

KEY LEVELS

Support 1 : 9996
Support 2 : 9913

Resistance 1 : 10132
Resistance 2 : 10230



Market Outlook

After giving a gap down opening, Nifty fell to make an intraday low of 10084.90 and then it continuously rose to make a high of 10141.55. At the end of the day the index closed at 10121.90. It had a net loss of 0.19% over the previous trading day's close. The broader market was in the grip of bears as the midcap and small cap indices under-performed the benchmark index and closed the after losing over 0.6% each.

On the sectoral front, Realty, Banking and Media stocks were the main catalysts to drag the market down while the Pharmaceuticals index gained over 3%. The breadth of the market was negative and about two shares declined for every share advanced at NSE.

The market continues to exhibit strong resilience. Nifty has gone up by more than 25% over last nine months. Below expectation, corporate results in Q1FY18 and management commentary post result suggests a higher chance of earning disappointment for the full financial year. But the market is ignoring earning as of now and is focussing more on near term triggers like smooth GST implementation. Market across the globe is also now coming to a consensus that US FED will pursue far easier policy regime than what its stated stand of raising rates is.

Derivative open interest has been the best indicator all through the current rally in the market and now strong open interest getting built at 9900 puts suggests Nifty is getting ready for one more round of rally. Technically, Nifty has traded inside a contracting triangle since 9th August. Presently this triangle provides support at 9861 and resistance at 10013. We should expect trending move in the market after a breakout from this triangle pattern in Nifty. Last week Nifty Mid Cap and Nifty Small Cap Index have made fresh all time high and that suggests a high probability of Nifty break-out on the upside.

Quote of the Day : "Although I consider myself to be primarily in the quantitative school, the really sensational ideas I have had over the years have been heavily weighted toward the qualitative side where I have had a 'high-probability insight'. This is what causes the cash register to really sing." **Warren Buffett**

Market

Market	Value	% Change
Morning Traded Market		
SGX NIFTY	10,084.00	-0.56%
NIKKIE	20289	-0.29%
HANG SENG	27,918.00	-0.69%
Yesterday Closing Market		
Sensex	32,370.04	-0.09%
Nifty	10,121.90	-0.19%
DOW	22,359.00	-0.24%
NASDAQ	6,422.69	-0.52%
CAC	5,267.29	0.49%
DAX	12,600.03	0.24%
FTSE	7,263.90	-0.11%
EW ALL SHARE	18,528.21	-0.35%

% Change in 1 day

Commodity Price (Yesterday Closing)

Commodity/Currencies	Value	% Change
GOLD	29564.00	-0.71%
SILVER	39833.00	-1.03%
CRUDEOIL	56.34	-0.16%
NATURALGAS	192.80	-4.04%
DOLLAR/RS.	64.79	0.82%
EURO/RS.	77.06	-0.11%
POUND/RS.	87.31	0.29%

% Change in 1 day

Institutional Turnover

FII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
21-Sep-17	4776	5981	(1205)
Sep-17	64383	76214	(11832)
2017	913724	917732	(4007)
DII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
21-Sep-17	3755	2338	1417
Sep-17	47307	38469	8838
2017	559199	507586	51612

Event Today

Dividend

BBARODA : Rs 1.5/-
WESTLEIRES : Rs 0.1/-
(Exdate : 22.9.2017)

Stock Split

SAFARIND (From Rs.10/- to Rs.2/-)
(Exdate : 22.9.2017)

PRATAAP SNACKS LIMITED : IPO Note

"AVOID"

22th Sept 2017

Prataap Snacks Net Profit CAGR has been phenomenal at 27.3% for the last five years but margins are less as product pricing is cheap and margins are volatile too as it is dependent on prices of potato. This should cause volatility in Net Profit growth. The company is being offered at Post IPO RoE of 6% with P/B of 4.5 while the listed peer- DFM foods is currently trading at 14 times P/B with RoE of 15%. Sequeo Capital remaining a promoter implies they foresee large long-term opportunity. Sequeo will have large shareholding even after the IPO implies their strong conviction. The company is in B2C segment which is currently the likable story in Indian Stock market but the margin profile of the company is not very comforting. We recommend AVOID.

FEDERAL BANK

"BUY"

22th Sept 2017

With the investment in people and technology, FEDERALBNK has now shifted its focus towards growth. After lackluster growth and profitability in FY16, Federal bank has shown improvised numbers both in growth and profitability in FY17. Refraining itself from lending riskier large corporate loans in last few years, management is focused towards better rated corporate, retail and SME portfolio. Moreover, this approach has also helped to improve its assets quality with limited stress in the balance sheet. Recently Federal bank has gone under change in its compensation pay structure from IBA guideline to unique compensation structure for senior team members. Recent hiring of senior team with change in pay structure is very much positive in our view.

