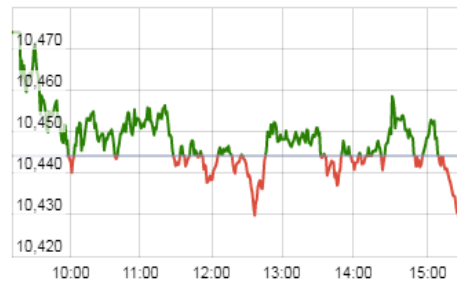


KEY LEVELS

Support 1 : 10720

Resistance 1 : 10530

Nifty Intraday Chart



Market Outlook

Yesterday we have seen a range bound and choppy movement of Indian equities and after opening on a subdued note, nifty traded in the band of 10428-10460. At the end of the day the index closed near flat at 10440.30. The broader market was in favor of bulls as the small cap and midcap indices outshined the benchmark index and closed the day after gaining over 1% each.

On the sectoral front, some buying interest was witnessed in Realty and Metal stocks while Auto stocks traded lower. The breadth of the market was positive and about two shares advanced for every share declined at NSE.

Positivity post-Gujarat election outcome brought Nifty close to its upper end of the current trading range of 10000-10500. Rising inflation, fiscal slippage has forced the bond yield to go up to 7.2%. This should ideally make market valuation multiple go lower. Though we believe Nifty will continue to trade in a broader range and near-term upside should be limited to 10,550. How earning for remaining 2 quarters of FY18 and expectation for FY19 shapes up will be key to the continued buoyancy of the market

Market

Market	Value	% Change
Morning Traded Market		
SGX NIFTY	10,462.50	0.08%
NIKKIE	22,887.38	0.09%
HANG SENG	29,505.05	0.47%
Yesterday Closing Market		
Sensex	33,756.28	-0.06%
Nifty	10,440.30	-0.04%
DOW	24,782.29	0.23%
NASDAQ	6,965.36	0.06%
CAC	5,385.97	0.62%
DAX	13,109.74	0.31%
FTSE	7,603.98	1.04%
EW ALL SHARE	19,779.26	0.34%

% Change in 1 day

Commodity Price (Yesterday Closing)

Commodity/Currencies	Value	% Change
GOLD	28508.00	0.05%
SILVER	37555.00	-0.24%
CRUDEOIL	64.68	-0.11%
NATURALGAS	166.80	-1.30%
DOLLAR/RS.	64.05	-0.08%
EURO/RS.	76.06	0.19%
POUND/RS.	85.65	-0.32%

% Change in 1 day

Institutional Turnover

FII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
21-Dec-17	4753	5137	(384)
Dec-17	78507	86312	(7805)
2017	1254369	1298920	(44551)
DII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
21-Dec-17	4731	3157	1574
Dec-17	55639	47893	7746
2017	806960	719720	87240

Quote of the Day : "The line separating investment and speculation, which is never bright and clear, becomes blurred still further when most market participants have recently enjoyed triumphs. Nothing sedates rationality like large doses of effortless money." **Warren Buffett**

Event Today

Interim Dividend

KUSHAL : Rs 0.05/-

(Exdate : 22.12.2017)

Stock Split

PREMPIPES (From Rs.10/- to Rs.5/-)

(Exdate : 22.12.2017)

PNCINFRA

"ACCUMULATE"

21th Dec 2017

PNCINFRA is the north based infrastructure development company with pan India presence. Currently, PNC is executing 17 EPC and 5 HAM projects across the country with Rs.11148 Cr of Order Book. However, revenue growth in H1FY18 was negative due to delay in appointment date in some of the large EPC projects. Recently PNCINFRA has achieved financial closure of 3 HAM projects namely Jhansi-Khajuraho section I & II and Chitradurga – Davanagere. The construction work on these projects will start soon. We believe sales to grow by 36% CAGR over FY17 to FY20E on the back of strong order backlog. We expect a spike in EBITDA margin in FY18 on account of early completion bonus of 70-80 Cr. On the other hand, availability of interest-free mobilization advances will help to keep short-term borrowings down going ahead. We are rolling over our estimates to FY20 and maintain "ACCUMULATE" rating on PNCINFRA with a target price of Rs.212 (18x FY20E EPS)

