

**KEY LEVELS**

Support 1 : 10370

Resistance 1 : 10530



**Market Outlook**

After giving a gap-down opening, Nifty fell to make a weekly low of 10074.80 and then it continuously rose to make a weekly high of 10500.95 on Friday. At the end of the week the index closed at 10493. It had a net gain of 1.55% over the previous week's close. The broader market was in favor of bulls as the small cap and midcap indices outshined the benchmark index and closed the week after gaining over 4% each.

On the sectoral front, the buying was witnessed across the board. Realty, Auto, Metal and Pharmaceutical stocks were on the buyers' radar.

Last week, Nifty has come close to top-end of its existing range. Initial open interest built up for January series suggests that Nifty is opening itself for levels of 10700. But till 10,550 is not taken out, we should better maintain a cautious stance at current levels. Rising inflation, fiscal slippage has forced the bond yield to go up to 7.2%. This should ideally make market valuation multiple go lower.

Interestingly sharp fall in bitcoin over last 3-4 trading session has yet not impacted any of the traditional financial markets due to non-existent institutional link. But at current level keeping an eye on global cues would be important.

Market		
Market	Value	% Change
<b>Morning Traded Market</b>		
SGX NIFTY	10,528.50	-0.01%
NIKKIE	22,910.79	-0.12%
HANG SENG	Closed	
<b>Yesterday Closing Market</b>		
Sensex	33,940.30	0.55%
Nifty	10,493.00	0.50%
DOW	24,754.06	-0.11%
NASDAQ	6,959.96	-0.08%
CAC	5,364.72	-0.40%
DAX	13,072.79	-0.34%
FTSE	7,592.66	-0.15%
EW ALL SHARE	19,874.89	0.48%

% Change in 1 day

**Commodity Price ( Yesterday Closing )**

Commodity/Currencies	Value	% Change
GOLD	28655.00	0.54%
SILVER	37955.00	1.13%
CRUDEOIL	64.73	0.00%
NATURALGAS	170.40	2.10%
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.)
22-Dec-17	3653	3546	108
Dec-17	82160	89857	(7697)
2017	1258022	1302465	(44443)
DII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
22-Dec-17	3783	3412	372
Dec-17	59422	51304	8118
2017	810743	723132	87611

**Quote of the Day** : "The way to win is to work, work, work, work, and hope to have a few insights. And you're probably not going to be smart enough to find thousands in a lifetime. And when you get a few, you really load up. It's just that simple." **Charlie Munger**

**Event Today**

**Stock Split**

JINDWORLD ( From Rs.10/- to Rs.5/-)  
( Exdate : 26.12.2017)

**KNRCON**

"HOLD"

26th Dec 2017

KNRCON is one of the fastest growing company in Engineering, Procurement and Construction segment. Company undertakes EPC projects in Roads and Highways, Irrigation and Urban Water Infrastructure. KNRCON posted mix set of numbers in Q2FY18. Revenue was up by the 5% YoY while adj. Revenue visibility continues to reduce from 4.1x to 2.1x of TTM revenue but we expect strong recovery in bidding activity in second half of FY18. Earlier management was reluctant to take HAM projects but now management is ready to take up and expect to win at least Rs.2500-3000 Cr of new orders (50-50% from EPC and HAM) in second half of FY18. Based on the KNRCON's strong execution capabilities we are confident that the revenue will grow by 15% CAGR over FY17 to FY20E with 8.7% CAGR earnings growth in same period. We are rolling over our estimates to FY20 and value KNRCON at 22x FY20E EPS. Recent run up in stock price limits near term further price appreciation possibility. Hence, we change our rating on the stock from "ACCUMULATE" to "HOLD" with target price 317.

**PNCINFRA**

"ACCUMULATE"

22th 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)

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

>> **Eicher Motors Mgt Guideline** : Eicher Motors said with the teething troubles due to GST behind us the benefits have started flowing through. There has been lot of optimization of warehouses and this leads to migration towards high tonnage trucks along with overloading restrictions in various states has aided growth for the company.

The traction in commercial vehicles has been good for the industry although in the month of November, which is seasonally a weak quarter for the company the sales are a bit tepid but it was still good compared to the earlier years. Moreover, October was a festive month, so sales were good. However, December will again see good number because of year-end sales.

Going forward after March 2018, the company is not expecting any disruptions and in fact more benefits of GST to flow through. When commodity prices go up they have to pass on the increase in prices. They have already passed around 1-2 percent price increases this month for their light and medium duty truck

>> **Transformers and Rectifiers-India Mgt Guideline** : The current order book is little over Rs 900 crore and we are expecting another order worth Rs 80-100 crore in the near-term. On exports, Mgt said that it contributes around 11-12 percent of total revenue in FY18.

