

### KEY LEVELS

Support 1 : 10720  
Support 2 : 10640

Resistance 1 : 10770  
Resistance 2 : 10840

### Nifty Intraday Chart



### Market Outlook

After giving a gap-up opening, Nifty traded in the positive territory throughout yesterday and closed the day at 10768.30. It had a net gain of 0.78% over the previous trading 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 day after gaining 1.5%-2.2%.

On the sectoral front, the buying was witnessed across the board. Realty, Metal, Information Technology stocks were on the buyers' radar. The breadth of the market was positive and about four shares advanced for every share declined at NSE.

Markets continued its positive momentum which is built from the previous trading session with broad based buying interest witnessed in all the sectoral indices. However, markets were not able to sustain the gains and seen profit booking in the final hour of trade, with the major averages ending a tad lower. Now, we need decisive close above 10840 for further surge else consolidation will continue. Support is located at 10720 followed by 10640 levels.

### Market

| Market                          | Value     | % Change |
|---------------------------------|-----------|----------|
| <b>Morning Traded Market</b>    |           |          |
| SGX NIFTY                       | 10,723.00 | -0.46%   |
| NIKKIE                          | 22,823.75 | 0.00%    |
| HANG SENG                       | 31,307.81 | -0.65%   |
| <b>Yesterday Closing Market</b> |           |          |
| Sensex                          | 35,463.08 | 0.81%    |
| Nifty                           | 10,768.35 | 0.78%    |
| DOW                             | 25,241.41 | 0.38%    |
| NASDAQ                          | 7,635.07  | -0.71%   |
| CAC                             | 5,448.36  | -0.17%   |
| DAX                             | 12,811.05 | -0.15%   |
| FTSE                            | 7,704.40  | -0.10%   |
| EW ALL SHARE                    | 19,215.63 | 1.10%    |

% Change in 1 day

### Commodity Price ( Yesterday Closing )

| Commodity/Currencies | Value    | % Change |
|----------------------|----------|----------|
| GOLD                 | 31193.00 | 1.08%    |
| SILVER               | 40460.00 | 1.33%    |
| CRUDEOIL             | 66.08    | 0.18%    |
| NATURALGAS           | 198.60   | 2.42%    |
| DOLLAR/RS.           | 67.13    | 0.31%    |
| EURO/RS.             | 79.32    | 0.68%    |
| POUND/RS.            | 90.04    | 0.24%    |

% Change in 1 day

### Institutional Turnover

| FII       |          |           |          |
|-----------|----------|-----------|----------|
| Investor  | Buy(Cr.) | Sale(Cr.) | Net(Cr.) |
| 07-Jun-18 | 3620     | 4145      | (525)    |
| Jun-18    | 16844    | 17811     | (967)    |
| 2018      | 585959   | 607420    | (21461)  |
| DII       |          |           |          |
| Investor  | Buy(Cr.) | Sale(Cr.) | Net(Cr.) |
| 07-Jun-18 | 4111     | 2913      | 1198     |
| Jun-18    | 16963    | 14626     | 2337     |
| 2018      | 422455   | 374621    | 47834    |

**Quote of the Day** : "Absent a lot of surprises, stocks are relatively predictable over twenty years. As to whether they're going to be higher or lower in two to three years, you might as well flip a coin to decide."  
**Peter Lynch**

### Event Today

#### Interim Dividend

TORNTPOWER : RS 5 /-  
( Exdate : 8.6.2018)

**SOUTHBANK**

"BUY"

8th June 2018

Recently slippages have been higher as management has proactively recognised it all watchlist account into NPA. Guidance for slippages is limited to Rs 600 Cr in FY19 against Rs 1800 Cr in FY18. Advances growth has picked up well for SIB given the focus on retail and SME assets. However due to higher slippages in FY18, low PCR and lower provisions on SR book (19% provided on Rs 1356 Cr exposure), we expect provisions to be elevated. Coupled with margin pressure and higher opex, earnings in FY19 are expected to remain muted but there will be significant recovery in FY20. Given the higher growth expectation, management plans to raise capital in FY19. Due to recent correction in stock price, valuation gives comfort. We recommend BUY with the target price of Rs 29 at 0.85x BV on FY20e

**ASHOKA**

"BUY"

