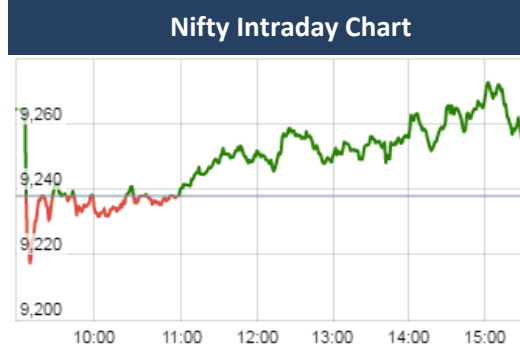


**KEY LEVELS**

Support 1 : 9230  
Support 2 : 9193  
  
Resistance 1: 9380



**Market Outlook**

After opening on a subdued note, Nifty fell to make a low of 9215.55 and then it continuously rose to make a high of 9273.80 on Wednesday. At the end of the day the index closed at 9265.15. It had a net gain of 0.30% over the previous day's close. The broader market was in favor of bulls as the midcap and small cap indices outshined the benchmark index and closed the week after gaining near 0.8%-1.30% each.

On the sectoral front, Realty, Media, Auto and PSU Banking stocks were on the buyers' radar while FMCG and Information Technology stocks have shown some weakness. The breadth of the market was positive and about five shares advanced for two shares declined at NSE.

India's steel industry has come out of the stress. Country's steel output has gone up by 15 lakh tonnes and exports have shot up by 57% while imports have down by 34% in last six months. The steel minister Birendra Singh said that the country's current steel output is around 120 million tonnes and the government is aiming to achieve 300 million tonnes by 2030.

Nifty journey of making new high continues. Market also continues to generate good amount of trading interest. Nifty futures have open interest of 2.2 Crores, and interestingly OI for 3 nearest strike of Put as well as Calls have gone above 1 cr contracts each. Today's RBI monetary policy should see this balance of OI of calls and puts getting broken. RBI credit policy will be watched less for policy direction on interest rate, rather it will be watched for - how RBI tackles higher liquidity in banking system, rupee appreciation and most importantly its stand and policy innovation for NPA woes. Technically, RSI has made lower top but much away from breaking neckline, Stochastic has entered in over bought zone but no sign of trend reversal yet

**Quote of the Day** : "I constantly see people rise in life who are not the smartest -- sometimes not even the most diligent. But they are learning machines; they go to bed every night a little wiser than when they got up. And, boy, does that habit help, particularly when you have a long run ahead of you." **Charlie Munger**

**Market**

Market	Value	% Change
<b>Morning Traded Market</b>		
SGX NIFTY	9,256.00	-0.34%
NIKKIE	18707.39	-0.82%
HANG SENG	24,400.80	0.57%
<b>Yesterday Closing Market</b>		
Sensex	29,974.42	0.21%
Nifty	9,265.15	0.30%
DOW	20,648.00	-0.20%
NASDAQ	5,864.48	-0.58%
CAC	5,091.85	-0.18%
DAX	12,217.54	-0.54%
FTSE	7,331.68	0.13%
EW ALL SHARE	16,931.63	0.70%

% Change in 1 day

**Commodity Price ( Yesterday Closing )**

Commodity/Currencies	Value	% Change
GOLD	28805.00	-0.73%
SILVER	42258.00	-0.73%
CRUDEOIL	50.83	-0.63%
NATURALGAS	213.10	0.14%
DOLLAR/RS.	65.09	-0.21%
EURO/RS.	69.54	-0.09%
POUND/RS.	81.29	-0.39%

% Change in 1 day

**Institutional Turnover**

FII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
05-Apr-17	7798	7458	340
Apr-17	153101	126628	26473
2017	341867	308272	33594
DII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
05-Apr-17	3294	3488	(194)
Apr-17	65535	69931	(4396)
2017	180153	178865	1288

