

KEY LEVELS

Support 1 : 8861
Support 2 : 8752

Resistance 1: 8996
Resistance 2: 9116



Event Today

Macro Data

GDP Growth Rate YoY Q4

Board Meetings

DBL , EASTERNGAS , ICSL
QUANTDIA , SHREEJAL

Interim Dividend

BPCL : Rs 19.5/-

(Exdate : 28.2.2017)

Offer for Sale

SOUTH INDIAN BANK LTD
(28-02-2017 - 14-03-2017)

Offer Price : Rs 14.00 /-

RMC SWITCHGEARS LIMITED

(28-02-2017 - 03-03-2017)

Offer Price : Rs 27.00 /-

Market Outlook

After opening on a subdued note, Nifty rose to make a high of 8951.55 and then it continuously fell to make a low of 8889.30 yesterday. At the end of the day the index closed at 8896.70. It had a net loss of 0.5% over the previous day's close. The midcap and small cap indices out-performed the benchmark index and closed the day in green.

On the sectoral front, some selling pressure was witnessed in Banking, Auto and Media stocks while Information Technology, Realty and Pharmaceuticals indices closed in green. The breadth of the market was slightly negative with more declines than advances.

India ratings and Research (Ind-Ra) said that the fiscal deficit of Indian states will rise marginally to 3.3% in fiscal year 2017-18 from the expected 3.2% in 2016-17. the aggregate states' GDP to debt ratio will also go up to 24.3% in Fy 18 from 24% in Fy 17. The market borrowings of the sates will also increase to Rs 3.7 trillion from the Rs 3.5 trillion in the on going fiscal.

Post rally of 3.8% in February series (it had rallied 5.8% in January series too) and 1st day of March settlement started with profit booking. We believe that market now is close to its intermediate resistance levels and further rally from current levels would require strong earning outlook which to us looks at least 1-2 quarters away. All time closing high of 8996 is 1st near term resistance. Rising channel(drawn since low made on 26th Dec) provides support at 8861-8880.

Market

Market	Value	% Change
Morning Traded Market		
SGX NIFTY	8,930.50	0.13%
NIKKIE	19244.28	0.61%
HANG SENG	23,962.27	0.16%
Yesterday Closing Market		
Sensex	28,812.88	-0.28%
Nifty	8,896.70	-0.48%
DOW	20,837.44	0.08%
NASDAQ	5,861.90	0.28%
CAC	4,845.18	0.00%
DAX	11,822.67	0.16%
FTSE	7,253.00	0.13%
EW ALL SHARE	16,168.66	-0.16%

% Change in 1 day

Commodity Price (Yesterday Closing)

Commodity/Currencies	Value	% Change
GOLD	29710.00	0.29%
SILVER	43424.00	0.16%
CRUDEOIL	54.10	0.45%
NATURALGAS	179.70	-2.55%
DOLLAR/RS.	66.72	-0.19%
EURO/RS.	70.58	-0.02%
POUND/RS.	82.92	-0.05%

% Change in 1 day

Institutional Turnover

FII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
27-Feb-17	5176	5322	(146)
Feb-17	92569	84753	7816
2017	173613	167379	6234

DII			
Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
27-Feb-17	3685	3421	264
Feb-17	53566	53817	(251)
2017	107068	102571	4498

Quote of the Day : "While enthusiasm may be necessary for great accomplishments elsewhere, on Wall Street it almost invariably leads to disaster." **Benjamin Graham**

BRITANNIA

"BUY"

27th Feb 2017

BRITANNIA is looking at the micro-snacking space for expansion. As far as international business is concern, management expects International business to grow to 12-13 % of total sales in the next 5 years. On direct distribution front, BRITANNIA will keep investing in its direct distribution reach with the plan to add 200000 outlets every year. The company is planning to increase prices by 6-7% in FY18. Considering management's proactive approach towards maintaining margin, thrust on expansion of direct distribution reach, focus on cost efficiency and plans to launch new products and category, we are positive on this stock and maintain 'BUY' rating on BRITANNIA with a target price of Rs3700

RELIANCE

"HOLD"

23th Feb 2017

Going forward, management of Jio has ambitious plan to cover 99% of population in 2017. Jio has already achieved its target 100 mn customers in just 170 days of its launch which is commendable. We expect ROE of 11% in FY17E. Considering the future growth prospects in both Jio and Petrochemicals segment, we recommend "Hold" rating in this stock while revising our recommended target price to Rs. 1280.

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

Top News

• **Mannapuram Finance** has picked up Nucleus Software's Finone Neo Solution, which is a loan life cycle management product. Nucleus is a provider of lending and transactions banking solutions. The company said after the cloud offering, more than 100 non-banking financial companies (NBFCs) have made enquires about Finone Neo Solution.

