

KEY LEVELS

Support 1 : 8766
Support 2 : 8710

Resistance 1: 8896
Resistance 2: 8937

Nifty Intraday Chart



Event Today

Concall

RPP Infra Proj : 11:30 AM
PC Jeweller : 4:00 PM

Interim Dividend

AIAENG : Rs. 4/-
DHAMPURSUG : Rs 2.5/-
FCL : Rs. 0.1/-
SOLARINDS : Rs 2/-

Market Outlook

After starting with a subdued session, Nifty fell to make a weekly low of 8712.15 on Wednesday and then it continuously rose to make a weekly high of 8896.45 on Friday. At last Nifty ended the week with a net gain of 0.32%. The midcap and small cap indices under-performed the benchmark index and closed the week after losing near 1% each.

On the sectoral front, some buying interest was witnessed in Banking, Information Technology and Pharmaceuticals stocks while Auto and Realty indices closed after losing over 3% each.

India's foreign exchange reserves dropped by USD 360.9 million to USD 362.785 billion in the week to February 10. The decline in foreign exchange reserves was mainly due to the fall in foreign currency assets and it reduced by USD 347.1 million to USD 339.778 billion in the reporting week.

Foreign investors bought over Rs 8043 crores worth of equities on Friday. At the same times they were the net sellers in the index future and stock future segments.

Our suggested long strategy at 8740 saw good exit at the opening of market on last Friday at 8880. We maintain our view that 8800-9000 remains a resistance zone. But we also maintain our broader view that market participants would like to see more clarity (at least Q1 trends) on FY18 earning estimate before giving Nifty a decisive break out above the resistance zone. Pat growth of Nifty for Q3 had been in double digit around 10.2% after 10 quarters but still lags behind initial estimate done post Q2. Weekly closing high of last 2 years (8937 made on 2nd march 2015) remains key resistance for the market. Though we do not see any medium term negative technically at this point in time but we believe risk -reward is not favorable.

Market

Market	Value	% Change
Morning Traded Market		
SGX NIFTY	8,807.00	-0.19%
NIKKIE	19161	-0.38%
HANG SENG	24,033.00	-0.13%
Yesterday Closing Market		
Sensex	28,468.00	0.59%
Nifty	8,821.70	0.50%
DOW	20,269.00	0.48%
NASDAQ	5,838.58	0.41%
CAC	4,867.58	-0.65%
DAX	11,757.02	-0.22%
FTSE	7,299.96	0.30%
EW ALL SHARE	15,998.00	0.32%

% Change in 1 day

Commodity Price (Yesterday Closing)

Commodity/Currencies	Value	% Change
GOLD	29173.00	0.29%
SILVER	42597.00	1.35%
CRUDEOIL	53.10	0.19%
NATURALGAS	204.10	-2.44%
DOLLAR/RS.	66.88	0.05%
EURO/RS.	70.97	-0.09%
POUND/RS.	83.42	-0.14%

% Change in 1 day

Institutional Turnover

FII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
17-Feb-17	13253	5210	8043
Feb-17	70782	61343	9439
2017	151826	143969	7857

DII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
17-Feb-17	3419	9051	(5632)
Feb-17	39254	41687	(2433)
2017	92756	90440	2315

Quote of the Day : " The extravagance of any corporate office is directly proportional to management's reluctance to reward the shareholders. " **Peter Lynch**

JKIL**"Under Review"****20th Feb 2017**

JKIL is the one of the best EPC Company with lower Debt to equity. Commencement work on Mumbai metro projects has led to strong revenue growth in Q3FY17 and we expect to continue it but we need certain clarification regarding execution time line of JNPT road projects and debtors to make clear cut view on JKIL. Presently we are waiting for further clarification; hence this stock is under our review. As the clarity emerges we will rate the stock as per its fundamental.

BANKBARODA**"NEUTRAL"****17th Feb 2017**

Following the RBI notification on cleanup exercise of balance sheet, Bankbaroda has recognised huge stress in its balance sheet. Following this the Gross NPA and credit cost have shoot up denting the profitability of banks. The focus of new management is on consolidation of balance sheet towards profitable growth and recovery in stressed accounts. However with no sign of meaningful recovery in large accounts in near terms and continued current pace of slippages will keep the credit cost at elevated level, thus impacting the bottom-line of the bank. Also we expect the sluggish advances growth in near terms. The stock has achieved our previous target price of Rs 188 few days before the results announced. Now on the back of delayed recovery in stress accounts and higher slippages we estimate the credit cost at higher levels, and downgrade BANKBARODA to Neutral from BUY. We estimate the fair price of the stock at Rs 156.

