

KEY LEVELS

Support 1 : 9589
Support 2 : 9547

Resistance 1: 9687
Resistance 2: 9750



Market

Market	Value	% Change
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Morning Traded Market

SGX NIFTY	9,643.00	0.19%
NIKKEI	19885.72	-0.11%
HANG SENG	25,801.42	0.36%

Yesterday Closing Market

Sensex	31,095.76	-0.53%
Nifty	9,616.40	-0.54%
DOW	21,236.00	-0.17%
NASDAQ	6,175.46	-0.53%
CAC	5,240.59	-1.13%
DAX	12,690.44	-0.99%
FTSE	7,511.87	-0.21%
EW ALL SHARE	17,444.74	-0.12%

% Change in 1 day

Commodity Price (Yesterday Closing)

Commodity/Currencies	Value	% Change
GOLD	28993.00	-0.09%
SILVER	39165.00	-1.33%
CRUDEOIL	48.45	0.33%
NATURALGAS	195.30	-0.41%
DOLLAR/RS.	64.43	-0.01%
EURO/RS.	72.13	-0.30%
POUND/RS.	81.52	-0.36%

% Change in 1 day

Institutional Turnover

FII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
12-Jun-17	3279	3449	(169)
Jun-17	32150	25638	6512
2017	215054	201162	13892

DII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
12-Jun-17	2395	2458	(63)
Jun-17	13932	17789	(3857)
2017	124844	123935	909

Market Outlook

After giving a gap down opening, Nifty traded in the negative territory throughout the day on Monday and closed the day at 9616.40. It had a net loss of 0.54% over the previous trading day's close. The broader market was also in the grip of bears as the midcap and small cap indices moved in line with the benchmark index and closed the day after losing 0.6%-0.8%.

On the sectoral front, some buying interest was witnessed in Information Technology and Pharmaceuticals stocks. However Banking, Auto and Financial services stocks lead to a decline. The breadth of the market was negative and about two shares declined for every share advanced at NSE.

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 decide to disrupt the production cutback deal of OPEC and create 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.

Event Today

Concall

CRISIL : 3:00 PM

Dividend

CHEMBOND : Rs 1.65/-

KANSAINER : Rs. 2.5/-
(Exdate : 13.6.2017)

Special Dividend

KANSAINER : 0.50/-
(Exdate : 13.6.2017)

Final Dividend

TCS ; Rs 27.5/-
(Exdate : 13.6.2017)

Bonus Issue

WIPRO : Ration 1:11
(Exdate : 13.6.2017)

Quote of the Day : "As investors, we are only the limited product of our own experiences and therefore vulnerable unless we read and assimilate the accumulated wisdom of the great ones. And Financial history definitely tends to repeat itself." **Barton Biggs**

TEJAS Networks Limited : IPO Note**"NEUTRAL"****13th June 2017**

Tejas Networks Limited is an Bangalore based optical and data networking products company. Tejas operates in an industry where the Net Profit Margin is low and there is huge working capital requirement. Both the sides of business i.e the debtors and creditors are corporates which makes the receivables lumpy and payment cycle low. As such the company has huge receivables accounted in its books. The company also huge carries huge levels of inventories due to its business requirements. Keeping in mind the low profit margin and RoE under 10% post IPO and high valuations of 2.3 times P/B, the stock appears unattractive. We remain NEUTRAL.

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.

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

Top News

KEC Mgt Guideline : Growth is expected to come from various quarters like international orders, railways and the solar business . Company expects a significant revenue growth from international orders as well as he expects railways revenues to double because of good order book. The company also has some large orders in solar. Company expects 30 percent growth in exports, Rs 750-800 crore of revenues from railways and Rs 500 crore of revenues from solar in FY18. Company sees 10 percent reduction in working capital for FY18.

Wipro Ltd on said the date for issuing bonus or stock dividend to the holders of its American Depository Receipts is yet to be finalised, amid the ADRs witnessing steep fluctuations in pre-market trading on the New York Stock Exchange (NYSE). ADRs are instruments denominated in US dollars and the underlying shares are that of a foreign company. the exchange has suspended trading in Wipro ADRs. As per trading data, the company's ADRs plunged over 47% to \$10.45 in pre-market trade

India's industrial output grew at 3.1 percent in April from 2.7 percent in March. The mining sector output grew at 4.2 per cent in the month under review compared to 6.7 year ago. Power generation rose by 5.4 per cent in April, down from 14.4 per cent expansion in April last year. consumer durables or white goods production declined by 6 per cent in April against 13.8 per cent growth a year ago.

