

10-Apr-17

**KEY LEVELS**

Support 1 : 9166  
Support 2 : 9080  
  
Resistance 1: 9250

**Nifty Intraday Chart**



**Market Outlook**

Indian equities gave a range bound and choppy movement throughout last week and after opening with a subdued session, Nifty traded in the band of 9188 and 9274. At last it ended the week with a net gain of 0.27% over the previous week's close. The midcap and small cap indices slightly outperformed the benchmark index and closed the week after gaining over 1% each.

On the sectoral front, some buying interest was witnessed in Realty, Media and Auto stocks while FMCG, IT and Pharmaceuticals stocks have shown some weakness.

The Nikkei Services Purchasing Managers' Index rose to 51.5 in March from 50.3 in February, indicating that country's services sector expanded for a second straight month in March.

On the option front, maximum put open interest of 59.48 lakh contracts was witnessed at strike price 9000 while the maximum call open interest of 50.41 lakh contracts was built at strike price 9500 and followed by 9300. Huge amount of put writing was also witnessed at strike prices 9100 and 9200. The option data suggest that the down side risk of Nifty is capped at 9000 and the probability of market to going higher is more than to going lower in April expiry.

Last week, Nifty formed a text book shooting star pattern. Nifty opened with a gap up on weekly chart and during the week it closed the gap, rejected the high of 9273 and closed at 9198.30. Shooting Star is considered a distinctly bearish signal because its formation from open to close portrays a sharp shift in momentum particularly if the preceding candle is an up candle which is presently the case. The momentum for the short term thus shifts from up to down. We can expect some more downward movement in Nifty particularly if it goes below 9166 during early part

**Quote of the Day** : " You get recessions, you have stock market declines. If you don't understand that's going to happen, then you're not ready, you won't do well in the markets. " **Peter Lynch**

**Market**

Market	Value	% Change
<b>Morning Traded Market</b>		
SGX NIFTY	9,234.00	0.15%
NIKKIE	18814	0.80%
HANG SENG	24,308.00	0.14%
<b>Yesterday Closing Market</b>		
Sensex	29,706.61	-0.74%
Nifty	9,198.30	-0.69%
DOW	20,656.00	-0.03%
NASDAQ	5,877.81	-0.02%
CAC	5,135.28	0.27%
DAX	12,225.06	-0.05%
FTSE	7,349.37	0.63%
EW ALL SHARE	16,858.62	-0.46%

% Change in 1 day

**Commodity Price ( Yesterday Closing )**

Commodity/Currencies	Value	% Change
GOLD	28684.00	-0.13%
SILVER	41379.00	-1.70%
CRUDEOIL	52.47	0.44%
NATURALGAS	210.00	-2.19%
DOLLAR/RS.	64.40	-0.49%
EURO/RS.	68.52	-0.89%
POUND/RS.	80.08	-0.81%

% Change in 1 day

**Institutional Turnover**

FII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
07-Apr-17	5082	5344	(262)
Apr-17	153101	126628	26473
2017	341867	308272	33594

DII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
07-Apr-17	3721	3306	415
Apr-17	65535	69931	(4396)
2017	180153	178865	1288

**TVSMOTOR**

"Book Profit"

10th Apr 2017

We initiated this stock at Rs.288 for a target price of Rs.365 on 28-Jul-2016, but considering the gradual improvement in the fundamentals of the company we upgraded our target price from Rs.365 to Rs.465. The stock has achieved our recommended target and the current price reflects that the stock has discounted all the positives and going ahead we may see some slowdown in demand of scooters and mileage segment motorcycles for a couple of months due to higher sales of BS-III vehicles. Hence, we advise our investors to 'BOOK PROFIT' at current levels (up by 64% from our initiating price of Rs.288).

**RELIANCE**

"Hold"

7th Apr 2017

Jio is rapidly capturing market share by providing attractive offers to its prime members and has also promised to offer 20% more data than any other rivals. Now Jio is targeting to boost its revenue by retaining its customers. Recently Reliance has rallied smartly and has crossed our target price of Rs. 1408. We are still optimistic in this stock and hence we recommend "HOLD" rating for our long-term investors with the revised target price of Rs. 1680.

\*For details, refer to our daily report- *India Equity Analytics*
**Top News**
**• Ashoka Buildcon Concall Highlights on recent development**

Ashoka Buildcon foray into real estate commercial projects  
 Company has received LoA from Mumbai International Airport Pvt. Ltd. for development of 2 land parcels located at NS-C03, near Chhatrapati Shivaji International Airport, Mumbai  
 Company will develop commercial / Office space of 1.17 mn sq ft.