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

Top News

- **JKIL Concall Highlights**

- # Employee expense has gone during the quarter as the JKIL has started metro project in big way and full fledged revenue yet to come
- # Maintain top line of 1600 Cr in FY17 and Rs. 2000 Cr in FY18
- # Preliminary work has completed on Mumbai metro project and work is in full swing
- # Debtors of 563 Cr at the end of the Q3FY17, but has come down to 440 Cr in Feb
- # Inventory: - 106 Cr of RM, 280 Cr of WIP
- # Net worth as on 31st Dec 2017 is 1400 Cr
- # Protest by localized people against tree cutting but its awarding authority concern and it will not hamper execution.
- # Advances of 125 Cr has taken from line 3 & 7 and in month time advances will receive from line 2A
- # Payment cycle for Mumbai metro project is 45 days from date of bill raised
- # No significant revenue during the Q3FY17 from JNPT project due to utility work is going on
- # Mgt. expects 200-250 Cr of revenue from Mumbai metro, 200 Cr from other road and flyover projects.
- # Pending work on Delhi metro is tune of 250 Cr at the end of the Q3FY17
- # Unexecuted portion of JNPT road project is 1050 Cr
- # Utility revenue of 30 Cr was booked from JNPT road project in Q3FY17
- # 480 Cr of Debt as on 31st Dec 2016
- # FY18 Top line :- 1300-1400 Cr from Mumbai metro, 400 Cr from JNPT, 200 cr from others
- # Will maintain 17-18% EBITDA margin going forward
- # Debt FY17:- 350-400 Cr, FY18 :- 500-550 Cr

- **DLF** will invest about Rs 3,500 crore this year to complete construction of almost all of its existing housing projects . DLF has 18.5 million square feet area under construction in various housing projects, and it is targeting to complete about 15-16 million sq ft by end of this year and create finished stocks amid slow sales in the residential segment.

- **Vedanta** will invest USD 10 billion in 3-4 years on expanding business across verticals . Company have the potential to spend USD 10 billion over a period of five years; Company is looking at 3,50,000 barrel of oil... to have 100,000 barrel equivalent to gas. Company is looking to integrate 3 million tonnes capacity for the aluminium

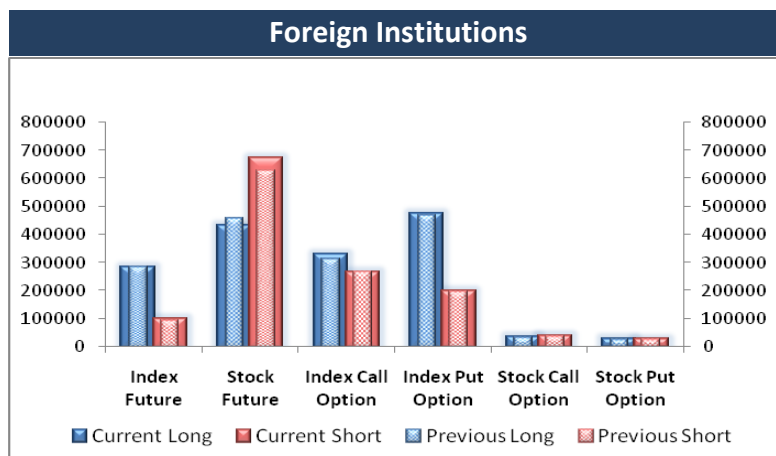
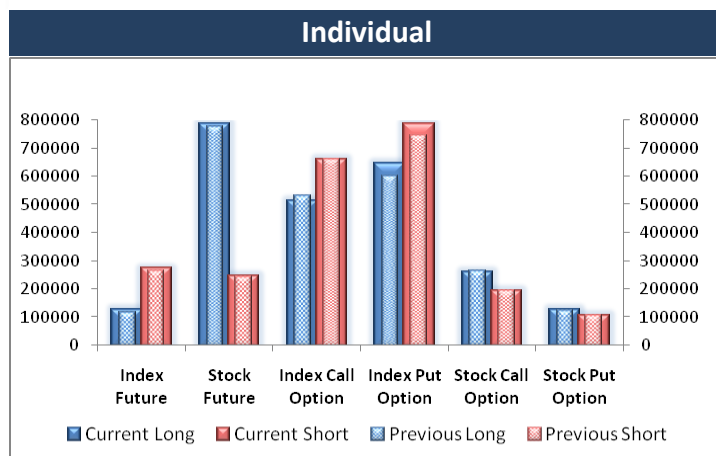
- **NMDC** is in discussions with Vietnam-based Masan Resources to acquire a "considerable stake" in its Nui Phao polymetallic mine . The mine, which has rich reserves of tungsten mineral, is located in Thai Nguyen province in Northern Vietnam. At present, India mostly imports tungsten for its domestic requirements due to high production cost of the metal.

- **Tata Steel** is now exploring possibility of entering overseas markets like Bangladesh and Myanmar with retail branded steel solution products.