There has been a degrowth in the company's revenue in the last three quarters. Dusad expects financial year 2018 to be a better year for the company.

The company has a cash balance of Rs 400 crore and to use that money it is actively looking at acquisitions. "We are now actively looking at acquisitions in the next 2-3 quarters

• **MOIL Mgt Guideline** : FY18 sales is expected to be 11.5 lakh tonnes. Of the sales, 85 percent came from Fines sale. Realisations for Fines were Rs 3,300 per tonne and for non-Fine products was at Rs 10,000 per tonne.

The company is planning capital investment of Rs 1,500 crore by 2021. The capital expenditure outlay for MOIL is Rs 2,500 crore.

The major cost is towards manpower at 53 percent, he said, adding that MOIL is working towards optimising human and other resources cost.

• **Mgt Int : IOC**

The government had earlier promised a 11-year deferment of sales tax on products sold by Paradip refinery in Odisha. The agreement will lapse this month and the state has decided to discontinue the tax break allowed to the refinery.

>>The decision, it is reported, will result in an immediate hit of about Rs 2,000 crore for the company, which is expected to grow annually as the quantum of sales increase.

• **Gayatri Projects** hopes to conclude the demerger of its BOT (build, operate and transfer) road assets by the end of the current fiscal . The company recently concluded the construction of a 1320 MW thermal power plant in Andhra Pradesh and its overall power portfolio now aggregates at 2,640 MW.

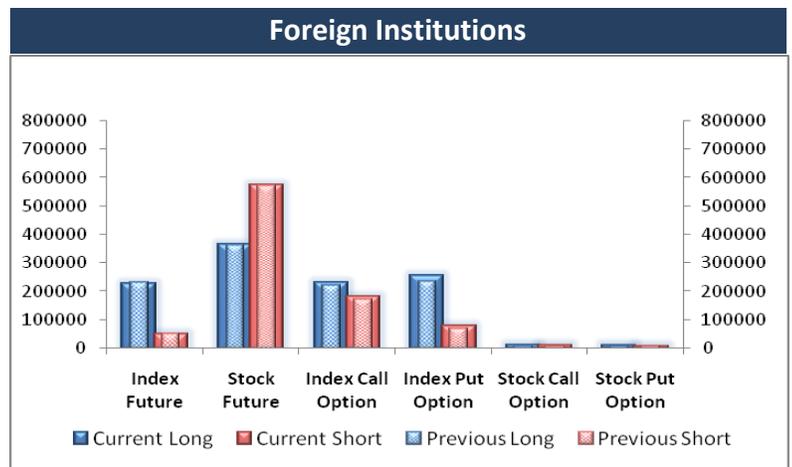
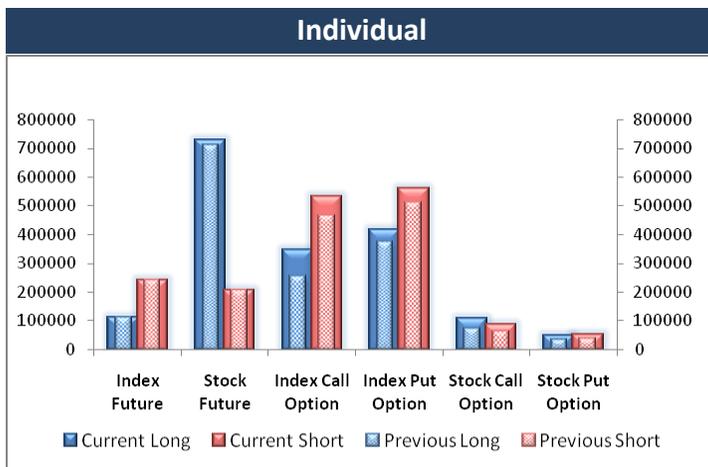
• **ONGC** may acquire HPCL in around \$6.6 billion deal . ONGC may buy all of the government's 51.11 percent stake in Hindustan Petroleum Corporation Ltd (HPCL) and follow it up with an open offer to acquire additional 26 percent from other shareholders of HPCL. The deal for the 77.11 percent stake would be worth Rs 44,000 crore or roughly around USD 6.6 billion at current market prices.

• **Entertainment Network** acquires licenses in 21 new cities. Entertainment Network (India) participated in the 2nd batch of Phase-3 auctions held between October 26th and December 14th, 2016. After this batch of auctions, ENIL has acquired licenses in 21 new cities.