India's retail inflation rate fell to 2.18 percent in May, lowest since 2012, mainly due to a fall in food prices.

Century Plyboards (India) Mgt Guideline : Company said it chalked out capex plan of Rs 282 crore in next two years for its various expansion projects.

The company had drawn up Rs 751 crore capex plan, of which it had already spent Rs 154.63 crore in FY16 and Rs 313.92 crore in FY17. It is investing Rs 222.63 crore in the current fiscal and remaining Rs 60 crore in FY19.

The company's MDF plant is in the final stage of completion and likely to commence production by July this year. The company has already invested Rs 380 crore

The expansion of additional 2 lines in its laminates unit to be operational within current financial year. It is also investing Rs 64 crore in plywood project in Punjab, Rs 60 crore in particle board, Rs 62.50 crore in laminate unit, Rs 20 crore in Guwahati unit and Rs 16.65 crore

The company plans to set up a door unit in collaboration with a world renowned Chinese company at an estimated cost of Rs 50 crore.

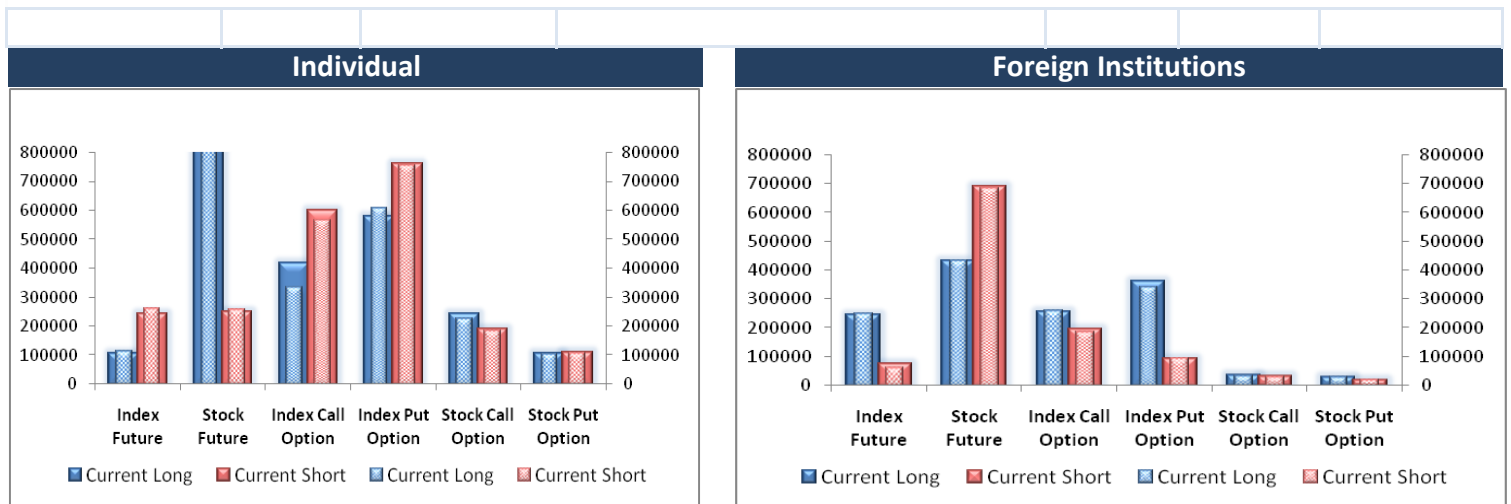
It expects a substantial growth in the revenue in the next financial year. Implementation of MDF and laminates units will give an additional revenue of around Rs 350 crore and it sees huge demand for plywood Piramal Enterprises is looking to raise up to Rs 600 crore through issue of Negotiable Certificates of Deposits (NCD) on private placement basis.

Airlines have slashed fares across most routes to fill planes ahead of the lean season that starts at the end of this month. Fares on long routes such as Delhi-Mumbai, which are going for up to Rs7,000 in the current week, are available for Rs2,100 in July.