7th June 2018

ASHOKA has posted its 4QFY18 numbers in line with our estimates. Sales were risen by 15% YoY to Rs.702 Cr v/s our estimate of Rs.715 Cr. Growth in revenue largely driven by the strong execution of projects under construction. With this strong order inflow order book is stands at Rs.11911 Cr which is 5.2x of TTM EPC revenue. With the strong order inflow now ASHOKA's order book is stand at Rs.11911 Cr and based on its proven execution capabilities we expect strong revenue growth over next couple of years. We have factored in CAGR revenue growth of 26% over FY18-20. Strong balance sheet supports the growth going forward. We have changed our estimates and reduce EPS growth by 5/9% for FY19/20 and value ASHOKA at Rs.275 on SoTP basis and maintain "BUY" rating on the stock. We value EPC business at Rs.177 (12x FY20 EPS) and BOT business at Rs.98 per share

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

>> **L&T** Group firm Nabha Power Ltd (NPL) said that it has been forced to shut a 700 megawatts (MW) unit of Rajpura thermal power station due to shortage of coal. NPL which has been supplying power to Punjab from Rajpura plant since 2014, shut down unit-2 of 700 MW on June 3, 2018 due to acute shortage of coal.

Earlier, unit-1 of 700 MW was shut from April 4-13 this year due to shortage of the dry fuel. The plant has two units of 700 MW each.

**Insecticides India Ltd Concall Update**

→The management expects to launch 5-6 new products every year for the next 5-6 year. Out of which majority of inlicensed products will be of 9(3) registrations.

→CAPEX Guidance of Rs25-Rs50 Cr in FY19 for expanding the present plant in Dahej and chopanki Rajasthan and Rs 100Cr in FY20 for setting up an EOU Unit in Gujarat to increase the production capacity in export.

→Currently, exports stand at ~Rs35Cr-40Cr.Management sees a huge opportunity in the Exports segment and aims to double the sales by 2HFY19.

→For Kayakalp Company has set a sales target of Rs100Cr in next 3 years.

→ Management expects margins to improve by 150BPS going forward as well.

→Top line to increase by 10% + every year because of the expectation of Good Monsoon.

>> **Ajmera Realty and Infra India Ltd** has entered into joint development agreement to develop a housing project in Bengaluru having a revenue potential of about Rs 350 crore over the next four years. Company has entered into joint development at Bengaluru, through our wholly owned subsidiary for developing 11 acres of land which has a potential to develop 7 lakh sq ft, which may generate revenue of approx Rs 350 crore

>> **Reliance Industries'** retail arm will leverage the strength of group's telecom vertical, Jio, to further consolidate its position in the organised retail sector in India through aggressive expansion plans . Reliance Retail, which crossed USD 10 billion sales and became the first Indian company to enter the world's top 200 retail chains, would continue to expand network in tier II and III cities in the country.

>> **Omax Autos said its board** has approved to double manufacturing capacity of products and equipment supplied to railways over the next 2-3 years. The company's board has approved a proposal for diversification and expansion of existing capacity for manufacturing products and equipment supplied to railways

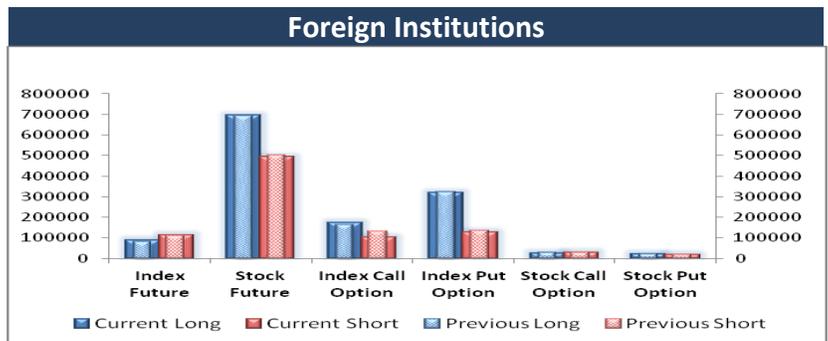
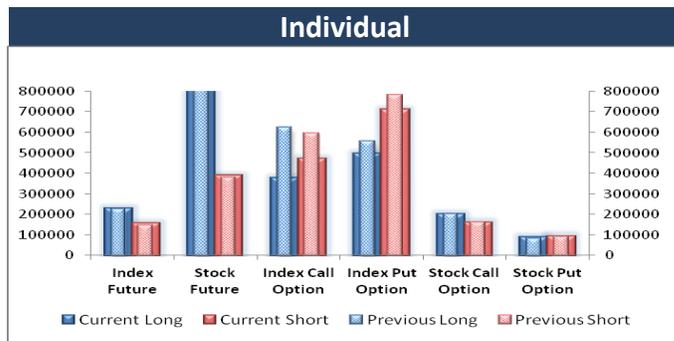
>> Bharti Group entity sells **Future Retail** stake worth Rs 1,697 crore . Bharti Group entity Cedar Support Services sold 6 percent stake in Kishore Biyani-led Future Retail for nearly Rs 1,697 crore, through open market transactions . The shares were offloaded at an average price of Rs 560.01, valuing the transaction at Rs 1,696.83 crore