**Event Today**

**Board Meetings**

AVTNPL : General  
GMBREW : General  
PRIMESECU : General

**Buy Back of Shares**

SKFINDIA  
( Exdate : 6.4.2017 )

**Macro Data**

RBI Credit Policy

## IEA Snapshot

### KEC

"Book Profit "

6th Apr 2017

Revenue growth for 9MFY17 was subdued due to lower commodity prices and demonetization. But the operating margin continues to remain accretive during the same period. We expect 5% and 15% revenue growth in FY17E and FY18E respectively based on the strong traction in Transmission and railway business with strong operating margin. We recommended this stock at Rs. 148 for the target price of Rs. 217 and the stock have achieved our recommended target price. Fundamentally we remain bullish on the stock based on strong order book position and improving operating margin but on the valuation front, we are not comfortable at current price level (currently stock is trading at 3.2x of P/B of FY17). Hence, we advise our investors to Book profits at the current price.

### AUROPHARMA

"Hold"

5th Apr 2017

We expect Auropharma will be able to register growth from the US and EU business, on the back of 40-45 launches which are expected in FY18. Apart from that management is focusing to develop dermatology, Ophthalmology segments which will help the company to diversify its portfolio in future. Currently the stock is trading at 5 times FY17 P/B and 17 times FY17 P/E. Considering the above arguments we maintain "HOLD" rating in this stock with the target price of Rs.890

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

## Top News

**IndusInd Bank** plans to raise Rs 1,000 crore by issuing Basel III compliant bonds. The bank proposes to raise funds by issue and allotment of rated, listed, non-convertible, perpetual, subordinated and unsecured Basel III compliant Bonds in nature of debentures towards non-equity regulatory additional tier I capital, IndusInd Bank said in a regulatory filing.

• **GOCL Corporation** its subsidiary entered into definitive agreement with NYSE-listed Quaker Chemical. Houghton International, a subsidiary of the Hinduja Group's Gulf Oil International has entered into a definitive agreement to combine with Quaker Chemical

• **Mahanagar Telephone Nigam** was looking to sell surplus land to reduce debt. The company says it has up to Rs 5,000 crore worth of real estate that can be monetised readily.

• **Essar Ports** said cargo traffic at its terminals soared 25 per cent to nearly 73 million tonnes last fiscal ended March 31.

• **Capital First** will raise Rs 700 crore through non-convertible debentures to fund business growth.

#### • **Magma Concall Highlight-**

On the sale of Rs 679 Cr of NPA, Rs 145 Cr would have an impact on PL.

After this sale PCR will be around 15%.

Post NPA sale GNPA will decline by 3.6% and NNPA will decline by 2.1% from Dec quarter.

With growing AUM NPA ratio will come down going forward.

• **NIIT Technologies** has received a part payment of Rs 41.9 crore under a settlement agreement for a government contract. This will result in a revenue recognition of Rs 27.1 crore for services contracted, and reversal of provisions amounting to Rs 13.15 crore in the financial statement of the company for FY 2017

• **Bharti Airtel's** promoter firm Indian Continent Investment has settled an alleged insider trading case after paying Rs 2.17 lakh towards settlement charges to regulator Sebi. Indian Continent Investment had acquired 26,58,60,986 shares constituting 7 per cent stake in the company during July 2007 to December 2010.

• **Lupin** is reviewing an order by Federal Court of Australia awarding AUD 31.3 million to Bayer in a patent infringement lawsuit filed against two of the company's arms in the country. Bayer Pharma Aktiengesellschaft and Bayer Australia Ltd had filed a patent infringement lawsuit against Generic Health Pty Ltd and Lupin Australia Pty Ltd, subsidiaries of the company, in the Federal Court of Australia

• **Mahindra & Mahindra** launched Jivo, a small capacity tractor aimed at the affluent farmer for Rs 3.9 lakh. With Jivo, the company said it has plugged a crucial portfolio gap to enter a segment which clocks sales of 50,000 units a year. The launch expands the company's tractor line-up which comprises models like Nuvo and Yuvo.