HDFCBANK

"ACCUMULATE"

21th Dec 2017

We continue to like HDFC Bank given its strong fundamentals, steady loan growth, adequate capital, best in assets quality, strong branch network and intensive digitalization initiatives. With all levers set, HDFCBANK is poised for strong business growth from the expected upturn in economy. Continuation of strong loan growth has resulted in gain of market share from its peers. Recent hardening of bond yield has resisted the scope of NIM improvement. However healthy CASA ratio in the range of 43%, higher yield assets mix and massive capital infusion will provide cushion to NIM in near term. Post capital dilution, we expect HDFC Bank to report RoE/RoA in the range of 16.5% and 2.1% in FY19. On the back of increased book value, we increase our target price from Rs 1989 to Rs 2057 at 3.85x BV FY19e and recommend to ACCUMULATE.

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

Top News**>> Shriram Transport Finance Corporation Mgt Guideline :**

Credit demand is good in Q3FY18, the rural economy is doing good because post-harvest there seems to be better demand coming from the rural side.

Company has a good securitisation arrangement for Q3 and also last quarter will be higher, which will aid in maintaining net interest margins (NIMs),

Company had indicated 12-15 percent assets under management (AUM) growth over the previous year, we should be able to do more than that around 15 percent. We expect more investment in the infrastructure next year

>> Jyothy Laboratories is now looking at riding the Ayurveda wave. The company is planning a series of new launches in the Ayurveda space which will lead to the company more than doubling its revenues from personal care space by 2021. Company is completely geared up for the launch of ayurvedic products, personal care products by 2021-2022. Company Will launch two more home care products in FY18-FY19

Company is targeting around Rs 400-500 crore of revenues in two-three years' time from ayurvedic products,

>> Sun Pharmaceutical Industries has started recalling two batches of Riomet (metformin hydrochloride) Oral Solution voluntarily from the US market due to microbial contamination.

According to a notification put up by the US Food and Drug Administration in its website, the recall was initiated by the firm under 'Class-II' classification. The notification did not mention the quantity that is being recalled.

>> Wipro said Azim Premji Trust, along with other promoter entities, has sold its 2.73 percent stake for more than Rs 5,700 crore in the recently concluded buyback offer.

>> Muthoot Finance Mgt Guideline : Gold financiers are facing stress in terms of growth. Company has seen a little uptick in the assets under management (AUM) growth. The company has started a new scheme for SME lending at a loan of 12 percent with diminishing rate of interest

Around 4-5 percent of loan growth we should see in this quarter, Company would like to keep it at 10-12 percent NIMs

>> Apollo Tyres Mgt Guideline : It has been a challenging year. There was a big positive reform because of goods and services tax (GST) happening, we had the emission norms changing in commercial vehicles (CVs), so we have had a challenging Q1 and Q2. As far as Europe is concerned, we are already producing close to 3,000-4,000 tyres per day from Hungary. Our target is to get to 8,000 passenger car tyres per day by March end and we are in-line with it.

>> TeamLease Services Mgt guideline : Q2 was tepid for us with the introduction of goods and services tax (GST). The tepidness in the markets continued for us in Q3 as well because most of the clients were grappling with the provisions of GST.

Company is expecting Q3 to be a bit softer but we do expect the market to start picking up from Q4 onwards