Second half is definitely going to be better than first half. Q4 is going to be exceptionally good given the execution of export orders. Company Expect margin to remain steady at 10-11 percent in FY18

>> **Omax Auto Mgt Guideline** : The railways is sourcing 80,000 bio-toilets from 9 firms and amongst those 9 firms .

Omax Auto manufactures auto and non-auto components. 33,000 bio-toilets have been installed as of November-end and cost of toilets is about Rs 1 lakh each and the total order size is Rs 800 crore.

Omax is in the process of executing an order worth Rs 250 crore that we won .This order will make Omax Auto the largest supplier for , for the railway board .Railways currently account for 15 percent of our overall sales turnover.

>> **Yuken India Mgt guideline** : The company has signed a joint development project with Brigade, which will be launched by March of next year. The plans have gone for approval. We expect to get about Rs 160 crore over the next three years starting from the launch .

Company expect revenue to double to Rs 600 crore by end of 2022 .On margins, Company should see around 13 percent by end of this year . Current year has been good and we believe that the demand is going to be there

>> **Dalmia Bharat** said they are happy that the bankers and creditors have shown full confidence in the company to buy Murli Industries.

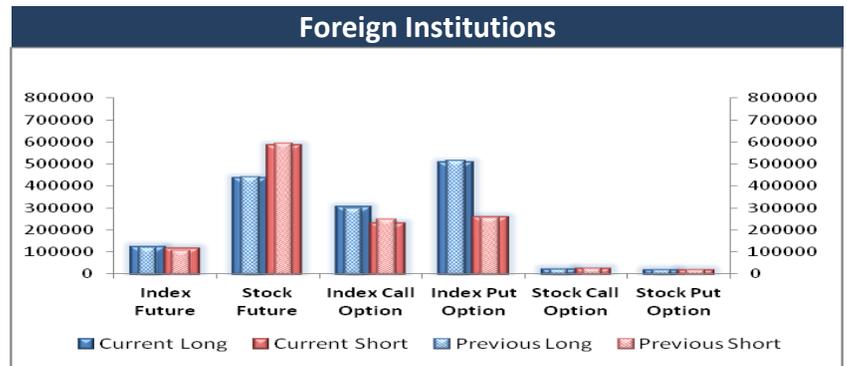
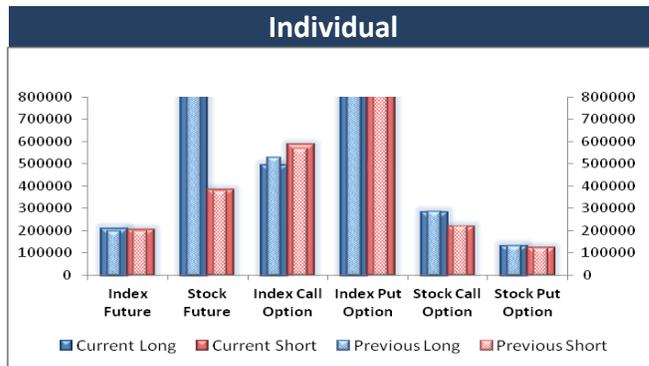
The proposal of infusing Rs 402 crore for payments to lenders, creditors, workers and employees has now been recommended to NCLT for their approval and regulatory approval from government.

The funding for this will be through both internal accrual and loans. The payments will have happen post NCLT approval and other approvals for leasing mines etc. Once the approval is in place, then a detailed study will be done as to the cost of making the plant operational. The plant has been unoperational for three years . However, ballpark they may have to infuse around Rs 200-300 crore to get plant running within one-year

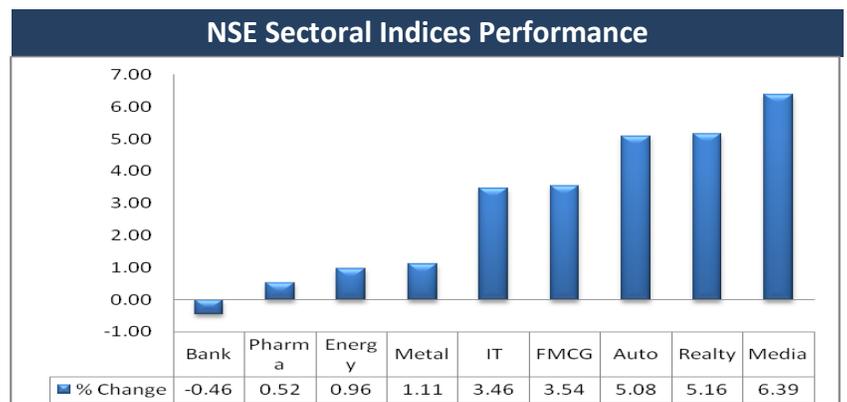
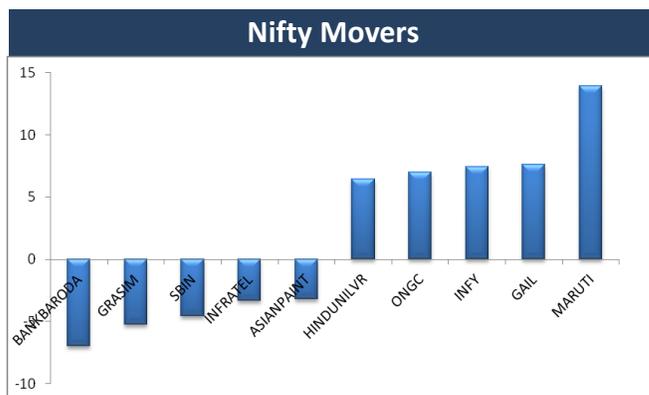
### Block Deal