We expect earnings of the bank to grow by 31% CAGR over FY17 to FY19. Post capital raise, we expect RoE of 11%-12% and RoA of 1% in FY19. We initiate BUY on FEDERAL BANK with the target price of Rs 136 (2x P/B FY19)

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

>> **Tech Mahindra** said more than just being a good news for us it is a recognition by the US that even if they want to go into Make in America, they would need inputs like any other economy form outside the country, to run an efficient industrial system and technology is one such important input.

The company is already doing fair amount of off-shore work with US citizens. However, most of our clients found ways of continuing the work and in fact the work for the company increased even during that period,

Company is also confident that Indian tech companies are not behind the curve because they have been in a continuous state of adaptations and have been in continuous state of being at the cutting edge.

They will see some revenue growth going forward.

>> **Bodhtree Consulting** has bagged its second contract from the Medical Council of India worth of Rs 100 crore inclusive of taxes.

This is part of digital mission mode project II, under which 550 medical colleges in the country are covered.

The scope of the project includes supplying and implementing IP surveillance solution to monitor defined areas at centralized location, setting-up centralized infrastructure, command and control center and data center, operation and maintenance of the solution for three years, provisioning of training to the users identified by MCI and establishing centralized IT helpdesk and video operations.

>> **Indian Bank** has raised Rs 2,000 crore to finance infrastructure and affordable housing. The amount raised through the issuance of long-term bonds is part of the bank's Rs 5,000 crore fundraise plan to support infrastructure and affordable housing in the country.

>> **Sobha** gave an update as to how business is panning out in Q2 so far and to share with us what real estate demand is looking like and how prices are panning out.

FY18 is tougher year than last year, the real estate firm said but it expects good performance from the company in FY18.

Margins will be maintained and could also move higher

Sobha has registered 34 projects in Bengaluru and has registered close to 48 projects excluding Bengaluru.

>> **Bharti Airtel** has got shareholders' approval for its scheme of amalgamation with Telenor India. Airtel and Telenor, in February 2017, had signed an agreement for merger under which the Sunil Mittal company will acquire Telenor India's operations in seven circles - Andhra Pradesh, Bihar, Maharashtra, Gujarat, UP (East), UP (West) and Assam

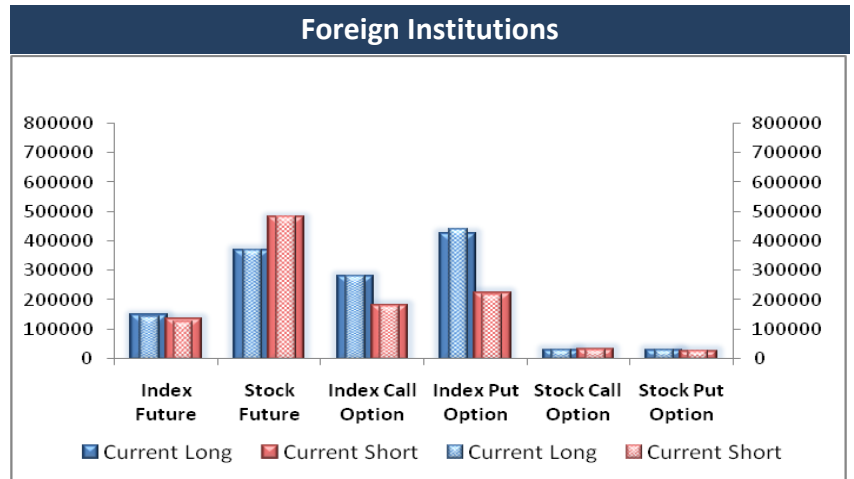
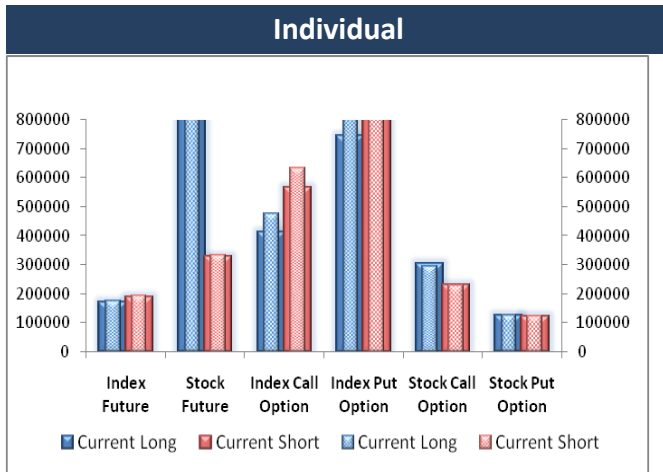
>> **Royal Orchid Hotels** got a benefit of 3 percent due to GST and passed on the benefit to customers. The occupancy level has gone beyond 75 percent due to GST. Company said looking to increase average revenue per room to Rs 3,600 going ahead. Will be adding 800 rooms this year. Royal Orchid is in talks to dispose off non-core assets. Company said value of Powai and Tanzania (Africa) lands should be around Rs 80 crore. Currently two properties (Central in Bangalore and Hotel Royal Orchid, Jaipur) are making losses. The hotel operations in Jaipur may turnaround in FY18.

