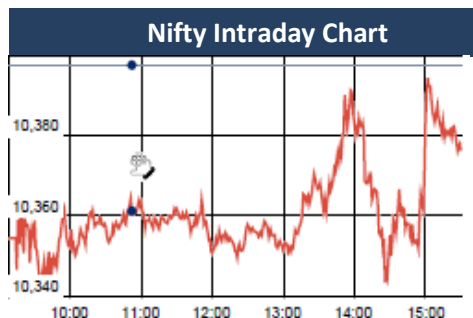


KEY LEVELS

Support 1 : 10378
Support 1 : 10350

Resistance 1 : 10420
Resistance 2 : 10463



Market Outlook

Yesterday we have seen a volatile movement of Indian equities and after opening on a subdued note, Nifty fell to make a low of 10340.65 and then it rose to make a high of 10397.55. At the end of the day the index closed at 10382.70. It had a net loss of 0.14% over the previous trading day's close. The midcap and small cap indices slightly underperformed the benchmark index and closed the day after losing 0.5% each.

On the sectoral front, some buying interest was witnessed in Information Technology stocks while Auto and Media stocks have shown some weakness. The breadth of the market was negative and about two shares declined for every share advanced at NSE.

Yesterday, Nifty opened around 10354, made a low of 10340, after making a high of 10397 closed higher side around 10382.45(-14) and traded within a narrow range of 57 points. Nifty recovered from previous day's low, indicates decline may be limited lower side and a decent pullback is expected.

Although near term trend of market is still down, Nifty is taking support from 10350 levels since last 3 days. Unless 10350 levels are breached, we expect Nifty to trade in a range of 10350-10460 with a positive bias. Nevertheless if Nifty trades above 10430 levels, a sharp up move cannot be ruled out.

We maintain buy on decline view for the day.

Market

Market	Value	% Change
Morning Traded Market		
SGX NIFTY	10,398.00	0.12%
NIKKIE	21,780.91	0.20%
HANG SENG	31,211.76	0.79%
Yesterday Closing Market		
Sensex	33,819.50	-0.07%
Nifty	10,382.70	-0.14%
DOW	24,962.48	0.66%
NASDAQ	7,210.09	-0.11%
CAC	5,309.23	0.13%
DAX	12,461.91	-0.07%
FTSE	7,252.39	-0.40%
EW ALL SHARE	19,135.89	-0.40%

% Change in 1 day

Commodity Price (Yesterday Closing)

Commodity/Currencies	Value	% Change
GOLD	30573.00	0.32%
SILVER	38695.00	0.14%
CRUDEOIL	66.28	0.05%
NATURALGAS	175.30	0.03%
DOLLAR/RS.	64.04	0.42%
EURO/RS.	79.91	0.12%
POUND/RS.	90.26	0.07%

% Change in 1 day

Institutional Turnover

FII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
22-Feb-18	7595	9931	(2335)
Feb-18	79140	93496	(14356)
2018	213362	218150	(4788)
DII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
22-Feb-18	6510	5451	1059
Feb-18	65676	53430	12246
2018	158706	146061	12645

Event Today

Interim Dividend

CARBORUNIV : Rs 1.00/-
DHANUKA : Rs 2/-
MUL : 0.50/-
PGFOIL : 1.20/-
(Exdate : 23.2.2018)

Result

DCMSHRIRAM

Quote of the Day : "On one point, I am clear. I will not abandon a previous approach whose logic I understand (although I find it difficult to apply) even though it may mean foregoing large, and apparently easy, profits to embrace an approach which I don't fully understand, have not practiced successfully, and which possibly could lead to substantial permanent loss of capital."

Warren Buffett

IGL**"ACCUMULATE"****23th Feb 2018**

IGL has posted robust set of numbers in Q3 FY18. Revenue was higher by 25% YoY to Rs.1308 Cr. backed by strong volume and realization growth in CNG segment. PNG segment is also improving gradually on the back of increasing domestic PNG connections as well as industrial customers. On the CNG front, nearly 3,000-4,000 private cars and 1,000 taxis are getting converted into CNG every month. This will lead to volume growth of 10-12% annually in next two years. Currently the stock is trading at 30x FY19e EPS. Considering the network expansion in new geographies like Gurugram and Karnal, which will increase the volume growth going ahead, we increase our valuation multiple to 32x FY19e EPS and increase our target price to Rs. 319. We revise our rating from NEUTRAL to ACCUMULATE.