>> **Tata Motors** said that it proposes to raise funds of about USD 250-500 million through external commercial borrowing (ECB). All proceeds will be used towards refinancing a part of the principal amount of the borrower's notes as permitted under the ECB directions.

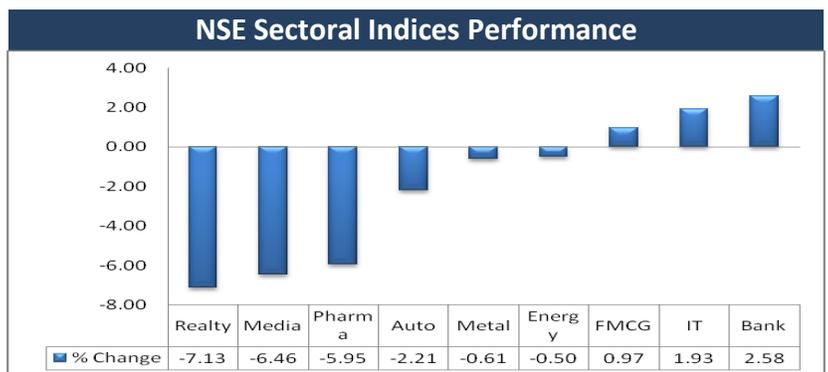
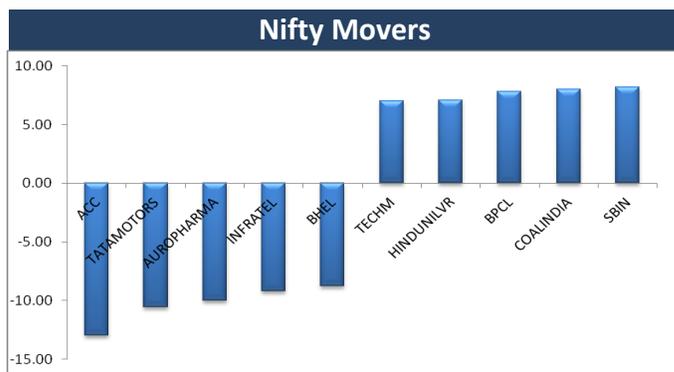
### Block Deal

