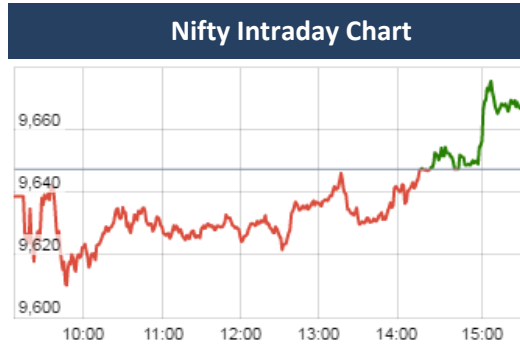


**KEY LEVELS**

Support 1 : 9589  
Support 2 : 9547  
  
Resistance 1: 9687  
Resistance 2: 9750



**Market Outlook**

Last week we have seen a range bound and choppy movement of Indian equities and after opening with a subdued session, Nifty moved in the range of 9608 and 9710. At last the index closed the week with a net gain of 0.15% over the previous week's close. The broader market was in favor bulls as the midcap and small cap indices outperformed the benchmark index and closed the week after gaining over 1% each.

On the sectoral front, some buying interest was witnessed in Realty, banking, Metal and Pharmaceuticals stocks while some selling pressure was seen in FMCG and Information Technology stocks. In the extreme short term another 3-4% correction is expected in FMCG index.

There are still 3 weeks left in F&O Expiry for June series but large option position has got built betting on possibility of narrow market all through the June series. Also the way outstanding open interest of Nifty Put options has kept supporting and driving this market higher for last 4 months is unprecedented. But thinking this a new normal could prove very costly later on though at least for now that possibility is not there.

Last week RBI did not cut rates though drastically reduced inflation target is perplexing. Cutting risk weightage to housing loan now as real estate prices have cooled off (more time correction) is pragmatic. One of the major developments last week was Saudi Arabia, Egypt, the United Arab Emirates and Bahrain cutting their ties with Qatar. The nations accused Qatar of meddling in their internal affairs and backing terrorism. Question is whether Qatar will decides to disrupt the production cutback deal of OPEC and creates another meltdown in commodity prices triggered by crude is a major issue for the market. In another development, the European Central Bank (ECB) kept interest rates unchanged in its monetary policy meet and indicated that the ECB similar to US FED is aiming to end its ultra-easy monetary policy. Also recently India has been favorable in terms of ease of doing business and this is structural positive.

Nifty continue to have trading range of 9550-9750 for June series.

**Market**

Market	Value	% Change
<b>Morning Traded Market</b>		
SGX NIFTY	9,633.00	-0.51%
NIKKEI	19884.76	-0.56%
HANG SENG	25,878.72	-0.59%
<b>Yesterday Closing Market</b>		
Sensex	31,262.06	0.16%
Nifty	9,668.25	0.22%
DOW	21,271.97	0.42%
NASDAQ	6,207.92	-1.83%
CAC	5,299.71	0.67%
DAX	12,815.72	0.80%
FTSE	7,527.33	1.03%
EW ALL SHARE	17,490.00	0.26%

% Change in 1 day

**Commodity Price ( Yesterday Closing )**

Commodity/Currencies	Value	% Change
GOLD	29019.00	-0.38%
SILVER	39694.00	-0.89%
CRUDEOIL	48.41	0.35%
NATURALGAS	196.10	-0.05%
DOLLAR/RS.	64.25	0.07%
EURO/RS.	71.82	-0.48%
POUND/RS.	82.07	-1.27%

% Change in 1 day

**Institutional Turnover**

FII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
09-Jun-17	4015	4116	(101)
Jun-17	32150	25638	6512
2017	215054	201162	13892
DII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
09-Jun-17	2537	2212	325
Jun-17	13932	17789	(3857)
2017	124844	123935	909

**Event Today**

**Concall**

ICRA : 4:00 PM

**Dividend  
Dividend**

( Exdate : 12.6.2017)

**Bonus Issue**

MUTHTFN : Ratio 1:10  
( Exdate : 12.6.2017)

**Spin Off**

OMKARCHEM  
( Exdate : 12.6.2017)

**Quote of the Day** : "Stock picking can't be reduced to a simple formula or a recipe that guarantees success if strictly adhered to." **Peter Lynch**

### DHFL "BUY" 12th June 2017

DHFL has continuously performed well in its operating parameters with healthy AUM growth and stable assets quality. Recent stake sale in its joint venture DHFL Pramerica Life Insurance has boosted its net worth by 33% in FY17 and strengthen its Tier 1 capital to 14.9%. With this healthy capitalization ratio we factor AUM growth of 19%-20% going forward. Due to intensive competition yield are under pressure, however efficient mix of liability profile and increased share of non retail loans will help the company to improve its margins. In FY17 DHFL was able to significantly control its operating expenses which helped to reduce the C/I ratio by 3.6%. We expect C/I ratio in declining trend as company continues to improve its productivity.