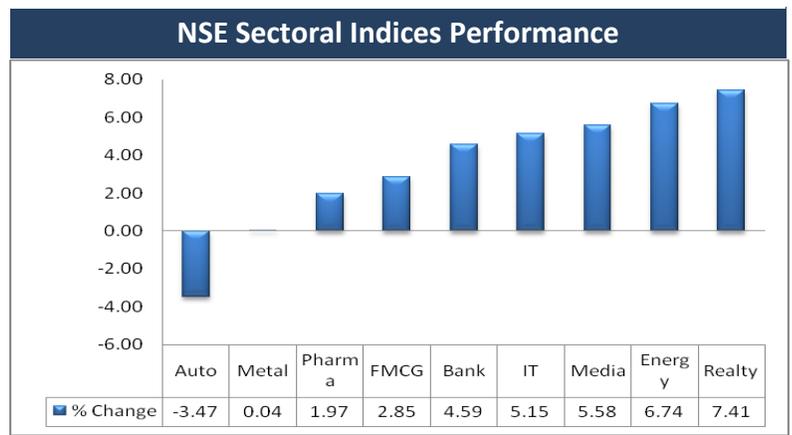
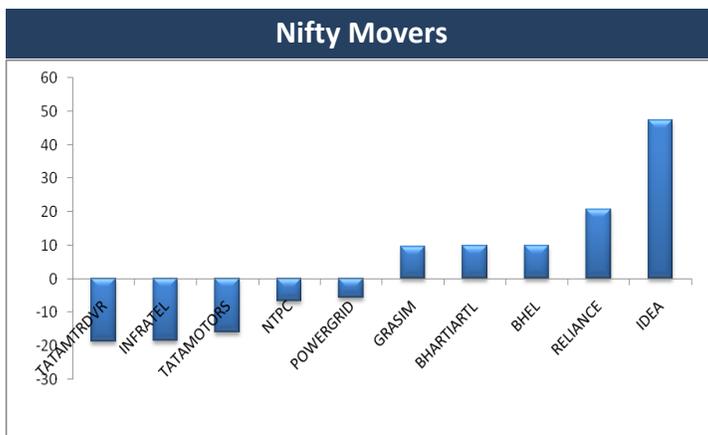
• **NHPC Ltd** has informed that Power Purchase Agreement (PPA) in respect up-coming Teesta-IV Project, West Bengal & Teesta-V Power Station, Sikkim have been signed on February 21, 2017 with GRIDCO, Government of Odisha for a period of 35 years from the date of commercial operation (COD) of the project/power station.

• Foreign fund Amansa Holdings offloaded its entire 2.56 percent stake in **Cholamandalam Investment** and Finance Company for a little over Rs 388 crore through an open market transaction.

F&O OPEN INTEREST (Number of Contracts)



MARKET MOVERS (1 MONTH CHANGE)



TRADING IDEAS

Scrip	Reco	Initiation Price	Target 1	Target 2	Stop Loss	Rational
MINDAIND	Buy	412.65	422	434	404	The stock has given a bullish breakout above Rs 405 with decent volumes. Some fresh buying is likely to emerge in the stock at the current level.
Ajanta Pharma March 1750 CE	Long (1 Lot =400)	56.9	74	98	38	The stock has found a strong support near Rs 1660 and there after gave a good pullback from that level. The leading indicators are reached at the oversold zone, suggesting some upward rally from the current level.

Economic Calendar

Country	Monday 27th Feb 17	Tuesday 28th Feb 17	Wednesday 1th Mar 17	Thursday 2th Mar 17	Friday 3th Mar 17
US	Core Durable Goods Orders m/m, Durable Goods Orders m/m, Pending Home Sales m/m.	Prelim GDP q/q, Goods Trade Balance, Prelim GDP Price Index q/q, Prelim Wholesale Inventories m/m, Chicago PMI, CB Consumer Confidence, Richmond Manufacturing Index.	ISM Manufacturing PMI , Crude Oil Inventories , FOMC Member Kaplan Speaks.	Unemployment Claims , Natural Gas Storage ,	ISM Non-Manufacturing PMI ,FOMC Member Evans Speaks , Fed Chair Yellen Speaks , FOMC Member Fischer Speaks
UK/EURO ZONE	M3 Money Supply y/y, Private Loans y/y.	German Retail Sales m/m, Nationwide HPI m/m, CPI Flash Estimate y/y, Core CPI Flash Estimate y/y, Italian Prelim CPI m/m.	Manufacturing PMI , German Unemployment Change, Spanish Manufacturing PMI ,German Prelim CPI m/m	Construction PMI , CPI Flash Estimate y/y , Core CPI Flash Estimate y/y	Services PMI , German Retail Sales m/m , Spanish Services PMI .
INDIA		GDP Growth Rate YoY Q4	Auto no, Nikkei Manufacturing PMI	Auto Sales No	

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