GAIL**"BUY"****22th Feb 2018**

Gail has posted numbers better than our expectations for Q3 FY18. Sales and PAT grew by 19% and 28% YoY respectively in the last quarter. Higher revenue attributed to 6% volume growth in both natural gas marketing and gas transmission segment. The company is focusing on expansion through city gas distribution network by extensively developing its pipeline network (like Kochi pipeline, Urja Ganga project etc). This gives us visibility for long term growth prospect of the company and we expect company to grow the gas transmission volume to the extent of 12-15% in FY19E. Going forward, we expect ROE to become 11.6%, 243 bps improvement, with stable margins and hence we maintain our estimates and target price of Rs. 542 which gives us potential upside of 16% after recent correction in the stock price and we revise our rating from ACCUMULATE to BUY.

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

Top News

>> **Future Retail Mgt Guideline** : Priority is to be relevant to consumers and run an efficient business . There is no specific discussion to bring a strategic investor on board right now. On store opening, that store opening is quite robust. Company has enough number of doors which are coming up, the development cycle is also looking quite positive.

Company is quite confident of the fact that company can keep rolling out stores on their own. company definitely believe the fact that the potential continues to be there to have up to 10,000 supermarkets and company is committed to ensure that company build the right model which can allow to scale it to that level

>> **NALCO Mgt Guideline** : Company said that Q3 aluminium prices averaged around USD 2,100 per tonne. Company is seeing some increase in input prices that will support price of final product.

The current caustic soda price is around Rs 39,000 per tonne. However, Company expect caustic prices to cool down going ahead,

Company is expecting aluminium realisations to improve this year. Company will be making 13 shipments in Q4.

>> **Tech Mahindra Mgt Guideline** : The commentary from NASSCOM suggested that FY19 would be better. Company feel lot more confident about the IT sector now. Company is seeing revival in communication space given 5G. Company has completed 10 deals in Q3 and have tremendous revenue visibility for quarters going ahead. Indian IT has been able to evolve upwards on the value chain. Mgt said that bottom is made for the IT sector. However, not sure if the growth rate would be significantly better in near term

>> **Royal Orchid Hotels** expect revenue of Rs 35 lakh from Nashik hotel. Company said that an average revenue per room is expected to be Rs 5,500-6,000 in the Nashik property.

Company expect consolidated FY19 EBITDA to be at Rs 50 crore. The current debt on a consolidated basis at Rs 77 crore

>> **Mastek Mgt Guideline** : Company can clearly see that the demand environment has improved and in the two key markets that we operate in UK as well as in US, company clearly see that there are enough and more inquiries and the demand generation is good .

Brexit has thrown up a slew of opportunities for companies like Mastek because it has led to creation of possibly more than 30 departments within the UK government and a lot of them need IT support

North America business shows a positive momentum and there company is focused on digital transformation and digital commerce space . Company see significant demand there and company is servicing that

>> **ONGC** is set to hire international oil service giants for the first time to boost output from domestic oil fields in response to a government push to increase local supplies and cut expensive imports.

ONGC has short-listed US oil service companies Halliburton, Schlumberger and GE subsidiary Baker Hughes to submit proposals on boosting production from two onshore fields

>> **Mahindra CIE Automotive** reported a strong quarter with 22 percent revenue growth. They follow the calendar year process and therefore it's Q4 for them. Europe business aided performance. The topline will continue to increase due to Mexican plant ramp-up.

