



30-Dec-16

KEY LEVELS

Support : 7890

Resistance : 8230

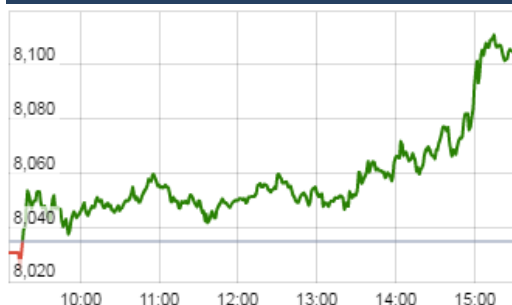
Event Today

Board Meetings

JSWENERGY : General

GOODLUCK : General

Nifty Intraday Chart



Market Outlook

After opening on a subdued note, nifty traded in the narrow range band of 8030 and 8103 in the morning session of market. However some pullback rally was witnessed towards the afternoon session and index continuously rose to make high of 8110. At the end of the day index closed at 8103.60. It had a net gain of 0.86% over the previous day closing. Both midcap and small cap indices outperformed the nifty in yesterday. The midcap & small cap were closed up by 1.84% & 1.21% respectively.

The Auto & Media stocks were the main catalyst of yesterday rally and both sector rose over more than 2.5%. Other sector like, Media, Bank, IT, FMCG, Metal, Realty were witnessed in buying interest. The breadth of the market was positive with more advance than decline. The foreign investors were the net seller in the cash and they sold Rs 646 Cr. Of equities on Thursday. Nifty yesterday on expiry day tested the resistance level of 8110. OI built up has been seen at Nifty level of 8000 for January series. Due to holiday season, Nifty to trade rangebound between 8000-8200.

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Market

| Market | Value | % Change |
|---------------------------------|-----------|----------|
| Morning Traded Market | | |
| SGX NIFTY | 8,134.50 | 0.22% |
| NIKKIE | 19060.53 | -0.51% |
| HANG SENG | 21,963.05 | 0.78% |
| Yesterday Closing Market | | |
| Sensex | 26,366.15 | 0.59% |
| Nifty | 8,103.60 | 0.86% |
| DOW | 19,792.85 | -0.60% |
| NASDAQ | 5,415.81 | -0.42% |
| CAC | 4,838.47 | -0.20% |
| DAX | 11,451.05 | -0.21% |
| FTSE | 7,120.26 | 0.20% |
| EW ALL SHARE | 14,512.10 | 1.02% |

% Change in 1 day

Commodity Price (Yesterday Closing)

| Commodity/Currencies | Value | % Change |
|----------------------|----------|----------|
| GOLD | 27531.00 | 0.59% |
| SILVER | 39691.00 | 0.86% |
| CRUDEOIL | 52.03 | 2.22% |
| NATURALGAS | 257.20 | -1.57% |
| DOLLAR/RS. | 68.10 | -0.20% |
| EURO/RS. | 71.21 | 0.26% |
| POUND/RS. | 83.07 | -0.39% |

% Change in 1 day

Institutional Turnover

| FII | | | |
|-----------|----------|-----------|----------|
| Investor | Buy(Cr.) | Sale(Cr.) | Net(Cr.) |
| 29-Dec-16 | 4488 | 5150 | (662) |
| Dec-16 | 72319 | 82858 | (10539) |
| 2016 | 1052585 | 1060274 | (7690) |

| DII | | | |
|-----------|----------|-----------|----------|
| Investor | Buy(Cr.) | Sale(Cr.) | Net(Cr.) |
| 29-Dec-16 | 3094 | 2136 | 958 |
| Dec-16 | 39615 | 31203 | 8411 |
| 2016 | 494638 | 457910 | 36728 |

Quote of the Day : " The risk among any group of investors is that they only pay attention to what they already agree with. That's limiting in our opinion, and dangerous. " **Michael Mauboussin**



BIOCON

"NEUTRAL"

