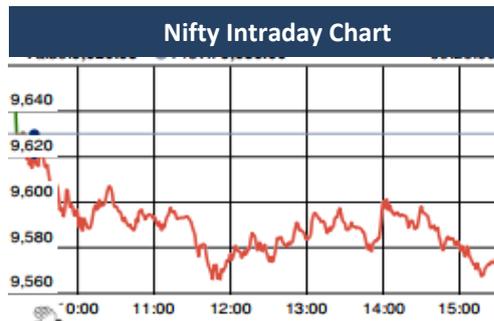


KEY LEVELS

Support 1 : 9555

Resistance 1: 9710



Market Outlook

After starting with a green session, Nifty rose to make a weekly high of 9698.85 on Thursday. However it was unable to maintain at the higher level and continuously fell to make a weekly low of 9565.35 on Friday. At last it ended the week at 9574.95. It had a net loss of 0.14% over the previous week's close. The broader market was also in the grip of bears as the midcap and small cap indices under-performed the benchmark index and closed the day after losing near 1% each.

On the sectoral front, some buying interest was witnessed in FMCG and Financial Services stocks while Metal and Realty and Auto indices closed in red. The breadth of the market was negative during the week with more advances than declines.

During last one month Nifty has traded between 9550 and 9710, a range of mere 1.7%. Nifty losing volatility after sharp rally since December 2016 is a sign of maturity of our market or is this a lull before the storm, July series will surely let us figure out. In fact even global equity markets are trading strong almost in a bullet proof manner and this is amazing. US S&P 500 VIX has fallen to single digit levels. Lately cause of concern have been the performance of the broader market. Mid and Small cap stocks were leaders of the current market rally, but since middle of May Nifty Mid cap index and Nifty Small cap index surely has gone into a correction mode. And traders and short term investors need to be very cautious on small and micro cap stocks as valuation remains quite stretched for most of the small and micro cap stocks. Though Nifty continue to be in upward journey but if Nifty falls below 9500, it will bring sharper fall in mid, small and micro cap stocks.

Derivative range continues to be 9550-9750 though large open interest at 9700 CE make 9700 a strong resistance for current June series. Early indication of open interest built up for July series suggests wider Nifty range and consequently sharp volatility. BankNifty particularly looks vulnerable for volatility spike led by mid and small PSU banks where NPA woes appears to be getting further aggravated due to RBI latest directives. Early July series will be full of news about GST implementation and 1QFY18 and 2QFY18 surely will see negative impact on corporate earnings. GSTN system is expected to process 3.5 billion invoices every month, a change of this order surely will be nerve wrecking for many businesses particularly smaller one. We see clarity emerging only in September as far as fundamental of the market is concerned.

Quote of the Day : "I spend about 15 minutes a year on economic analysis. The way you lose money in the stock market is to start off with an economic picture. I also spend 15 minutes a year on where the stock market is going." **Peter Lynch**

Market

Market	Value	% Change
Morning Traded Market		
SGX NIFTY	9,625.00	0.05%
NIKKEI	20221	0.34%
HANG SENG	25,911.00	0.15%
Yesterday Closing Market		
Sensex	31,138.21	-0.49%
Nifty	9,574.95	-0.57%
DOW	21,409.55	0.07%
NASDAQ	6,247.15	-0.29%
CAC	5,295.75	0.56%
DAX	12,770.00	0.29%
FTSE	7,446.80	0.30%
EW ALL SHARE	17,411.89	0.03%

% Change in 1 day

Commodity Price (Yesterday Closing)

Commodity/Currencies	Value	% Change
GOLD	28510.00	-0.78%
SILVER	38304.00	-0.48%
CRUDEOIL	46.01	-0.30%
NATURALGAS	196.30	2.83%
DOLLAR/RS.	64.51	-0.12%
EURO/RS.	72.05	-0.08%
POUND/RS.	82.12	-0.03%

% Change in 1 day

Institutional Turnover

FII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
23-Jun-17	4876	4606	270
Jun-17	83223	85506	(2283)
2017	630013	606342	23671
DII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
23-Jun-17	2537	2583	(46)
Jun-17	49502	44791	4711
2017	358969	339199	19770

Event Today

Dividend

APOLLOTYRE : Rs 3/-
(Exdate : 27.6.2017)

Final Dividend

FCH : Rs 2.6/-
(Exdate : 27.6.2017)