Ashoka need to make upfront payment of 329 Cr and annual lease of 15.24 Cr

Leasable area will be 1.3 times of total built area (1.17 mn sq ft)

Company looking for JV partner for the project

Higher yield compare to road projects. Company expects 20% plus IRR

Estimated Construction cost is 3500-4000 per sq ft.

Expect to start construction from Oct 2017

Continue to focus on HAM and Power T & D projects.

**• India cement Mgt Guideline :** The Company is optimistic of seeing an increase in demand going forward. The demand for cement in FY17 was at 7 percent. Both - increase in volumes and prices are important for a cement industry – volumes to satisfy increasing demand and hike in prices . The company is also aiming to pare debt going forward. The interest paying debt is around Rs 2100 crore . The group is said to have a huge land bank of 25000-30000 acres.

**• Torrent Pharmaceuticals** is close to finalising a deal to acquire domestic women healthcare portfolio of Swiss pharmaceutical major Novartis in the country

The total valuation of the deal would be around Rs 300 crore

**• Fund Action :**

Norges Bank sells 5.67 lakh shares of Laurus Labs

Franklin Templeton Investment Fund buys 22 lakh shares of Kajaria Ceramics

Polunin Emerging Markets Small Cap Fund buys 3.7 lakh shares of BGR Energy.

Vignaharta Ceramics LLP sells 4.4 lakh shares of Asian Granito.

Nomura Singapore sells 10 lakh shares of Ansal Properties

Prime Finvest buys 3 lakh shares of Amrapali Fincap

**• Cords Cable Mgt Guideline :** The company is on a growth path and was now focusing on higher margin value products and would see revenue growth of 20 percent at around Rs 370 crore in FY18. The growth for FY17 would be 13 percent over FY16's Rs 280 crore, so around Rs 310 crore.

The margins too would improve going ahead due to focus on higher margin businesses, said Sawhney. For FY17 they would be around 10-11 percent margins.

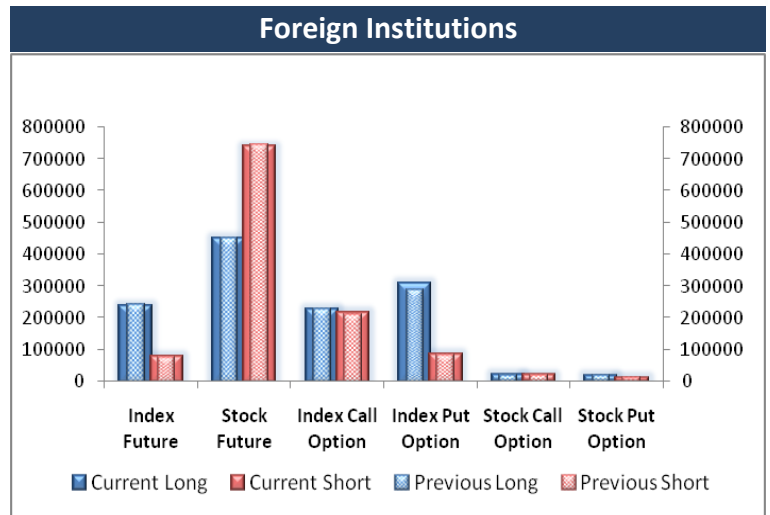
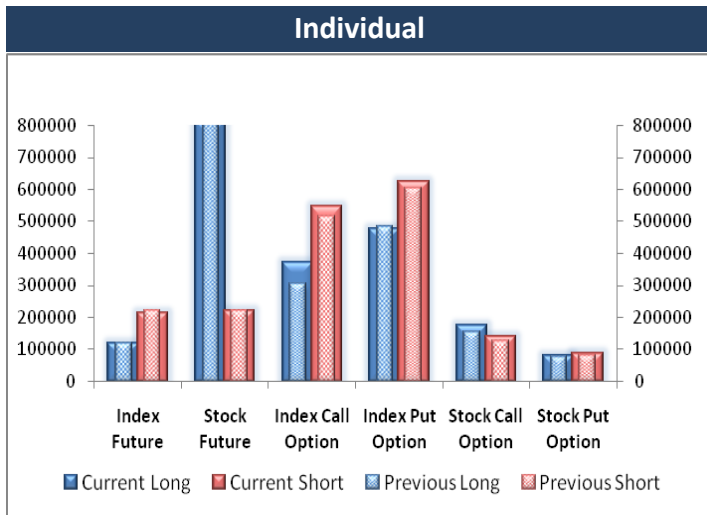
The company has consciously reduced its exposure to the power sector to around 15-20 percent from the earlier 30 percent by FY18