Company will continue to grow the company between 20 percent and 25 percent,

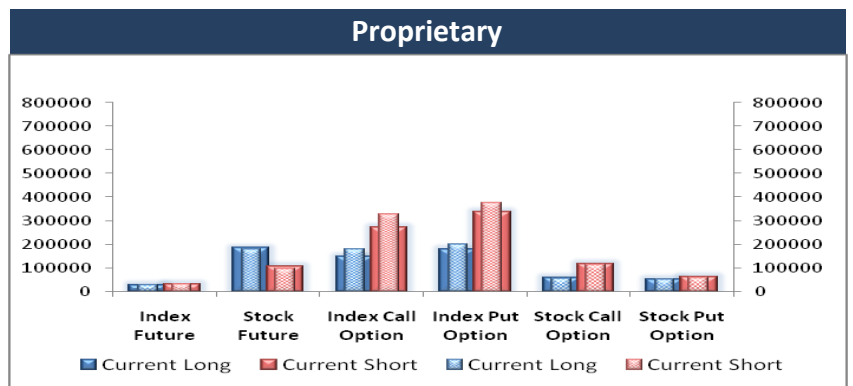
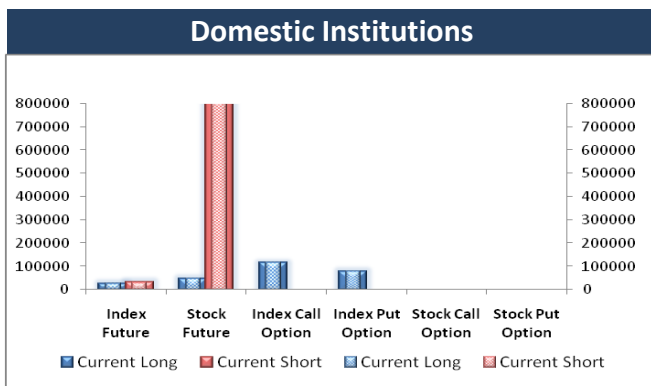
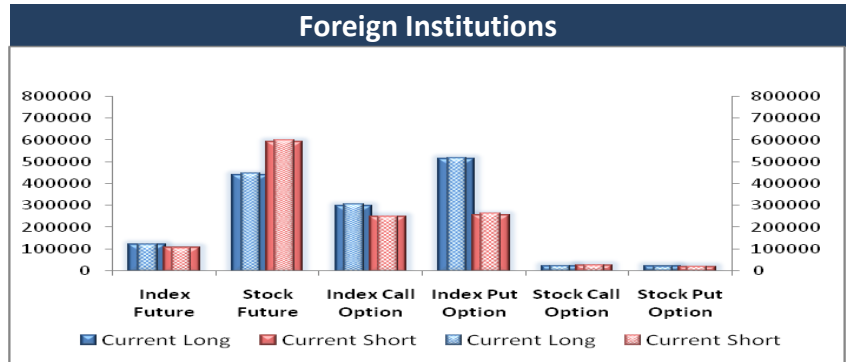
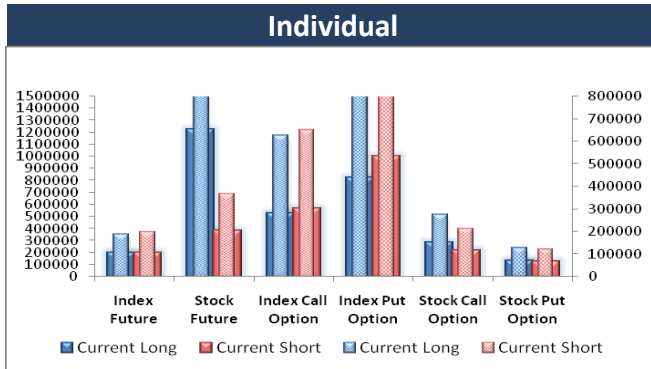
>> New India Assurance Mgt Guideline : The insurance industry is growing at a good pace. Q3 so far has been pretty good for us. We are growing little ahead of the market growth and we are sure that this trend would continue in course of the entire year. Certainly our performance would be better than the market performance as far as premium growth is concerned

>> The Mahindra Group announced an investment of 200,000 euros in a Finnish start-up which won a competition run by the Indian conglomerate in search for the next big idea.