ASHOKLEY

"BUY"

27th June 2017

We expect Ashok Leyland to generate healthy cash flow going forward keeping in mind strong traction in operating performance. The management has guided for double-digit volume growth for full year FY18 considering the strong double-digit growth in second half. The volume growth and product mix will be major trackable for the company. Ashok Leyland is also working towards a renewed thrust in the international markets, with network expansion and dedicated products. The company has also reduced its net debt to zero level on a standalone basis and generating more cash to fulfill its future expansion requirements. We expect that the company will maintain a healthy RoE of over 20% going ahead. Currently, the stock is trading at 3.3x FY19E P/B. We maintain 'BUY' on Ashok Leyland considering the huge growth potential going ahead, with a target price of Rs.110.

EICHERMOT

"NEUTRAL"

23th June 2017

Eicher Motors is well placed in the domestic two wheeler industry. RE volumes have grown at a 42% CAGR over last 5 years. But we expect that the demand has been slowing down as the waiting period has come down to 2 months from 3 months and it will sharply reduce going ahead as the new facility comes in FY19. UM Renegade could be potential threat for the company in the cruiser segment as it has started gaining market share in that category. In the commercial vehicle space VECV has positioned itself as a third strong player after Tata Motors and Ashok Leyland. We expect demand to be sluggish in this segment in FY18 because of price increase due to BS-IV transition, Monsoon and GST implementation. Higher depreciation due to capacity addition in FY18 and FY19 will also add pressure to the margins. Currently the stock is trading at 8.8x FY19E P/B. Going ahead lower PAT growth compared to previous years gives us limited cushion on the valuation front. Hence we change our rating from 'Hold' to 'Neutral' with the target price of Rs.28009.

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

Top News

Persistent Systems Mgt Guideline : Nasscom expects the Indian IT industry's export revenue to grow at 7 to 8 percent and domestic revenue to grow at 10 to 11 percent in FY18. Company said the industry is going through a major transformation. The new work is quite different from the old work we have been doing for many years. The company has shifted its business model which was traditionally only focused on services to now selling IP plus services, which in turn is being sold in the digital market. The company has no plans of any buyback to utilize the cash on books, he said, adding that in the AGM they requested for an ESoP plan, although it is a small one. They would also look at acquisitions in digital area to help change their mix from all-services to solution based. Looking at companies that will give frontend skills to sell and deliver these solutions differently.

Unitech has sold 74-acre land in Gurgaon, Chennai and Hyderabad for Rs 260 crore to boost its cash flow and complete ongoing projects.

The Gurgaon-based developer has sold 41 acres in Hyderabad for Rs 160 crore, 19.05 acres in Chennai for Rs 67 crore and 13.55 acres in Gurgaon for Rs 33 crore.

Lakshmi Vilas Bank clarified that the bank had taken an enabling resolution from the Board and are awaiting shareholder approval, so could not provide more detail with regards to the issuance. Although the bank has not yet sized the issue but if one were to consider it at the current market value, the tier I ratio would be more than 11.5 percent from the current 8.75-9 percent. The total adequacy ratio would be over 13 percent in FY18. In case the banks is able to raise capital in the current financial year, then the funds would go towards growth, he says. The projected loan growth for FY18 is around 22-23 percent.

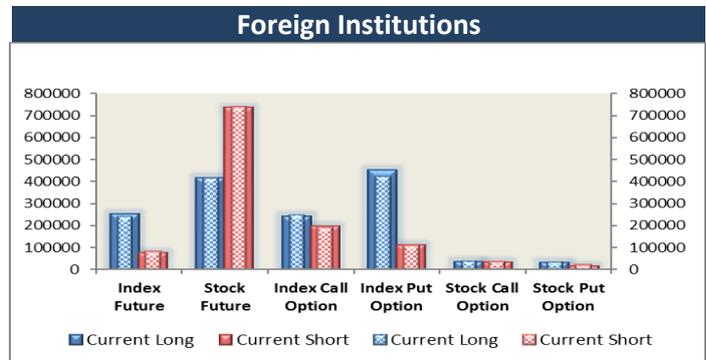
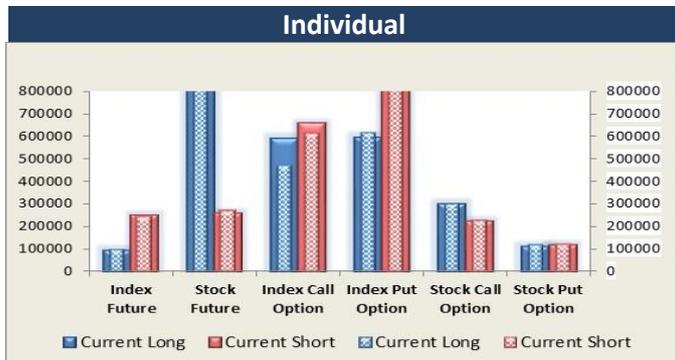
BEML is looking very good at the moment. The order book is at all-time high at Rs 8,100 crore. The order book position for railways is around Rs 3,800 crore. Company has orders close to about Rs 3,000 crore. Company expects order inflows from Metro for some subcontracting work in Vijaywada and Mumbai Metro. Current order book for Metro includes Delhi Metro. Company not particularly perturbed with the Chinese because in the Metro space we have a lot of capabilities and that helps us to keep our prices down and extremely competitive.