However increase in self employed segment loan to 49% and loan book of more than 34% in non-core assets will be key area of risk.

We expect the RoA and RoE of 1.4% and 16% respectively in FY19 post stake sale and factoring strong loan growth with improved margins we increase our target price from Rs 497 to Rs 544 (1.7x FY19 BV, EPS growth 27%) and maintain BUY.

### SHREECEM "BUY" 9th June 2017

Aggressive capacity expansion plan will help company in gaining market share (targeted to reach a 33.6 MTPA capacity by the end of 2019). Deepening its rich in eastern region and price improvement in North region will be a key positive for the company. Going ahead, improvement in Cement prices will help in absorbing spurt in operating costs. Better cost efficiencies, lower capital cost for expansion and planned capacity addition in next few years without leveraging its Balance sheet makes SHREECEM one of the best Company in our universe. We remain convinced on cash generating abilities of the company. Thus, we recommend "BUY" rating on the stock with the TP of Rs 19805

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

## Top News

**Siemens** signs MoU with Karnataka govt for Rs 2031.80 crore project . It has signed a MoU with the Karnataka Government Tool Room and Training Center and DesignTech Systems Limited to establish four Centers of Excellence across the state. The partnership paves the way for a world-class integrated skill development infrastructure and benchmarked technical education curriculum with core focus on Industry 4.0 Automation, Mechatronics and Internet of Things (IOT) infrastructure

**Wockhardt shareholders** approve raising of up to Rs 1,000 cr . The company sought approval through postal ballot for raising additional capital by way of one or more public or private offerings including through a Qualified Institutional Placement (QIP) to investors through issuance of equity shares or other eligible securities for an amount not exceeding Rs 1,000 crore,

Morgan Stanley Investment buys 8.78 lakh shares of **Gulf Oil Lubricants India** . Citigroup Global Markets Mauritius buys 15 lakh shares of **IndiGrid InvIT**

**Zydus Group firm Cadila Healthcare** said its subsidiary Neshier Pharmaceuticals has received a nod from the USFDA to market Nystatin topical powder used for treating skin infections in the US market.

**Cholamandalam Finance** is in focus as they are expected to benefit from a good monsoon and an improvement in rural wages and the rural economy. Company said for FY18 he is confident of good news on all fronts – lower cost of funds, better disbursement growth and reduction in gross non-performing assets (GNPAs). Company is confident of 20-22 percent disbursement growth in FY18. Q4FY18 growth was around 19 percent.

**Deep Industries** said that Oil and Natural Gas Corporation (ONGC) contract is in jeopardy. Getting notices (show cause) in contractual business is very common . The company have received notices from ONGC in the past. ONGC understands and meets the contractors like us who are performing and are adding value to them. So we believe these allegations are baseless and are not going to get sustained . the current order book is around Rs 800 crore.