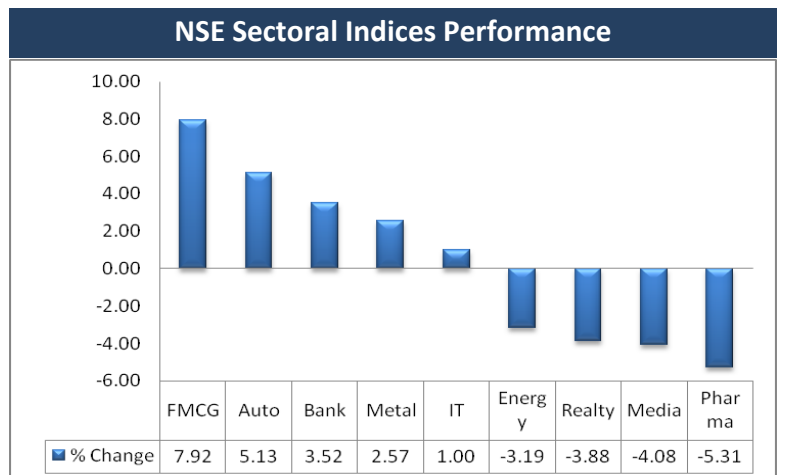
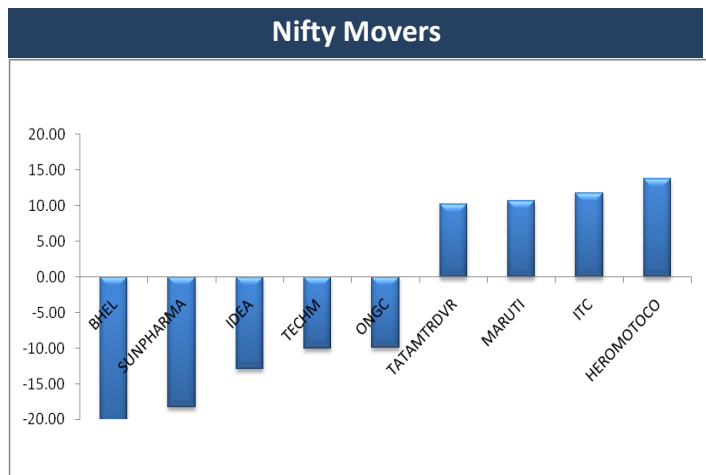
Block Deal

Exchange	Deal Date	Company	Client Name	Deal Type	Quantity	Price
NSE	12-Jun-17	ARIES	BULLSEYE ENTERPRISES	BUY	75000	171.1
NSE	12-Jun-17	BHARATWIRE	EPOCH SYNTHETICS PVT LTD	BUY	1126	86.12
NSE	12-Jun-17	BHARATWIRE	M/S MENTOR CAPITAL LIMITED	BUY	677185	86.02
NSE	12-Jun-17	LAKSHMIEFL	MARFATIA NISHIL SURENDRA	BUY	409432	45.7
NSE	12-Jun-17	SUNTECK	FID FDS MAURITIUS LTD	BUY	924317	460
NSE	12-Jun-17	WEBELSOLAR	MANGAL SAVITRI BIZCON PVT LTD	BUY	142868	127.04
NSE	12-Jun-17	ABGSHIP	IL AND FS FINANCIAL SERVICES LIMITED	SELL	344079	10.69
BSE	12-Jun-17	ARIES	BULLSEYE ENTERPRISES	SELL	15000	167.39
BSE	12-Jun-17	BHARATWIRE	EPOCH SYNTHETICS PVT LTD	SELL	478000	86
BSE	12-Jun-17	LAKSHMIEFL	MARFATIA NISHIL SURENDRA	SELL	409432	45.55

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
532959	GAMMNINFRA	13-Jun-17	531613	MAL	15-Jun-17
539207	MANPASAND	13-Jun-17	531819	NUWAY	15-Jun-17
532931	BURNPUR	14-Jun-17	539391	ACME	16-Jun-17
532127	MOBILTEL	14-Jun-17	505029	ATLASCYCLE	19-Jun-17
517230	PAEL	14-Jun-17	507435	KHODAY	28-Jun-17
540125	RADHIKAJWE	14-Jun-17	519234	SIEL	30-Jun-17
506003	SUDAI	14-Jun-17	532313	MAHLIFE	25-Jul-17
513629	TULSYAN	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
US		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.
UK/EURO ZONE	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 .
INDIA	IIP Data	Current account Q1	WPI Data		

Narnolia

Advance Strategy · Simple Solutions

Narnolia Securities Ltd

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

email: narnolia@narnolia.com, website

: www.narnolia.com

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