Microsec Capital Limited

MARKET Diary
Institutional Services

4-Jan-17

KEY LEVELS

Support : 7890

Resistance : 8230

Event Today

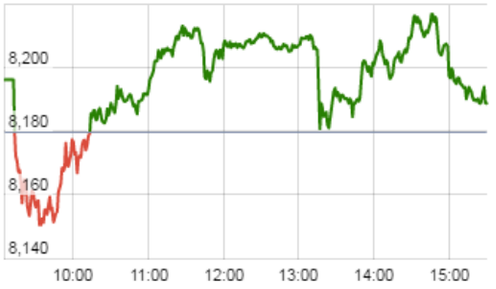
Board Meetings

BAFNAPHARM : General

NBCC : Bonus issue

PRATIBHA : General

Nifty Intraday Chart



Market Outlook

Indian Equity gave a range bound and choppy movement through the day on Tuesday. After starting with a deep negative note in the first half an hour of morning session of market , next, nifty continuously rose flip pop trend and make positive note and make high of 8115 . Yesterday market saw a volatile session of trade to close at 8192.25. It had net gain of 0.16% of the previous day's closing. The midcap and small cap indices was outformed of their benchmark indices. Both were closed the day after raise by 0.61% and 1.18% respectively.

On the sectoral front, Auto and IT stocks were on the sellers' radar whereas Banking, Financial services and, FMCG, Media , Pharma, Metal, Realty stock were on buyers' radar. More than two shares advanced for every share falling on the exchange

The foreign investors were the net sellers in the cash segment and they sold Rs 500.46 crores worth of equities on Tuesday. As Nifty has inched closer to resistance level of 8229, we suggest caution. Only a decisive closing above 8229 will warrant change in our stance.

Market

Market	Value	% Change
Morning Traded Market		
SGX NIFTY	8,205.00	0.18%
NIKKIE	19447.53	1.71%
HANG SENG	22,152.83	0.01%
Yesterday Closing Market		
Sensex	26,643.24	0.18%
Nifty	8,192.25	0.16%
DOW	19,881.00	0.60%
NASDAQ	5,429.08	0.85%
CAC	4,899.33	0.35%
DAX	11,584.24	-0.12%
FTSE	7,177.89	0.49%
EW ALL SHARE	14,728.01	0.56%

% Change in 1 day

Commodity Price (Yesterday Closing)

Commodity/Currencies	Value	% Change
GOLD	27778.00	0.75%
SILVER	40270.00	2.90%
CRUDEOIL	52.67	0.67%
NATURALGAS	228.00	-8.87%
DOLLAR/RS.	68.33	0.15%
EURO/RS.	70.99	-0.03%
POUND/RS.	83.47	-0.06%

% Change in 1 day

Institutional Turnover

FII

Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
02-Jan-17	959	1220	(261)
Jan-17	2868	3629	(761)
2017	2868	3629	(761)

DII

Investor	Buy(Cr.)	Sale(Cr.)	Net(Cr.)
02-Jan-17	1631	1610	21
Jan-17	3755	3172	583
2017	3755	3172	583

Quote of the Day *: "First, many in Wall Street - a community in which quality control is not prized - will sell investors anything they will buy."* ***Warren Buffett***

IEA Snapshot

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MARUTI

"BUY" **3th Jan 2017**

We expect current demonetization issue may not be impacting much in the long run to the passenger vehicle segment because more than 75% vehicles are financed. But this issue may be hampering sales in near future due to cash crunch in the economy. We assume volumes in the second half may be down by 10% in comparison to the first half 2017. Higher sales of premium segment cars will further increase the realization per car, which will in turn maintain the margins going ahead despite the rising commodity prices. Hence we have positive view on this stock and we recommend "BUY" with a target price of Rs.6100.

IRB

"ACCUMULATE" **2th Jan 2017**

Firstly EPC revenue was impacted due to heavy monsoon during Q2FY17 and secondly suspension of toll collection for the period of 24 days because of demonetization will affect the top line of the company in FY17. We expect top line of Rs. 5627 Cr (Growth of 10% YoY) with healthy 52.7% EBITDA margin in FY17E. Significant reduction in debt post the InvIT IPO and an arbitral award will boost the bottom line of the company. At a current price of Rs. 191 stock trades at 7.3x to FY17 expected EV/EBITDA and 1.3x to P/B. The stock has corrected nearly 18% post demonetization announcement which makes this stock attractive at this price with present fundamentals. Hence, we revised our rating from HOLD to ACCUMULATE with the target price of Rs.235

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

Top News

- **Atul Auto Mgt Guideline :** Atul Auto said that sales can be normalized only after demand improves. The company is likely to see a flat sales growth in FY17.

Adhia said that margins could be maintained at 13 percent mark.

The silver lining for Atul Auto is its positive export numbers. The company has already surpassed FY16's export number at 1,771 with another quarter to go. Export revenues are expected to improve in the medium term.