>> **Adani Power** said its shareholders have approved a proposal to hive off its flagship Mundra power station to its subsidiary. The proposed resolution approving the scheme (the Scheme of Arrangement between Adani Power and Adani Power (Mundra) Limited was passed with the requisite majority by equity shareholders of the company

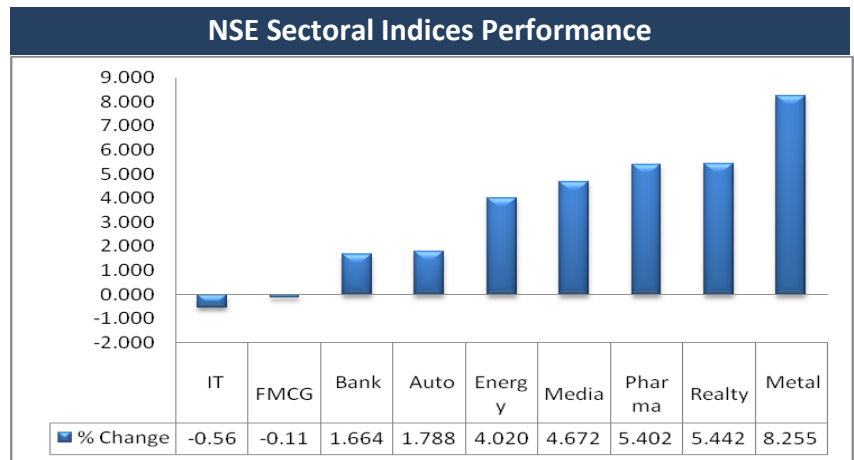
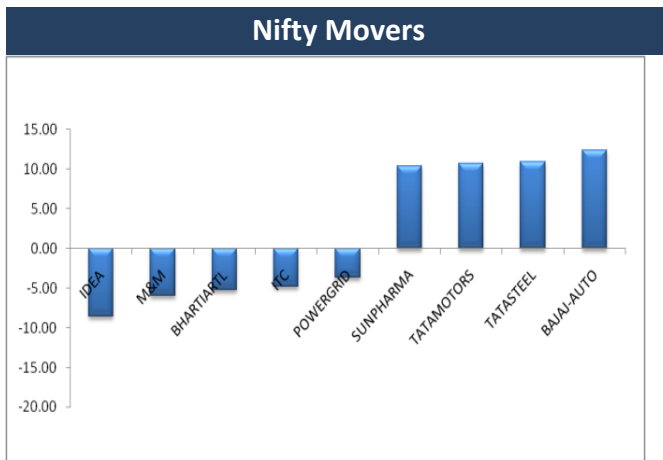
Block Deal