30th Dec 2016

As per the management, exports have not been impacted due to demonetization, Indian business saw lower sales in the month of November. The dependence of the company on domestic business is ~ 31% in total revenue. Recently Biocon has Submitted Trastuzumab dossier to the United States Food & Drug Association (USFDA) which is an important milestone for Biocon and its review process is expected to take 18-24 months. The market size of Trastuzumab injection is valued at about \$6.5 billion, according to IMS data. Crestor Generic has been approved by USFDA and Biocon is on track to launch the product in near future. This will be a huge opportunity for Biocon to take first mover advantage with its bio-similar products. On the contrary ongoing price control pressure in India and US and discontinuance of key products may put some uncertainties in near term. Hence we maintain "Neutral " rating in this stock.

BEL

"BUY"

29th Dec 2016

The company is having robust order intake during H1FY17 which gives decent revenue growth visibility going forward and this is expected to remain in the range of Rs 10000cr-15000cr over the next two-three years. Currently, the defence sector is in the limelight due to the government's strong focus on making defence procurements central to the "Make in India" campaign. The company has ~35% market share in India's defence electronics segment and is likely to be one of the biggest beneficiaries of the offset clause. Based on above mentioned reasons we see strong medium-term earnings visibility for the company, hence we recommend "BUY" at a target price of Rs 1670 (Potential upside 22%).

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

Top News
• IBULHSGFIN

New business home loans are down by just 1 percent in terms of enquiries.

There is hardly any impact as a result of demonetisation.

Most large housing financiers haven't dipped into the special dispensation of the extra 60-day credit. Management is reasonably confident that we should be able to manage 30 percent growth in FY17.

The only largely impacted lenders are public sector lenders where loan applications are down by 40 percent.

Continue to witness the collection trend on 90 days. IBULHSGFIN has not exercised the additional 60 days relax given by RBI.

• Magma Fincorp

Tractor segment has got impacted. Collection is down by 30% in tractor segment in the month of Nov. Sales of tractor was down by 14% as well as financing by MAGMA is also down by 14% in the month of Nov. Nov is the peak month for tractor sales.

Disbursement in other assets class is down by 20%. In terms of collection no major issue was there in these assets.

The company used to get 80 percent of its collections in cash pre-demonisation. In the month of Nov, out of this 80%, more than 50% was paid by cheque. In the month of Dec this ratio got changed to 73% by cheque and rest by cash.

Regarding the RBI dispensation, management said that it is still undecided whether this 90-day window will be helpful.

• **Lakshmi Vilas Bank** said it has launched QIP to raise over Rs 599.88 crore by issuing 4.25 crore shares in domestic or international markets. The Committee of Directors for Capital Raising of the bank, at a meeting held yesterday, approved the floor price for the QIP issue at Rs 141.15 per equity share

• **BHEL** said it has successfully commissioned another 600 MW coal-based thermal power plant in Telangana. "The unit has been commissioned at the 2x600 MW Singareni Thermal Power Project (TPP) located in Adilabad district in Telangana