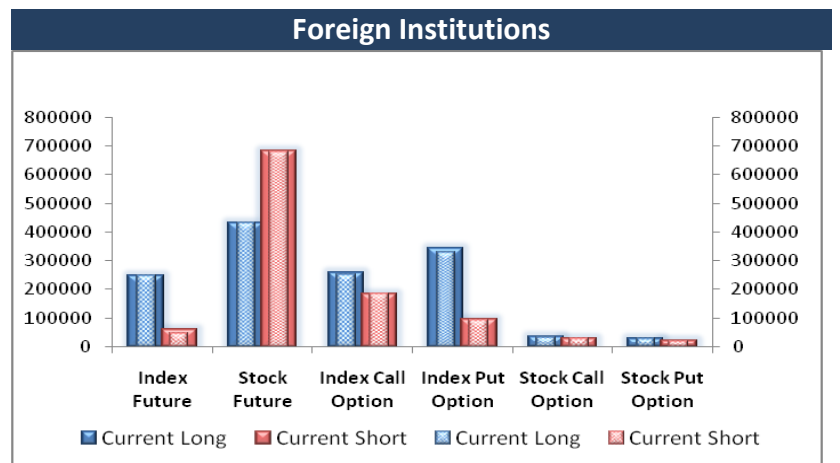
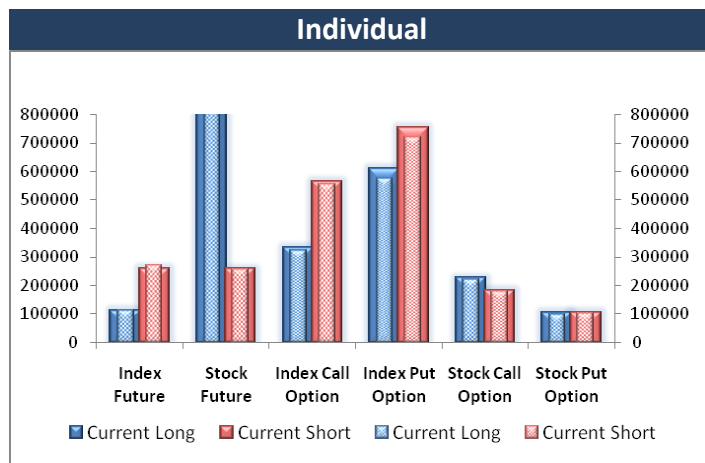
**Syndicate Bank** is looking to raise Rs 3,500 crore of capital in FY18. The bank is planning to raise it in a couple of tranches . Company is envisaging credit growth of 8-10 percent for the current financial year. Planning for a qualified institutional placement (QIP) by end of Q2 of FY18.

**Hindustan Petroleum** has received environment clearance for expansion of Ramanmandi Bahadurgarh Petroleum Products Pipeline (RBPL), whose project cost is Rs 230 crore.

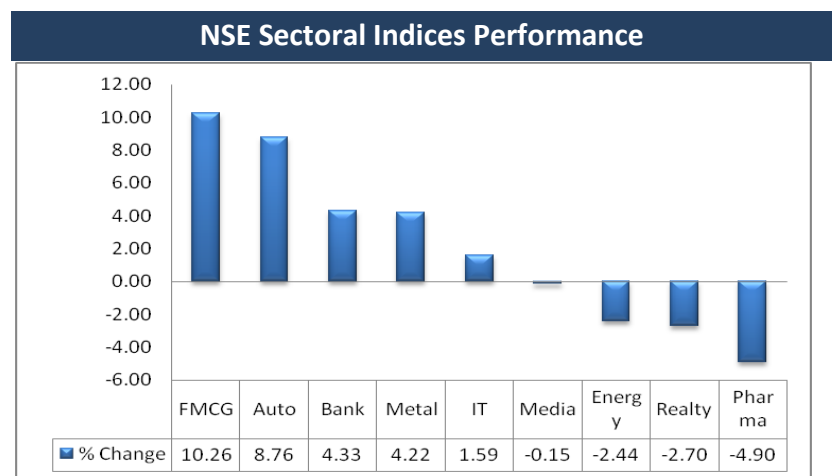
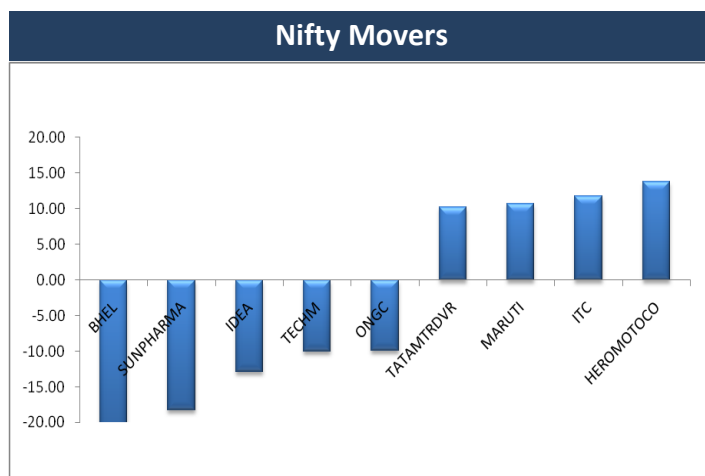
**Future Retail** is looking at opening new distribution centres to ensure that products reach its stores faster and help save on costs through greater efficiency in view of the implementation of Goods and Services Tax from July 1.