Exchange	Deal Date	Company	Client Name	Deal Type	Quantity	Price
NSE	22-Dec-17	BIRLAMONEY	MANOJ KUAMR MEHTA	BUY	486360	91
NSE	22-Dec-17	COMPUSOFT	BEENA JAIN	BUY	870594	19
NSE	22-Dec-17	ESTER	GARNET INTERNATIONAL LIMITED	BUY	760380	50
NSE	22-Dec-17	KAKATCEM	JAGADISH RAMJIBHAI PARMAR	BUY	47612	420
NSE	22-Dec-17	RCOM	SHAASTRA SECURITIES TRADING PRIVATE LIMITED	BUY	27211343	17
NSE	22-Dec-17	RSSOFTWARE	ARKAYA INVESTMENTS	BUY	140265	82
NSE	22-Dec-17	RUSHIL	ASPIRE EMERGING FUND	BUY	80000	900
NSE	22-Dec-17	TPLPLASTEH	ARCADIA SHARE & STOCK BROKERS PRIVATE LIMITED	BUY	44066	648
NSE	22-Dec-17	VETO	PARU SECURITIES PVT LTD	BUY	135000	257
NSE	22-Dec-17	VLSFINANCE	ARKAYA INVESTMENTS	BUY	343656	103
NSE	22-Dec-17	BIRLAMONEY	AMANDEEP DILIP ARORA	SELL	293500	85
NSE	22-Dec-17	BIRLAMONEY	MANOJ KUAMR MEHTA	SELL	386163	91
NSE	22-Dec-17	COMPUSOFT	BEENA JAIN	SELL	870594	20
NSE	22-Dec-17	ESTER	GARNET INTERNATIONAL LIMITED	SELL	7160	50
NSE	22-Dec-17	KAKATCEM	JAGADISH RAMJIBHAI PARMAR	SELL	47612	420
NSE	22-Dec-17	LOKESHMACH	SUSHIMTA KACHOLIA	SELL	117954	74
NSE	22-Dec-17	ORTINLABSS	MUKUL MAHESHWARI	SELL	115588	28
NSE	22-Dec-17	RCOM	SHAASTRA SECURITIES TRADING PRIVATE LIMITED	SELL	27211343	17
NSE	22-Dec-17	RSSOFTWARE	ARKAYA INVESTMENTS	SELL	125265	81
NSE	22-Dec-17	STEELKIND	A T TRADE OVERSEAS PRIVATE LIMITED	SELL	600000	35
NSE	22-Dec-17	TPLPLASTEH	ARCADIA SHARE & STOCK BROKERS PRIVATE LIMITED	SELL	37402	691
NSE	22-Dec-17	VETO	PARU SECURITIES PVT LTD	SELL	135000	258
NSE	22-Dec-17	VLSFINANCE	ARKAYA INVESTMENTS	SELL	320632	102

### F&O OPEN INTEREST ( Number of Contracts )



### MARKET MOVERS (1 MONTH CHANGE)



Economic Calendar					
Country	Monday 25th Dec 17	Tuesday 26th Dec 17	Wednesday 27th Dec 17	Thursday 28th Dec 17	Friday 29th Dec 17
US			Pending Home Sales m/m	Unemployment Claims , Goods Trade Balance , Prelim Wholesale Inventories m/m , Natural Gas Storage , Crude Oil Inventories	Chicago PMI , Revised UoM Consumer Sentiment , Revised UoM Inflation Expectations
UK/EURO ZONE			French Consumer Spending m/m	French Prelim CPI m/m , ECB Economic Bulletin	German Import Prices m/m , Spanish Flash CPI y/y , M3 Money Supply y/y , Private Loans y/y , Housing Equity Withdrawal q/q
INDIA					



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