European markets are looking strong

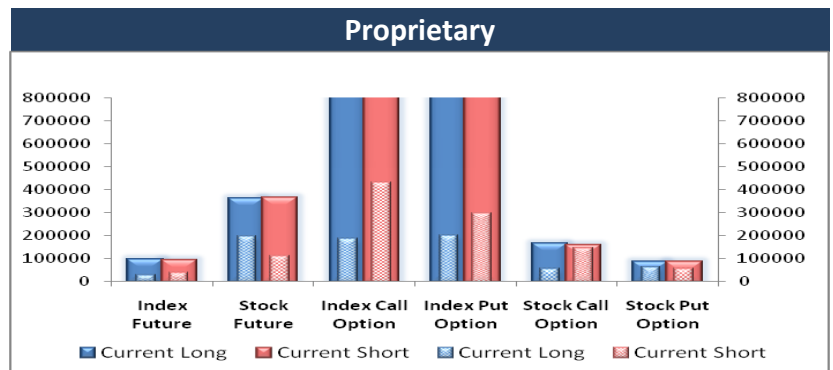
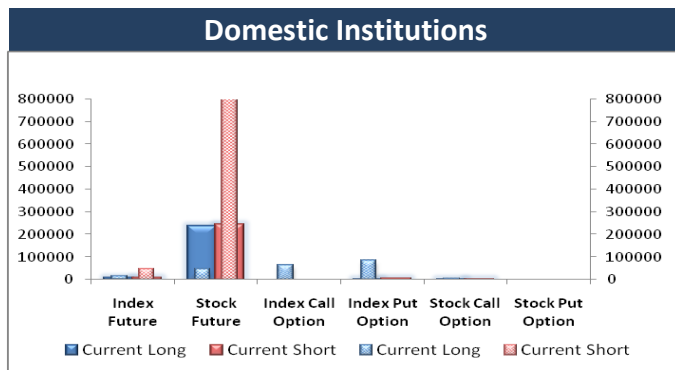
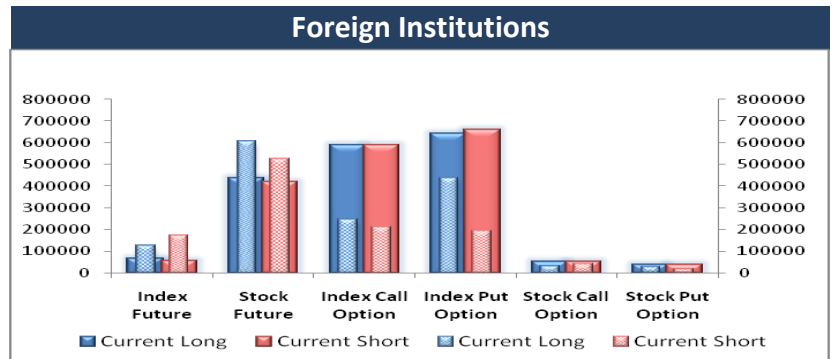
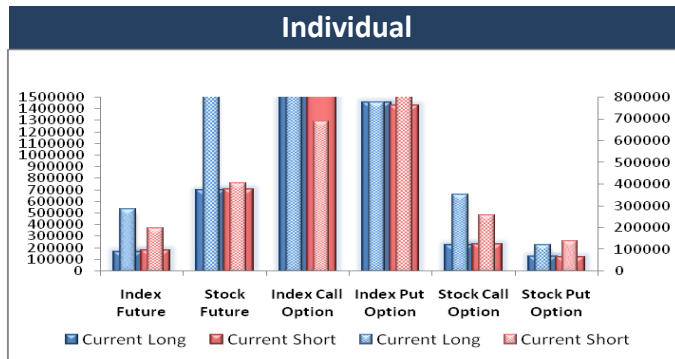
Company said return on capital employed (RoCe) is at 12 percent and Company is looking to improve it.

RoCe impacted slightly due to Bill Forge acquisition

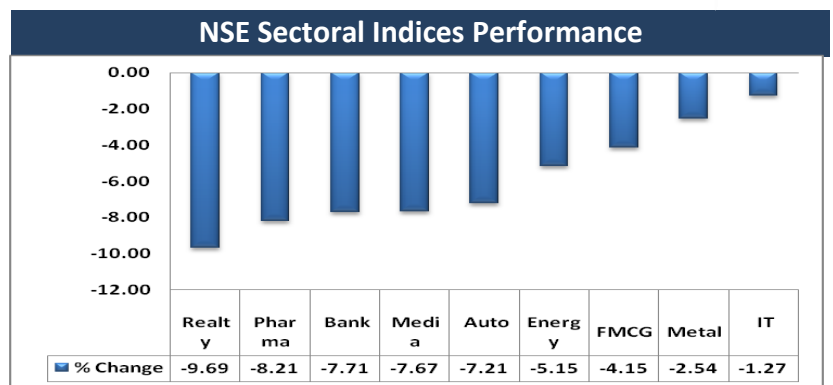
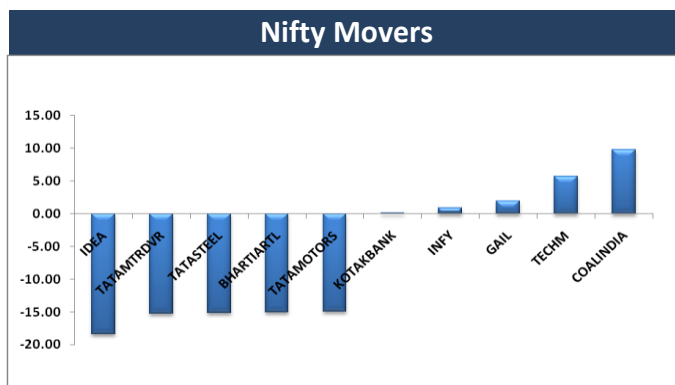
Block Deal