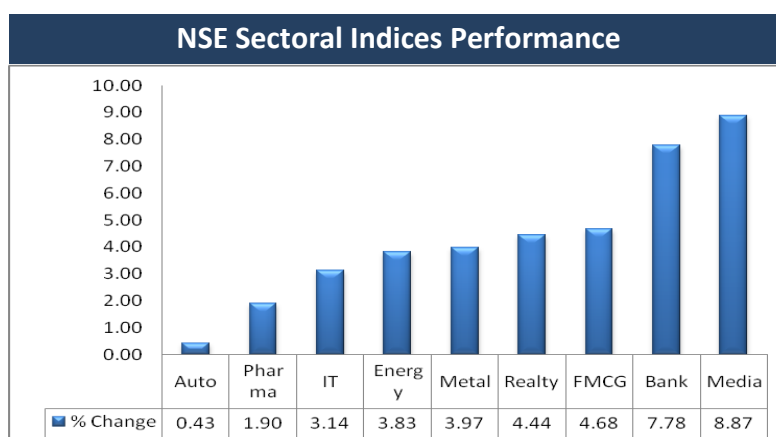
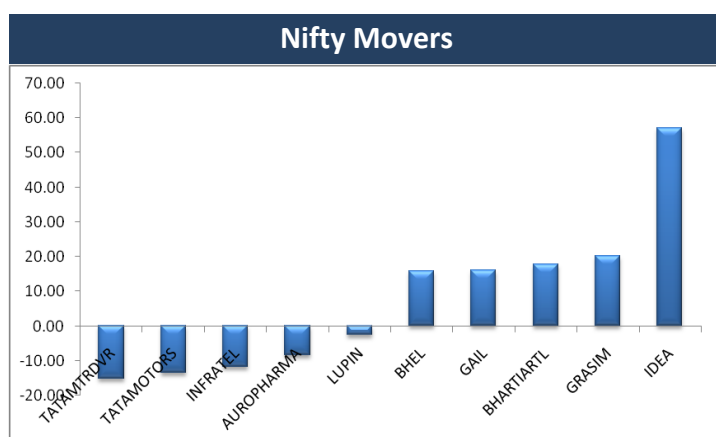
- **Cipla** in collaboration with Serum Institute of India (SII) launched Hepatitis B vaccine for adults. This agreement will enable Cipla to provide affordable vaccines for a chronic disease like Hepatitis B. Cipla's strong marketing network and reach will ensure maximum accessibility of the vaccines in India

- **Reliance Capital** plans to sell 1% stake in Paytm for \$50-60 mn . Reliance Capital is planning to raise USD 50-60 million by selling its one per cent share in One97 Communications, the parent company of Paytm

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
JUSTDIAL	Buy	460.5	484	503	438	The stock has given a bullish breakout above Rs 445 on Friday with decent volumes. The buying is likely to continue in the stock from the current level.
ENGINEERSIN Feb. 150 CE	Long (1 lot = 7000)	4.35	7	10	2	Continuous buying interest was witnessed in the stock throughout Friday. Huge amount of open interest was also built at February 150 call option. Another 4-5% upside is expected in the stock from here.

BSE Code	Company Name	Date	BSE Code	Company Name	Date
500425	AMBUJACEM	20-Feb-17	509820	PAPERPROD	21-Feb-17
505725	HINDEVER	20-Feb-17	530923	RCLFOODS	21-Feb-17
500249	KSBPUMPS	20-Feb-17	517534	NIVINFRA	22-Feb-17
540180	VBL	20-Feb-17	532756	MAHINDCIE	23-Feb-17
500870	CASTROLIND	21-Feb-17	500339	RAIN	23-Feb-17
500125	EIDPARRY	21-Feb-17	524667	SOTL	23-Feb-17
500123	ELANTAS	21-Feb-17	504959	STOVACQ	23-Feb-17
531979	HINDALUMI	21-Feb-17	532738	TANTIACONS	24-Feb-17
509496	ITDCM	21-Feb-17	500126	MERCK	27-Feb-17
526668	KAMATHOTEL	21-Feb-17	500674	SANOFI	27-Feb-17
532912	NET4	21-Feb-17	520113	VESUVIUS	27-Feb-17
531819	NUWAY	21-Feb-17	532343	TVSMOTOR	06-Mar-17
530741	OVOBELE	21-Feb-17	526139	TRABI	15-Mar-17

Result Date	Company Name	SALES	Sales Growth (%)	PAT	PAT Growth (%)
20-Feb-17	AMBUJACEM	2180.00	(7.50)	161.20	10.90
21-Feb-17	CASTROL	783.40	(0.60)	146.10	3.70

Economic Calendar

Country	Monday 20th Feb 17	Tuesday 21th Feb 17	Wednesday 22th Feb 17	Thursday 23th Feb 17	Friday 24th Feb 17
US			Flash Manufacturing PMI, Flash Services PMI, Existing Home Sales, Crude Oil Inventories, FOMC Meeting Minutes.	Unemployment Claims, Housing Starts, Natural Gas Storage.	New Home Sales, Revised UoM Consumer Sentiment, Revised UoM Inflation Expectations.
UK/EURO ZONE	German PPI m/m, CBI Industrial Order Expectations, Consumer Confidence.	Inflation Report Hearings.	French Flash Manufacturing PMI, French Flash Services PMI, German Flash Manufacturing PMI, German Flash Services PMI, German Ifo Business Climate, Flash Manufacturing PMI, Flash Services PMI, CBI Industrial Order Expectations.	German Final GDP q/q, Second Estimate GDP q/q, Prelim Business Investment q/q, Index of Services 3m/3m, Italian Retail Sales m/m, Italian 10-y Bond Auction.	German Prelim CPI m/m, French Consumer Spending m/m, French Prelim CPI m/m, Spanish Flash CPI y/y.
INDIA					

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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