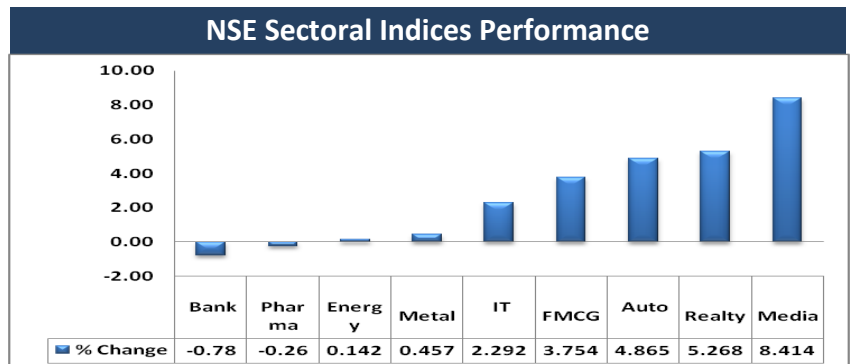
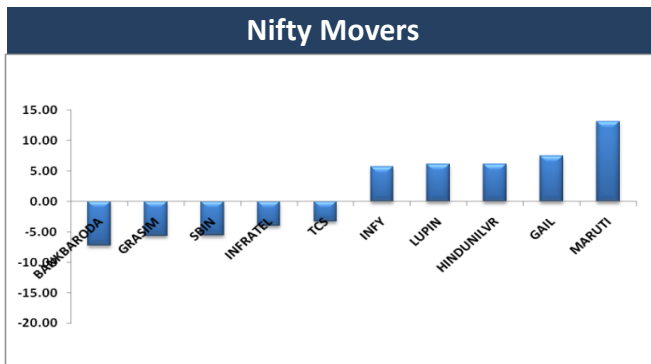
Block Deal

Exchange	Deal Date	Company	Client Name	Deal Type	Quantity	Price
NSE	21-Dec-17	ARCHIES	ASHWIN STOCKS AND INVESTMENT PRIVATE LIMITED	BUY	189000	55
NSE	21-Dec-17	ARCHIES	BP FINTRADE PRIVATE LIMITED	BUY	186825	54
NSE	21-Dec-17	ARCHIES	RAHUL DOSHI	BUY	214621	55
NSE	21-Dec-17	GITANJALI	ASHOK KUMAR GUPTA	BUY	1494757	70
NSE	21-Dec-17	GITANJALI	PATEL MANAV NARESHBHAI	BUY	899173	70
NSE	21-Dec-17	MOSERBAER	MULTIPLIER S AND S ADV PVT LTD	BUY	1286517	5
NSE	21-Dec-17	ONWARDTEC	ARCADIA SHARE & STOCK BROKERS PRIVATE LIMITED	BUY	91312	135
NSE	21-Dec-17	PASHUPATI	PARAK TRADEWING LLP	BUY	56000	75
NSE	21-Dec-17	RCOM	ADROIT SHARE & STOCK BROKER PVT. LTD.	BUY	15342460	18
NSE	21-Dec-17	RCOM	SHAASTRA SECURITIES TRADING PRIVATE LIMITED	BUY	39933230	18
NSE	21-Dec-17	SRLTD	SHPL ENTERPRISES	BUY	1731363	2
NSE	21-Dec-17	SUMEETINDS	POOJA ARVIND GOYAL	BUY	342176	30
NSE	21-Dec-17	SUNDARAM	AGARWAL SANGEETA	BUY	1688784	5
NSE	21-Dec-17	VINYLINDIA	NAVY STOCK CONSULTANT PRIVATE LIMITED	BUY	162918	104
NSE	21-Dec-17	VIVIMEDLAB	JOYNET DEVELOPERS LLP	BUY	1050618	105
NSE	21-Dec-17	VIVIMEDLAB	POOJA ARVIND GOYAL	BUY	1397322	104
NSE	21-Dec-17	VIVIMEDLAB	SHAH NIRAJ RAJNIKANT	BUY	148	104
NSE	21-Dec-17	ZENTEC	NILU SANJAY PODDAR	BUY	390000	131
NSE	21-Dec-17	ARCHIES	ASHWIN STOCKS AND INVESTMENT PRIVATE LIMITED	SELL	189000	54
NSE	21-Dec-17	ARCHIES	BP FINTRADE PRIVATE LIMITED	SELL	128825	55
NSE	21-Dec-17	ARCHIES	RAHUL DOSHI	SELL	252097	55
NSE	21-Dec-17	ARCHIES	RAJASTHAN GLOBAL SECURITIES PVT LTD	SELL	200000	53
NSE	21-Dec-17	GITANJALI	ASHOK KUMAR GUPTA	SELL	1494757	69
NSE	21-Dec-17	GITANJALI	CHAITYA RAJESH SHAH	SELL	894754	70
NSE	21-Dec-17	GITANJALI	PATEL MANAV NARESHBHAI	SELL	899173	70
NSE	21-Dec-17	MERCATOR	IVORY CONSULTANTS PVT LTD.	SELL	3109037	35
NSE	21-Dec-17	MOSERBAER	MULTIPLIER S AND S ADV PVT LTD	SELL	362517	5
NSE	21-Dec-17	ONWARDTEC	ARCADIA SHARE & STOCK BROKERS PRIVATE LIMITED	SELL	91312	134
NSE	21-Dec-17	POLARIS	MAHINDRA ASSET MANAGEMENT CO LTD (SSV2 -SELL CC	SELL	622018	359
NSE	21-Dec-17	RCOM	ADROIT SHARE & STOCK BROKER PVT. LTD.	SELL	15342460	18
NSE	21-Dec-17	RCOM	SHAASTRA SECURITIES TRADING PRIVATE LIMITED	SELL	39933230	18
NSE	21-Dec-17	SRLTD	BTL HOLDING COMPANY LIMITED	SELL	2662527	2
NSE	21-Dec-17	SRLTD	SHPL ENTERPRISES	SELL	1731363	2
NSE	21-Dec-17	SUMEETINDS	POOJA ARVIND GOYAL	SELL	342176	30
NSE	21-Dec-17	SUMEETINDS	SHAH NIRAJ RAJNIKANT	SELL	396954	30
NSE	21-Dec-17	SUNDARAM	AGARWAL SANGEETA	SELL	1688784	5
NSE	21-Dec-17	TARAJEWELS	RAJEEV VASANT SHETH	SELL	197869	17
NSE	21-Dec-17	VINYLINDIA	NAVY STOCK CONSULTANT PRIVATE LIMITED	SELL	162882	104
NSE	21-Dec-17	VIVIMEDLAB	JOYNET DEVELOPERS LLP	SELL	1050618	103
NSE	21-Dec-17	VIVIMEDLAB	POOJA ARVIND GOYAL	SELL	1397322	104
NSE	21-Dec-17	VIVIMEDLAB	SHAH NIRAJ RAJNIKANT	SELL	513750	105
NSE	21-Dec-17	ZENTEC	CHANDRA SEKHAR MOTURU	SELL	1000000	131