Exchange	Deal Date	Company	Client Name	Deal Type	Quantity	Price
NSE	22-Feb-18	AVADHSUGAR	RITU SONTHALIA	BUY	103000	685
NSE	22-Feb-18	DHAMPURSUG	MUGI CONSTRUCTIONS PRIVATE LIMITED	BUY	362000	194
NSE	22-Feb-18	GEEKAYWIRE	SAROJ BALA	BUY	56000	34
NSE	22-Feb-18	PGEL	LIMITED SHILPHY STEEL PRIVATE	BUY	87115	297
NSE	22-Feb-18	AVADHSUGAR	MUGI CONSTRUCTIONS PRIVATE LIMITED	SELL	103000	685
NSE	22-Feb-18	DHAMPURSUG	RITU SONTHALIA	SELL	362200	194
NSE	22-Feb-18	FORTIS	EARC TRUST SC 304	SELL	3693965	147
NSE	22-Feb-18	GEEKAYWIRE	HEMANTKUMAR AGARWAL	SELL	44000	34
NSE	22-Feb-18	GEEKAYWIRE	LALITHA DEVI AGARWAL	SELL	48000	34
NSE	22-Feb-18	KTKBANK	CQUARIE EMERGING MARKETS ASIAN TRADING PTE LIMIT	SELL	1748000	129
NSE	22-Feb-18	PGEL	LIMITED SHILPHY STEEL PRIVATE	SELL	87115	327

F&O OPEN INTEREST (Number of Contracts)



MARKET MOVERS (1 MONTH CHANGE)



Result Calendar Q3FY18

Bse Code	Company Name	Date	Bse Code	Company Name	Date
523367	DCMSHRIRAM	23-Feb-18	504959	STOVACQ	27-Feb-18
524788	ELDERPG	23-Feb-18	507205	TI	27-Feb-18
515145	HINDNATGLS	23-Feb-18	509550	GAMMONIND	28-Feb-18
531109	ISHANCH	23-Feb-18	540530	HUDCO	28-Feb-18
505029	ATLASCYCLE	24-Feb-18	532479	ISMTLTD	28-Feb-18
509960	UPHOT	24-Feb-18	532976	JAIBALAJI	28-Feb-18
532810	PFC	26-Feb-18	500339	RAIN	28-Feb-18
532343	TVSMOTOR	26-Feb-18	534309	NBCC	8-Mar-18
500123	ELANTAS	27-Feb-18	520056	SUNCLAYLTD	15-Mar-18
500312	ONGC	27-Feb-18			

Earning Estimate Q3FY18

Date	NSE CODE	Sales Rs Cr	Sales YoY	Pat Rs Cr	PAT YoY
22-Feb-18	SANOFI	689	16.50	72	42.90
28-Feb-18	RAIN	3230	35.50	335	211.10

Result Q3FY18

Date	NSE CODE	Sales Rs Cr	Sales YoY	Pat Rs Cr	PAT YoY
500249	KSBPUMPS	328	31.54	29	24.37
500126	MERCK	304	26.71	26	41.21
500674	SANOFI	632	11.86	75	40.04

Economic Calendar

Country	Monday 19th Feb 18	Tuesday 20th Feb 18	Wednesday 21th Feb 18	Thursday 22th Feb 18	Friday 23th Feb 18
US		Current Account , Philly Fed Manufacturing Index	Existing Home Sales , Crude Oil Inventories , FOMC Economic Projections, FOMC Statement , Federal Funds Rate , FOMC Press Conference	Unemployment Claims , HPI m/m , Flash Manufacturing PMI , Flash Services PMI , CB Leading Index m/m , Natural Gas Storage	
UK/EURO ZONE	Trade Balance , CBI Industrial Order Expectations , German Buba Monthly Report	CPI y/y, PPI Input m/m , Core CPI y/y , HPI y/y, PPI Output m/m, RPI y/y	Average Earnings Index 3m/y , Claimant Count Change , Public Sector Net Borrowing , Unemployment Rate , 30-y Bond Auction , Consumer Confidence	French Flash Manufacturing PMI , French Flash Services PMI, German Flash Manufacturing PMI , German Final Services PMI , Flash Manufacturing PMI , Flash Services PMI, Current Account , ECB Economic Bulletin ,Retail Sales m/m, MPC Official Bank Rate Votes , Monetary Policy Summary , Official Bank Rate , Asset Purchase Facility , MPC Asset Purchase Facility Votes, CBI Realized Sales	
INDIA					



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