**• Jaypee Infratech's MD, 3 officials** booked for duping investor . A cheating case has been registered against the firm's Managing Director, Manoj Gaur, Joint Managing Director Sameer Gaur, Senior Chief Manager Rajiv Talwar and Chief Manager Manoj based on a complaint filed by a Ghaziabad resident, Nikhil Chandel, at Dankaur police station, SP (rural) Sujata Singh said

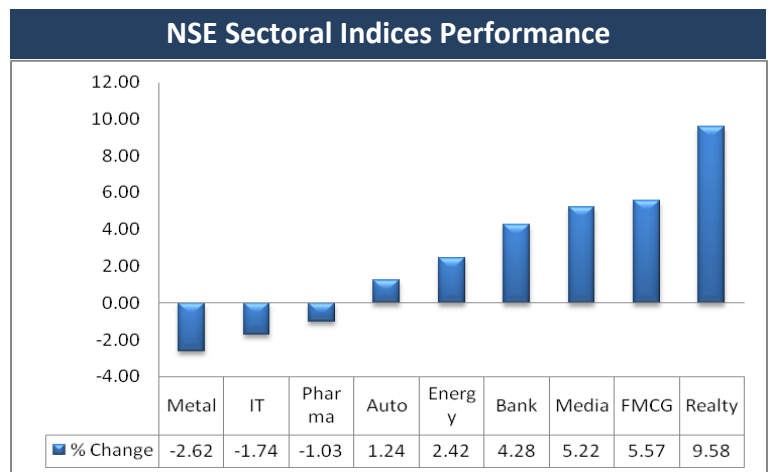
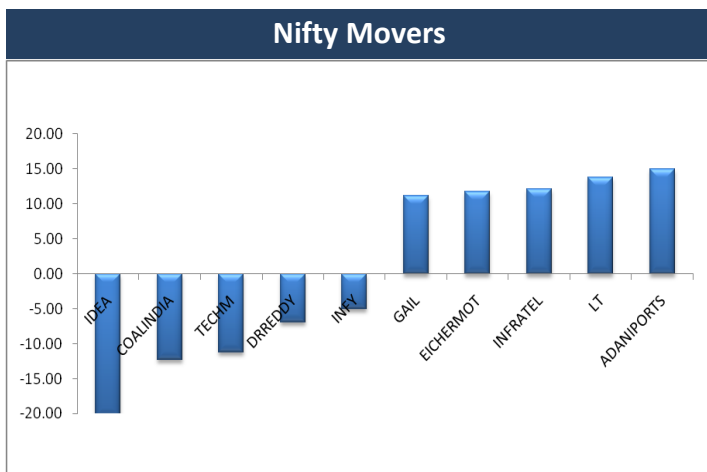
**• Religare Enterprises Ltd** announced the sale of its 80% stake in Religare Health Insurance Co. Ltd (RHI) to a group of investors led by True North. Religare Enterprises said it has entered into a definitive agreement with the investors for the sale, which values the insurance firm at Rs1,300 crore. The deal will fetch Religare approximately Rs1,040 crore.

**• Edelweiss Asset Reconstruction Co.,** which acquired a large portion of BILT Graphic Paper Products Ltd's loans, is in talks to infuse as much as Rs400 crore

**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
HINDPETRO	Buy	535.8	557	578	514	After consolidating in a narrow range, the stock has given a channel breakout on Friday. Some fresh buying is likely to emerge in the stock at the current level.
APOLLOHOSP April Future	Long (1 Lot =400)	1167.6	1204	1243	1135	The stock has given a reversal from its current downtrend on Friday. Positive divergence was also made both in RSI and Stochastic, indicating a strong pullback rally from the current level.

**Economic Calendar**

Country	Monday 10th Apr 17	Tuesday 11th Apr 17	Wednesday 12th Apr 17	Thursday 13th Apr 17	Friday 14th Apr 17
US	Labor Market Conditions Index m/m.	NFIB Small Business Index , Federal Budget Balance , TIC Long-Term Purchases.	Crude Oil Inventories , 10-y Bond Auction.	PPI m/m , Unemployment Claims , Core PPI m/m, Natural Gas Storage , 30-y Bond Auction.	
UK/EURO ZONE	Sentix Investor Confidence , BRC Retail Sales Monitor y/y, RICS House Price Balance.	CPI y/y , PPI Input m/m , RPI y/y, French Final CPI m/m , German Final CPI m/m,	Average Earnings Index 3m/y , Claimant Count Change , Unemployment Rate , German 10-y Bond Auction.	BOE Credit Conditions Survey , CB Leading Index m/m.	CPI m/m , Core CPI m/m , Core Retail Sales m/m , Retail Sales m/m, Prelim UoM Consumer Sentiment, Business Inventories m/m , Prelim UoM Inflation Expectations.
INDIA			IIP Data		WPI Data

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