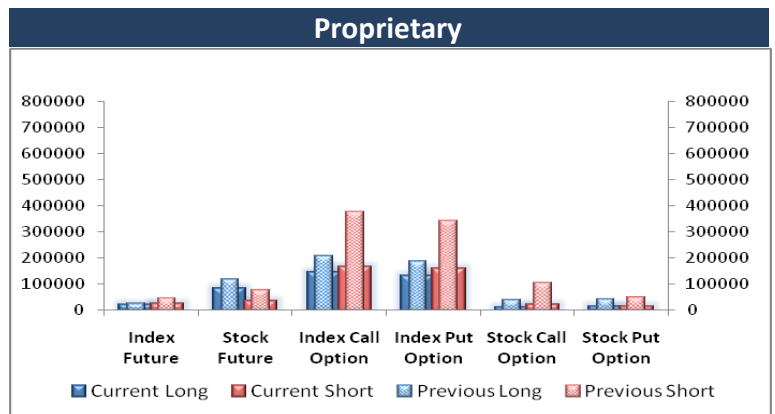
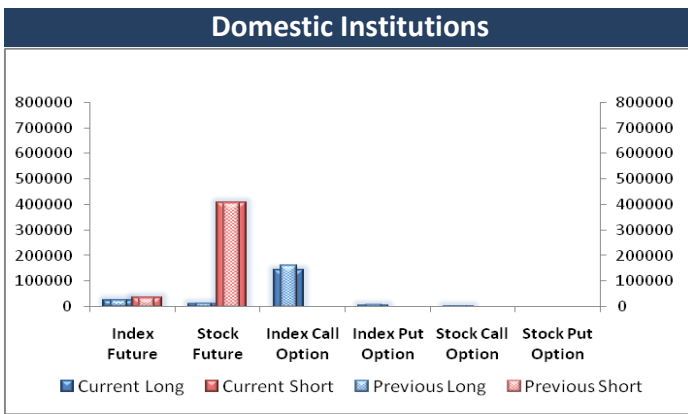
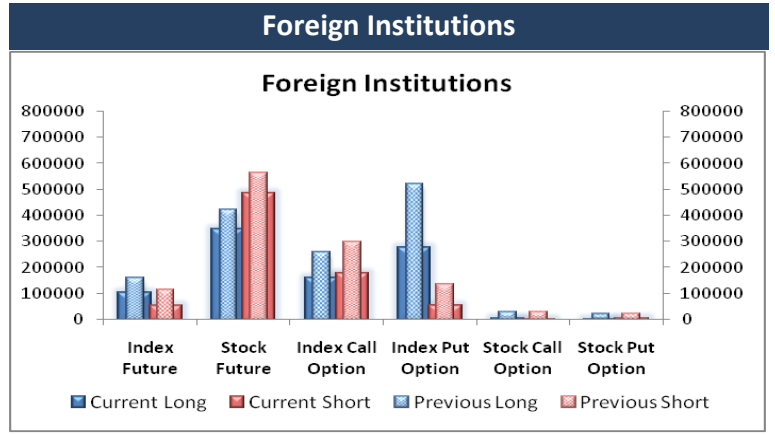
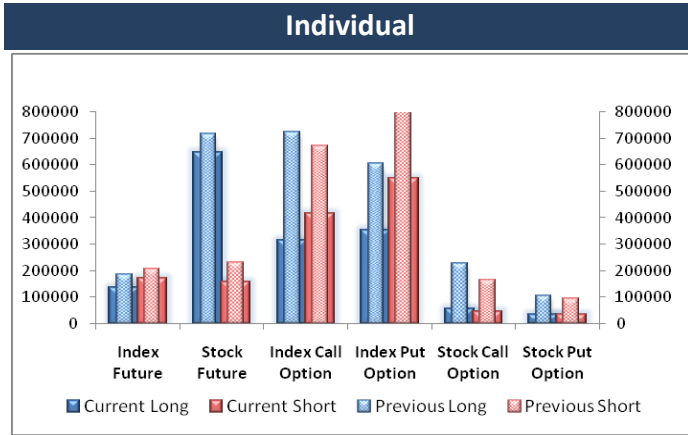
• **Lupin** has received tentative approval from the US health regulator to market its Balasalazide Disodium tablets, used for treatment of ulcerative colitis, in the American market. The company has received tentative approval to market its Balasalazide Disodium tablets 1.1 gm from the United States Food and Drug Administration (USFDA)

• **U.S. Natural Gas Storage** fell to a seasonally adjusted annual rate of -237B, from -209B in the preceding month. Analysts had expected U.S. Natural Gas Storage to fall -222B last month.