Hindustan Petroleum Corporation (HPCL) has joined the Indian consortium negotiating buying a 49 per cent stake in Russia's Vankor Cluster oil fields in the Arctic region. ONGC Videsh Ltd, the overseas investment arm of state-owned Oil and Natural Gas Corporation (ONGC), signed an MoU to explore buying a stake in Suzunskoye, Tagulskoye and Lodochnoye fields -- collectively known as Vankor Cluster.

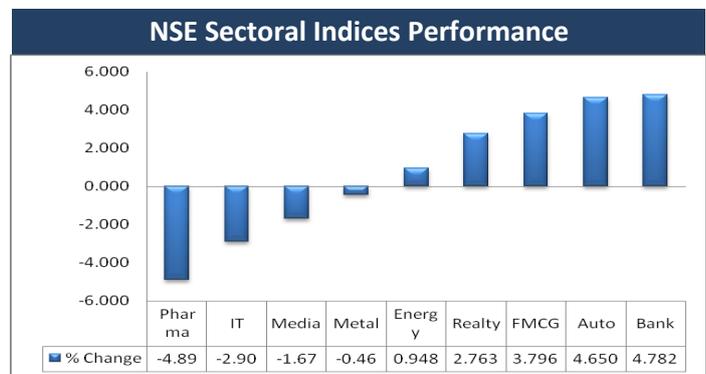
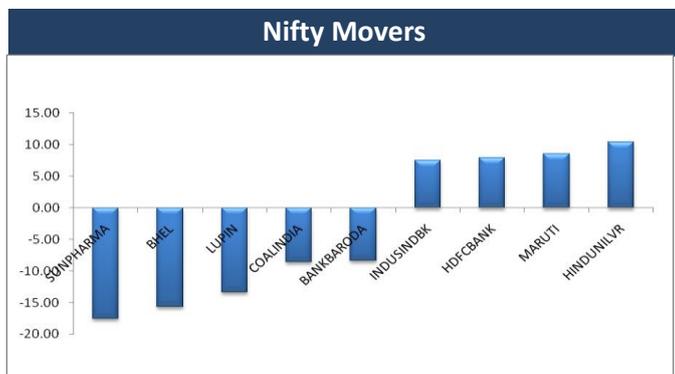
Block Deal