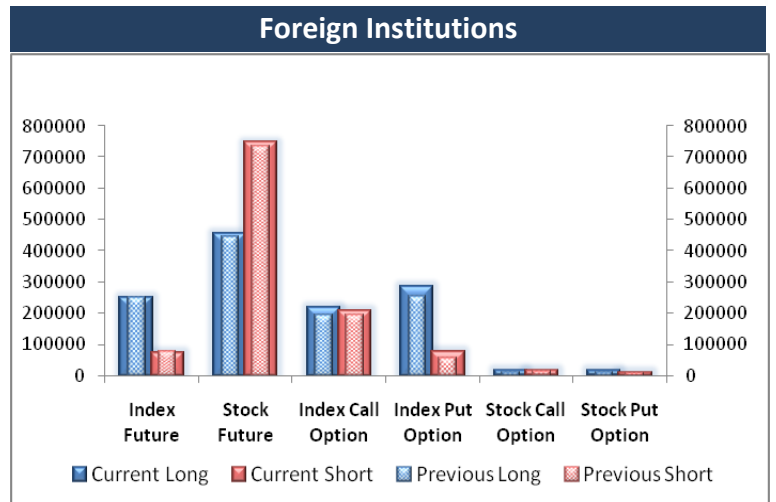
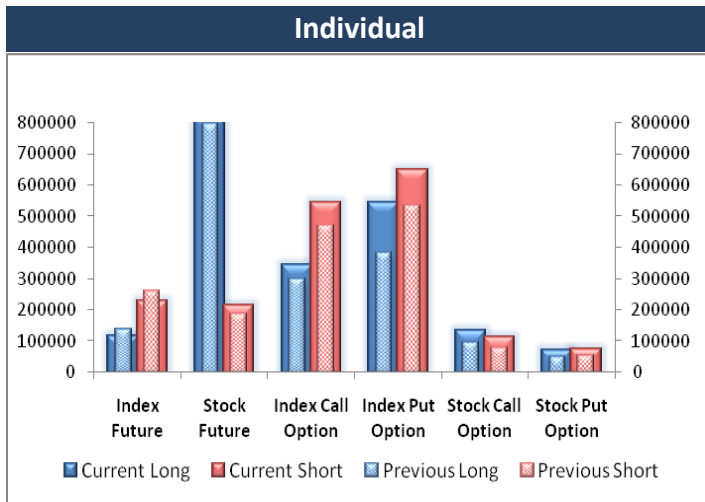
• **Peninsula Land** has clocked revenues of Rs 675 crore between February and March 2017. The sales of Rs 675 crore achieved in two months is equivalent to what we achieved in the entire fiscal 2016 . These sales came from just 2 luxury projects in the city, its recently launched Salsette27 at Byculla and Celestia Spaces in Sewri.

• **Artson Engineering** has received a contract of approximately Rs 12.50 crore from Tata Projects for the piping and mechanical works in the state of Maharashtra, India.