Block Deal						
Exchange	Deal Date	Company	Client Name	Deal Type	Quantity	Price
NSE	9-Jun-17	ALLSEC	BATHINA SUMANTHKUMARREDDY	BUY	245375	340
NSE	9-Jun-17	HDIL	SHAASTRA SECURITIES TRADING PRIVATE Ltd	BUY	2850627	87.04
NSE	9-Jun-17	INDIGRID	CITIGROUP GLOBAL MARKETS MAURITIUS PRIVA	BUY	1500282	97.7
NSE	9-Jun-17	WEBELSOLAR	GARNET INTERNATIONAL LIMITED	BUY	191886	121.94
NSE	9-Jun-17	ALLSEC	UTI MUTUAL FUND A/C UTI-MID CAP FUND (SCH	SELL	280257	340
NSE	9-Jun-17	HDIL	SHAASTRA SECURITIES TRADING PRIVATE Ltd	SELL	2850627	87.12
NSE	9-Jun-17	INDIGRID	MORGAN STANLEY ASIA SINGAPORE PTE	SELL	1694196	97.7
BSE	9-Jun-17	GULFOILLUB	LOCAL GOVERNMENT SUPERANNUATION SCHEME	SELL	878574	810
BSE	9-Jun-17	GULFOILLUB	MORGAN STANLEY INVESTMENT FUNDS INDIAN F	BUY	878574	810
BSE	9-Jun-17	RCIIND	DINESH SHAH	SELL	69203	180.39
BSE	9-Jun-17	RCIIND	DINESH SHAH	BUY	69687	180.47

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



### MARKET MOVERS (1 MONTH CHANGE)



### Result Calendar Q4FY17

BSE Code	Company Name	Date	BSE Code	Company Name	Date
523475	LOTUSCHO	12-Jun-17	540125	RADHIKAJWE	14-Jun-17
540497	SCHAND	12-Jun-17	506003	SUDAI	14-Jun-17
532877	SIMPLEX	12-Jun-17	513629	TULSYAN	14-Jun-17
533540	TREEHOUSE	12-Jun-17	531613	MAL	15-Jun-17
520113	VESUVIUS	12-Jun-17	531819	NUWAY	15-Jun-17
509026	VJTFEDU	12-Jun-17	539391	ACME	16-Jun-17
532959	GAMMNINFRA	13-Jun-17	505029	ATLASCYCLE	19-Jun-17
539207	MANPASAND	13-Jun-17	507435	KHODAY	28-Jun-17
532931	BURNPUR	14-Jun-17	519234	SIEL	30-Jun-17
532127	MOBILTEL	14-Jun-17	532313	MAHLIFE	25-Jul-17
517230	PAEL	14-Jun-17	524038	VENLONENT	31-Jul-17

### Economic Calendar

Country	Monday 12th June 17	Tuesday 13th June 17	Wednesday 14th May 17	Thursday 15th June 17	Friday 16th June 17
<b>US</b>		PPI m/m , Core PPI m/m , NAHB Housing Market Index , TIC Long-Term Purchases	CPI m/m , Core CPI m/m , Core Retail Sales m/m , Retail Sales m/m , Business Inventories m/m , Crude Oil Inventories , FOMC Economic Projections , FOMC Statement , Federal Funds Rate , FOMC Press Conference	Unemployment Claims, Empire State Manufacturing Index, Import Prices m/m, Philly Fed Manufacturing Index, Capacity Utilization Rate, Industrial Production m/m.	Building Permits, Housing Starts , Prelim UoM Consumer Sentiment , Labor Market Conditions Index m/m , Prelim UoM Inflation Expectations , FOMC Member Kaplan Speaks.
<b>UK/EURO ZONE</b>	German Buba Monthly Report	French Final CPI m/m , Italian Trade Balance , CPI y/y , PPI Input m/m , RPI y/y , Core CPI y/y , HPI y/y , PPI Output m/m	Average Earnings Index 3m/y , Claimant Count Change , Unemployment Rate , Employment Change q/q , Industrial Production m/m	MPC Official Bank Rate Votes , Monetary Policy Summary, Official Bank Rate, Asset Purchase Facility, MPC Asset Purchase Facility Votes.	Final CPI y/y, German WPI m/m , ECOFIN Meetings , BOE Quarterly Bulletin .
<b>INDIA</b>	IIP Data	Current account Q1	WPI Data		

# Narnolia

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## Narnolia Securities Ltd

201 | 2nd Floor | Marble Arch Building | 236B-AJC Bose  
Road | Kolkata-700 020 , Ph : 033-40501500

email: [narnolia@narnolia.com](mailto:narnolia@narnolia.com),

website : [www.narnolia.com](http://www.narnolia.com)

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