| Exchange | Deal Date | Company    | Client Name                                 | Deal Type | Quantity | Price |
|----------|-----------|------------|---|-----------|----------|-------|
| NSE      | 07-Jun-18 | AGRITECH   | MUKUL MAHESHWARI                            | BUY       | 32154    | 111   |
| NSE      | 07-Jun-18 | BALRAMCHIN | DIVYA PORTFOLIO PRIVATE LIMITED             | BUY       | 1281371  | 68    |
| NSE      | 07-Jun-18 | FRETAIL    | PI OPPORTUNITIES FUND I                     | BUY       | 5051007  | 560   |
| NSE      | 07-Jun-18 | FRETAIL    | PI OPPORTUNITIES FUND I                     | BUY       | 7575001  | 560   |
| NSE      | 07-Jun-18 | FRETAIL    | PI OPPORTUNITIES FUND-I                     | BUY       | 10100898 | 560   |
| NSE      | 07-Jun-18 | FRETAIL    | PIONEER INVESTMENT FUND                     | BUY       | 7142857  | 560   |
| NSE      | 07-Jun-18 | JUSTDIAL   | CROSSLAND TRADING CO                        | BUY       | 662675   | 559   |
| NSE      | 07-Jun-18 | JUSTDIAL   | SHAASTRA SECURITIES TRADING PRIVATE LIMITED | BUY       | 572505   | 557   |
| NSE      | 07-Jun-18 | KWALITY    | BP FINTRADE PRIVATE LIMITED                 | BUY       | 4304668  | 32    |
| NSE      | 07-Jun-18 | RCOM       | SHAASTRA SECURITIES TRADING PRIVATE LIMITED | BUY       | 17199377 | 16    |
| NSE      | 07-Jun-18 | SUMEETINDS | RAGHUVIR TEXTURISERS P LTD .                | BUY       | 1300010  | 18    |
| NSE      | 07-Jun-18 | VAKRANGEE  | BP FINTRADE PRIVATE LIMITED                 | BUY       | 5799339  | 31    |
| NSE      | 07-Jun-18 | AGRITECH   | MUKUL MAHESHWARI                            | SELL      | 27154    | 113   |
| NSE      | 07-Jun-18 | BALRAMCHIN | DIVYA PORTFOLIO PRIVATE LIMITED             | SELL      | 1281010  | 68    |
| NSE      | 07-Jun-18 | FRETAIL    | CEDAR SUPPORT SERVICES LIMITED              | SELL      | 30300000 | 560   |
| NSE      | 07-Jun-18 | INDOCO     | DSP BLACKROCK MUTUAL FUND                   | SELL      | 1000000  | 190   |
| NSE      | 07-Jun-18 | JUSTDIAL   | CROSSLAND TRADING CO                        | SELL      | 662675   | 559   |
| NSE      | 07-Jun-18 | JUSTDIAL   | SHAASTRA SECURITIES TRADING PRIVATE LIMITED | SELL      | 572505   | 558   |
| NSE      | 07-Jun-18 | KWALITY    | BP FINTRADE PRIVATE LIMITED                 | SELL      | 4176568  | 32    |
| NSE      | 07-Jun-18 | KWALITY    | SICOM LIMITED                               | SELL      | 1245173  | 32    |
| NSE      | 07-Jun-18 | RCOM       | SHAASTRA SECURITIES TRADING PRIVATE LIMITED | SELL      | 17199377 | 16    |
| NSE      | 07-Jun-18 | SHARDACROP | GOLDMAN SACHS INDIA LIMITED                 | SELL      | 685000   | 400   |
| NSE      | 07-Jun-18 | VAKRANGEE  | BP FINTRADE PRIVATE LIMITED                 | SELL      | 5849331  | 31    |

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



### MARKET MOVERS (1 MONTH CHANGE)



| Economic Calendar |  |   |   |  |  |
|-------------------|--|---|---|--|--|
| Country           | Monday<br>4th June 18  | Tuesday<br>5th June 18  | Wednesday<br>6th June 18  | Thursday<br>7th June 18  | Friday<br>8th June 18  |
| US                | Factory Orders m/m   | NFIB Small Business Index , Final Services PMI , ISM Non-Manufacturing PMI , IBD/TIPP Economic Optimism   | Revised Nonfarm Productivity q/q , Revised Unit Labor Costs q/q , Trade Balance , Crude Oil Inventories , Consumer Credit m/m | Unemployment Claims , Natural Gas Storage  | Final Wholesale Inventories m/m  |
| UK/EURO ZONE      | Construction PMI , Sentix Investor Confidence , Spanish Services PMI, French 10-y Bond Auction | Spanish Unemployment Change , Italian Services PMI , French Final Services PMI , German Final Services PMI , Final Services PMI , Services PMI , Retail Sales m/m , 10-y Bond Auction | Italian Retail Sales m/m , Retail PMI , RICS House Price Balance  | German Factory Orders m/m , French Gov Budget Balance , French Trade Balance , Revised GDP q/q , | German Industrial Production m/m , German Trade Balance , Halifax HPI m/m , Manufacturing Production m/m , Consumer Inflation Expectations , Industrial Production m/m |
| INDIA             | Nikkei Services PMI  |   | RBI Credit Policy   |  |  |

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