F&O OPEN INTEREST (Number of Contracts)



MARKET MOVERS (1 MONTH CHANGE)



Economic Calendar

Country	Monday 18th Dec 17	Tuesday 19th Dec 17	Wednesday 20th Dec 17	Thursday 21th Dec 17	Friday 22th Dec 17
US		Building Permits , Current Account , Housing Starts , S&P/CS Composite-20 HPI y/y , CB Consumer Confidence	Existing Home Sales , Crude Oil Inventories	Final GDP Price Index q/q ,Final GDP q/q , Unemployment Claims , Philly Fed Manufacturing Index , HPI m/m , Flash Manufacturing PMI , Flash Services PMI , CB Leading Index m/m , Natural Gas Storage	Core Durable Goods Orders m/m , Core PCE Price Index m/m , Durable Goods Orders m/m , Personal Spending m/m , Personal Income m/m , New Home Sales
UK/EURO ZONE	Italian Trade Balance , Final CPI y/y , Final Core CPI y/y , German Buba Monthly Report	German Ifo Business Climate , CBI Realized Sales ,	Current Account , Italian Monthly Unemployment RateBelgian NBB Business Climate , Consumer Confidence	French Flash Manufacturing PMI , French Flash Services PMI , German Flash Manufacturing PMI , German Flash Services PMI , Flash Manufacturing PMI , Flash Services PMI , Public Sector Net Borrowing ,GfK Consumer Confidence	Final GDP Price Index q/q ,Final GDP q/q , Unemployment Claims , Philly Fed Manufacturing Index , HPI m/m , Flash Manufacturing PMI , Flash Services PMI , CB Leading Index m/m , Natural Gas Storage
INDIA					



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