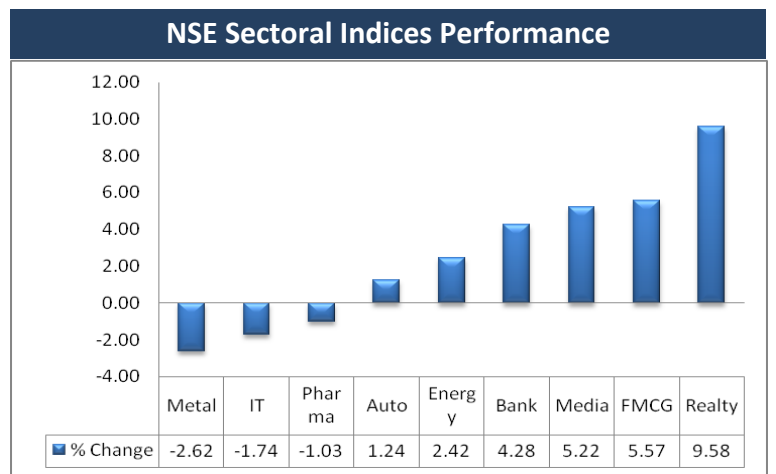
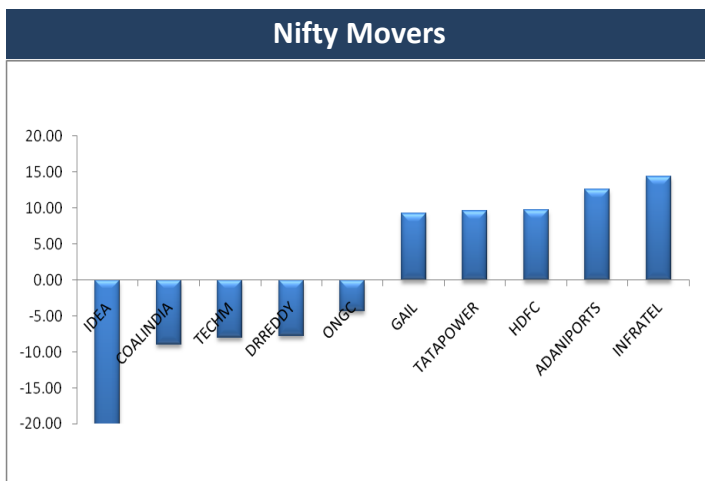
• **Ujaas Energy** has received work orders under capacity allocation from RRECL for design, supply, installation and commissioning of 850Kwp grid connected solar power plant in various schools and colleges in Rajasthan.

• **BHEL** has added 45,254 MW capacity during the 12th Five Year Plan period (2012-17) beating the targets set for the company.

**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
DALMIABHA	Buy	2064.95	2127	2198	1998	The stock has given a bullish breakout above Rs 2050 with decent volumes. Some fresh buying is likely to emerge in the stock from the current level.
IDEA April 90 CE	Long (1 Lot =7000)	2.75	5	7.5	1.4	After a long correction, the stock has found a strong support near Rs 84 and thereafter gave a good pullback rally yesterday. A positive divergence was made in Stochastic, suggesting a strong pullback rally from the current level.

## Economic Calendar

Country	Monday 3th Apr 17	Tuesday 4th Apr 17	Wednesday 5th Apr 17	Thursday 6th Apr 17	Friday 7th Apr 17
US	ISM Manufacturing PMI , Construction Spending m/m , ISM Manufacturing Prices , Total Vehicle Sales.	Trade Balance , Factory Orders m/m , IBD/TIPP Economic Optimism.	ADP Non-Farm Employment Change , ISM Non- Manufacturing PMI, Crude Oil Inventories , FOMC Meeting Minutes.	Unemployment Claims , Natural Gas Storage , Building Permits m/m.	Average Hourly Earnings m/m, Non- Farm Employment Change, Unemployment Rate JOLTS Job Openings, Final Wholesale Inventories m/m, Consumer Credit m/m.
UK/EURO ZONE	Spanish Unemployment Change , Spanish Manufacturing PMI, French Final Manufacturing PMI , German Final Manufacturing PMI, Manufacturing PMI.	Italian Monthly Unemployment Rate , Construction PMI , Retail Sales m/m , Revised GDP q/q.	French Trade Balance , Services PMI , Retail PMI , French Final Services PMI , German Final Services PMI , Final Services PMI , Spanish Services PMI.	German Factory Orders m/m , CPI m/m , Housing Equity Withdrawal q/q , ECB Monetary Policy Meeting Accounts.	Manufacturing Production m/m , German Industrial Production m/m, German Trade Balance, French Industrial Production m/m, Italian Retail Sales m/m.
INDIA	Auto no, Nikkei Manufacturing PMI.		Nikkei Services PMI	RBI Credit Policy	

# Narnolia

Advance Strategy · Simple Solutions

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