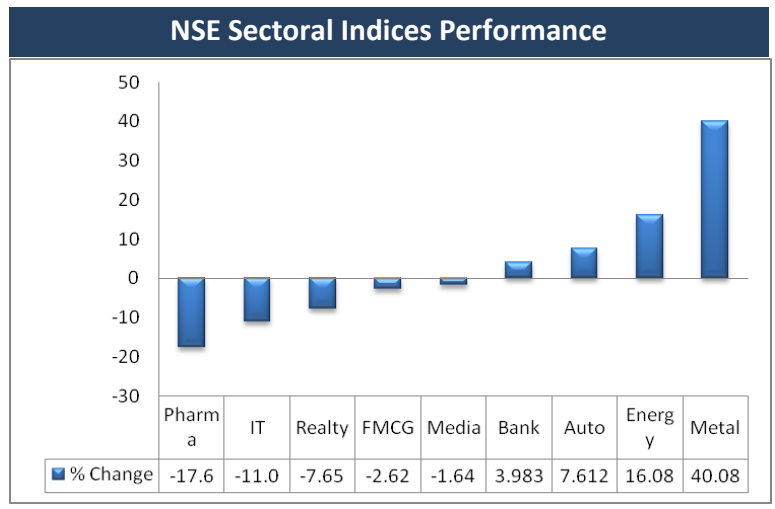
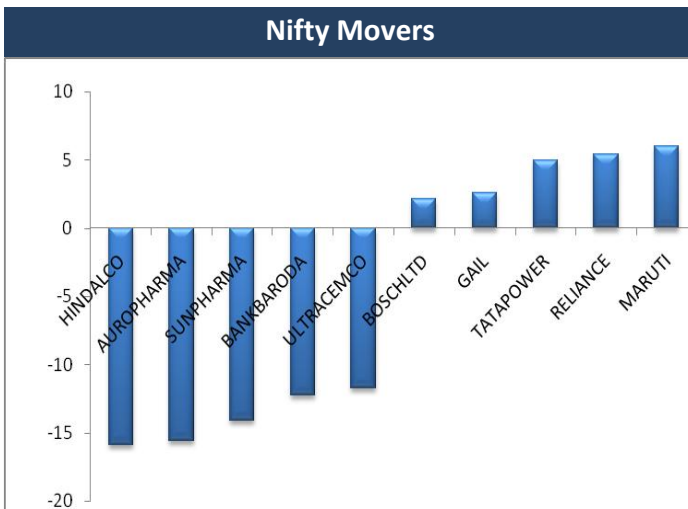
• **U.S. Wholesale Inventories** rose to a seasonally adjusted annual rate of 0.9%, from -0.1% in the preceding quarter whose figure was revised up from -0.4%. Analysts had expected U.S. Wholesale Inventories to rise 0.1% in the last quarter.

• **U.S. Department of Labor said the number of individuals filing for initial jobless benefits last week** fell to a seasonally adjusted 265K, from 275K in the preceding week. Analysts had expected initial jobless claims to fall to 264K last week.

F&O OPEN INTEREST (Number of Contracts)



MARKET MOVERS (1 MONTH CHANGE)



Economic Calendar

| Country | Monday 26th Dec 16 | Tuesday 27th Dec 16 | Wednesday 28th Dec 16 | Thursday 29th Dec 16 | Friday 30th Dec 16 |
|--------------|-----------------------|---|--|--|-------------------------------|
| US | | CB Consumer Confidence , Richmond Manufacturing Index , S&P/CS Composite-20 HPI y/y . | Pending Home Sales m/m. | Unemployment Claims , Crude Oil Inventories , Natural Gas Storage , Goods Trade Balance. | Chicago PMI. |
| UK/EURO ZONE | | Current Account , Final GDP q/q , Index of Services 3m/3m , Revised Business Investment q/q . | German Import Prices m/m ,GfK German Consumer Climate. | Spanish Flash CPI y/y , M3 Money Supply y/y , Private Loans y/y . | Housing Equity Withdrawal q/q |
| INDIA | | | | | |

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