Exchange	Deal Date	Company	Client Name	Deal Type	Quantity	Price
NSE	21-Sep-17	A2ZINFRA	PARAMOUNT FINTRADE PVT LTD	BUY	1190230	43
NSE	21-Sep-17	GOKEX	SARAVANA SECURITIES D.SATHYAMOORTHY	BUY	300000	114
NSE	21-Sep-17	JPASSOCIAT	SHAASTRA SECURITIES TRADING PRIVATE LIMITED	BUY	16910788	19
NSE	21-Sep-17	KAMATHOTEL	MANOJ KUMAR MEHTA HUF	BUY	150003	114
NSE	21-Sep-17	KAMATHOTEL	RAHUL DOSHI	BUY	378201	112
NSE	21-Sep-17	MATRIMONY	ALPHAGREP COMMODITIES PRIVATE LIMITED	BUY	121769	934
NSE	21-Sep-17	NELCO	WAY2WEALTH ENTERPRISES PRIVATE LIMITED	BUY	140848	128
NSE	21-Sep-17	SALASAR	PARTH INFIN BROKERS PVT LTD	BUY	91603	310
NSE	21-Sep-17	SORILHOLD	BHAVIN Y MEHTA	BUY	333686	63
NSE	21-Sep-17	SORILHOLD	RAHUL DOSHI	BUY	377607	60
NSE	21-Sep-17	TFCILTD	MANGAL SAVITRI BIZCON PVT LTD	BUY	576287	169
NSE	21-Sep-17	VICEROY	BHAVIN Y MEHTA	BUY	245934	22
NSE	21-Sep-17	VICEROY	LITTY THOMAS	BUY	300000	22
NSE	21-Sep-17	VIVIMEDLAB	N.K. SECURITIES	BUY	426178	147
NSE	21-Sep-17	VIVIMEDLAB	PRAVIN CHAGANLAL CHHEDA	BUY	543324	149
NSE	21-Sep-17	VIVIMEDLAB	SHAH NIRAJ RAJNIKANT	BUY	571383	145
NSE	21-Sep-17	A2ZINFRA	IL&FS FINANCIAL SERVICES LTD - PROPRIETARY PORTFOLIO	SELL	1834357	42
NSE	21-Sep-17	A2ZINFRA	PARAMOUNT FINTRADE PVT LTD	SELL	790205	43
NSE	21-Sep-17	AKSHOPTFBR	IVORY CONSULTANTS PVT LTD.	SELL	900000	26
NSE	21-Sep-17	HINDMOTORS	LIMITED SOORYA VANIJYA & INVESTMENT	SELL	1300000	8
NSE	21-Sep-17	IOLCP	INDIASTAR (MAURITIUS) LIMITED	SELL	1100000	51
NSE	21-Sep-17	JPASSOCIAT	SHAASTRA SECURITIES TRADING PRIVATE LIMITED	SELL	16910788	19
NSE	21-Sep-17	KAMATHOTEL	MANOJ KUMAR MEHTA HUF	SELL	150000	114
NSE	21-Sep-17	KAMATHOTEL	RAHUL DOSHI	SELL	353201	111
NSE	21-Sep-17	MATRIMONY	ALPHAGREP COMMODITIES PRIVATE LIMITED	SELL	121769	934
NSE	21-Sep-17	MATRIMONY	BNP PARIBAS ARBITRAGE	SELL	134102	957
NSE	21-Sep-17	NELCO	WAY2WEALTH ENTERPRISES PRIVATE LIMITED	SELL	140848	128
NSE	21-Sep-17	SALASAR	PARTH INFIN BROKERS PVT LTD	SELL	91603	310
NSE	21-Sep-17	SMSLIFE	NEGEN CAPITAL SERVICES PVT LTD	SELL	19869	496
NSE	21-Sep-17	SORILHOLD	BHAVIN Y MEHTA	SELL	413675	63
NSE	21-Sep-17	SORILHOLD	CHANDRASEKHAR REDDY SURA	SELL	300000	64
NSE	21-Sep-17	SORILHOLD	RAHUL DOSHI	SELL	456472	62
NSE	21-Sep-17	TFCILTD	MANGAL SAVITRI BIZCON PVT LTD	SELL	576287	171
NSE	21-Sep-17	VICEROY	BHAVIN Y MEHTA	SELL	245880	22
NSE	21-Sep-17	VIVIDHA	SMITHBLOCK FINANCIAL SERVICES PRIVATE LIMITED	SELL	1604940	1
NSE	21-Sep-17	VIVIMEDLAB	N.K. SECURITIES	SELL	426178	147
NSE	21-Sep-17	VIVIMEDLAB	PRAVIN CHAGANLAL CHHEDA	SELL	543324	149
NSE	21-Sep-17	VIVIMEDLAB	SHAH NIRAJ RAJNIKANT	SELL	483432	143

F&O OPEN INTEREST (Number of Contracts)



MARKET MOVERS (1 MONTH CHANGE)



Economic Calendar					
Country	Monday 18th Sept 17	Tuesday 19th Sept 17	Wednesday 20th Sept 17	Thursday 21th Sept 17	Friday 22th Sept 17
US	NAHB Housing Market Index , TIC Long-Term Purchases	Building Permits , Current Account , Housing Starts ,Import Prices m/m	Existing Home Sales , Crude Oil Inventories , FOMC Economic Projections , FOMC Statement , Federal Funds Rate , FOMC Press Conference.	Unemployment Claims , Philly Fed Manufacturing Index, HPI m/m , CB Leading Index m/m , Natural Gas Storage	Flash Manufacturing PMI , Flash Services PMI
UK/EURO ZONE	Italian Trade Balance , Final CPI y/y, German Buba Monthly Report	Current Account , German ZEW Economic Sentiment , ZEW Economic Sentiment , 30-y Bond Auction	German PPI m/m , Retail Sales m/m	ECB Economic Bulletin , Public Sector Net Borrowing , High Street Lending , Consumer Confidence.	French Flash Manufacturing PMI , French Flash Services PMI , German Flash Manufacturing PMI , German Flash Services PMI , Flash Manufacturing PMI , Flash Services PMI
INDIA	Balance of Trade				



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