Exchange	Deal Date	Company	Client Name	Deal Type	Quantity	Price
NSE	23-Jun-17	GANESHHOUC	GAUTAM PRAKASH	BUY	465000	113.75
NSE	23-Jun-17	GOACARBON	N.K. SECURITIES	BUY	51897	249.6
NSE	23-Jun-17	IBREALEST	ALPHAGREP COMMODITIES PRIVATE LIMITED	BUY	2669516	198.89
NSE	23-Jun-17	IRBINVIT	RELIANCE MUTUAL FUND	BUY	6000000	98.92
NSE	23-Jun-17	JPASSOCIAT	ADROIT SHARE & STOCK BROKER PVT. LTD.	BUY	37635483	17.75
NSE	23-Jun-17	JPASSOCIAT	SHAASTRA SECURITIES TRADING PRIVATE LIMITED	BUY	15615381	17.41
NSE	23-Jun-17	RELCAPITAL	NATWEST BANK PLC AS TRUSTEE OF THE JUBILANT	BUY	1400000	642.1
NSE	23-Jun-17	STAMPEDE	ARCADIA SHARE & STOCK BROKERS PRIVATE LIMITED	BUY	1478000	7.63
NSE	23-Jun-17	STAMPEDE	EXCLUSIVE SOFT SOLUTIONS PRIVATE LIMITED	BUY	1200000	7.95
NSE	23-Jun-17	ARIES	SHASHI GUPTA	SELL	80819	151.35
NSE	23-Jun-17	GANESHHOUC	J P M S L A/C COPTHALL MAURITIUS INVESTMENT	SELL	465000	113.75
NSE	23-Jun-17	GOACARBON	N.K. SECURITIES	SELL	51897	249.72
NSE	23-Jun-17	IBREALEST	ALPHAGREP COMMODITIES PRIVATE LIMITED	SELL	2669516	198.96
NSE	23-Jun-17	IRBINVIT	TRUST CAPITAL SERV INDIA PVT LTD	SELL	6000000	98.92
NSE	23-Jun-17	JPASSOCIAT	ADROIT SHARE & STOCK BROKER PVT. LTD.	SELL	37091403	17.81
NSE	23-Jun-17	JPASSOCIAT	SHAASTRA SECURITIES TRADING PRIVATE LIMITED	SELL	15615381	17.45
NSE	23-Jun-17	STAMPEDE	ARCADIA SHARE & STOCK BROKERS PRIVATE LIMITED	SELL	22600	7.82
NSE	23-Jun-17	STAMPEDE	GARNA FINVEST PRIVATE LIMITED	SELL	2827954	7.25
NSE	23-Jun-17	STAMPEDE	SKA SALES PRIVATE LIMITED	SELL	1600000	7.95

F&O OPEN INTEREST (Number of Contracts)



MARKET MOVERS (1 MONTH CHANGE)



Result Calendar Q4FY17

BSE Code	Company Name	Date	BSE Code	Company Name	Date
532649	NECLIFE	27-Jun-17	517330	CMI	29-Jun-17
526431	WELTI	27-Jun-17	500645	DEEPAKFERT	30-Jun-17
533303	BFINVEST	28-Jun-17	532751	EASUNREYRL	30-Jun-17
500020	BOMDYEING	28-Jun-17	519234	SIEL	30-Jun-17
507435	KHODAY	28-Jun-17	539956	TAALENT	30-Jun-17
540125	RADHIKAJWE	28-Jun-17			

Economic Calendar

Country	Monday 27th June 17	Tuesday 28th June 17	Wednesday 29th May 17	Thursday 30th June 17	Friday 1st July 17
US	S&P/CS Composite-20 HPI y/y, CB Consumer Confidence, Richmond Manufacturing Index.	Goods Trade Balance, Prelim Wholesale Inventories m/m, Pending Home Sales m/m, Crude Oil Inventories, Bank Stress Test Results.	Final GDP q/q, Unemployment Claims, Final GDP Price Index q/q, Natural Gas Storage.	Core PCE Price Index m/m, Personal Spending m/m, Personal Income m/m, Chicago PMI, Revised UoM Consumer Sentiment, Revised UoM Inflation Expectations.	Final Manufacturing PMI, ISM Manufacturing PMI, Construction Spending m/m, ISM Manufacturing Prices, Total Vehicle Sales.
UK/EURO ZONE	French Prelim CPI m/m, BBA Mortgage Approvals, Italian 10-y Bond Auction, CBI Realized Sales.	German Prelim CPI m/m, French Consumer Spending m/m, Spanish Flash CPI y/y, M3 Money Supply y/y, Private Loans y/y.	GfK German Consumer Climate, Italian Monthly Unemployment Rate, Net Lending to Individuals m/m, M4 Money Supply m/m, Mortgage Approvals,	German Retail Sales m/m, German Import Prices m/m, German Unemployment Change, Current Account, Final GDP q/q, Index of Services 3m/3m, Revised Business Investment q/q, CPI Flash Estimate y/y, Core CPI Flash Estimate y/y, Italian Prelim CPI m/m.	Spanish Unemployment Change, Italian Manufacturing PMI, French Final Manufacturing PMI, German Final Manufacturing PMI, Final Manufacturing PMI, Manufacturing PMI, Unemployment Rate, Spanish 10-y Bond Auction, French 10-y Bond Auction, BOE Financial Stability Report.
INDIA					Auto no, Nikkei Manufacturing PMI.

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