- **NMDC** has raised the prices of higher grade iron (lumps) by Rs 125 per tonne to Rs 2,225 per tonne for the current month. The state-run firm also raised prices for iron ore fines, which are inferior grade ore, by Rs 125 to Rs 1,985 per tonne for the month of January. The prices of iron ore w.e.f January 3, 2017 has been fixed at Lump ore @ Rs 2,225/ WMT (wet metric tonne) and fines @ Rs 1,985/- WMT

- **Coal India** will this month begin the second phase of auction of coal linkages for the non-regulated sector and is likely to put on offer 14.5 million tonnes of fuel. Tranche II of auction of coal linkages for sponge iron sub-sector under non-regulated sector is scheduled to start from January 17 onwards

- **Bombay Dyeing and Manufacturing Company** has drawn up a major strategy to revive its textile retail business and is looking for a turnaround in 2017-18. Company is reinventing and major investments are lined up,

- **The parent Suzuki's Gujarat plant** set for commissioning later this month, the country's largest carmaker Maruti Suzuki India (MSI) expects to significantly reduce the waiting period for its high selling models Vitara Brezza and Baleno. MSI expects to receive around 10,000 units of premium hatchback Baleno from the plant this fiscal.

- **Suven Life Sciences** announces that the grant of 1 product patent from Eurasia and 1 product patent from Norway corresponding to the New Chemical Entities (NCEs) for the treatment of disorders associated with Neurodegenerative diseases and these Patents are valid through 2032 and 2025 respectively.

- **China's central bank** injected a total of 868.75 billion yuan (USD 124.90 billion) via short- and medium-term liquidity tools in December . December liquidity injections were up 13.2 percent from November,

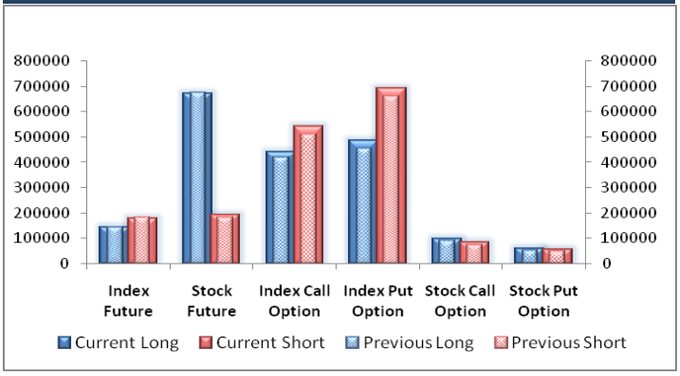
- **German unemployment rate** remained unchanged at a seasonally adjusted 6.0%, from 6.0% in the preceding month. Analysts had expected German unemployment rate to remain unchanged at 6.0% last month.

- **French CPI** rose to a seasonally adjusted 0.3%, from 0.0% in the preceding month. Analysts had expected French CPI to rise 0.2% last month.

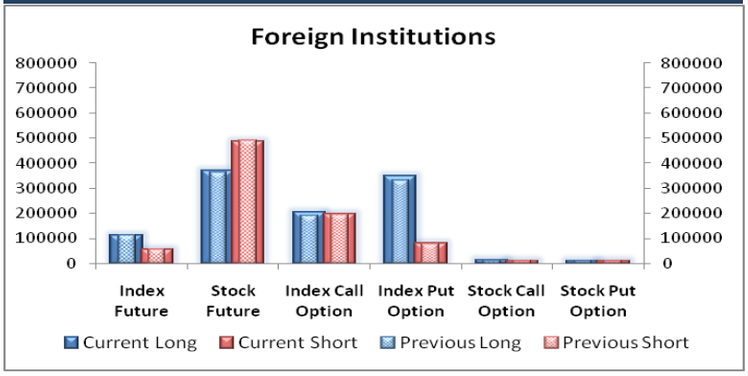
- **Indonesian Inflation** fell to a seasonally adjusted 3.02%, from 3.58% in the preceding month. Analysts had expected Indonesian Inflation to fall to 3.10% last month.

F&O OPEN INTEREST (Number of Contracts)

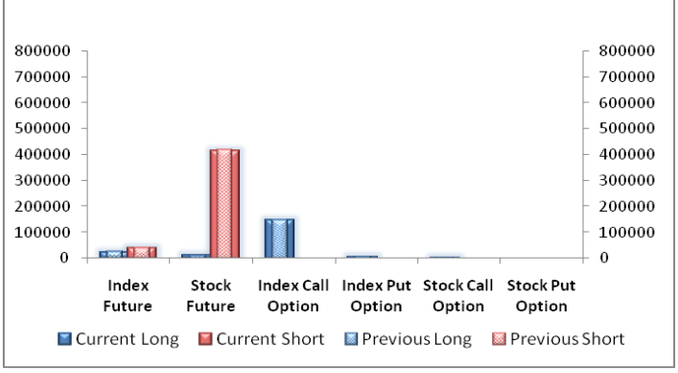
Individual



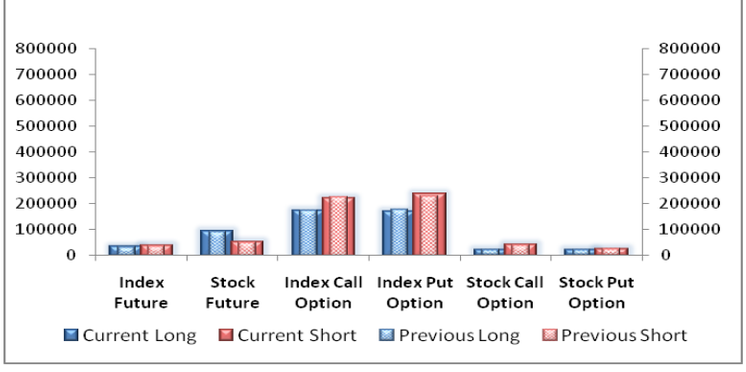
Foreign Institutions



Domestic Institutions

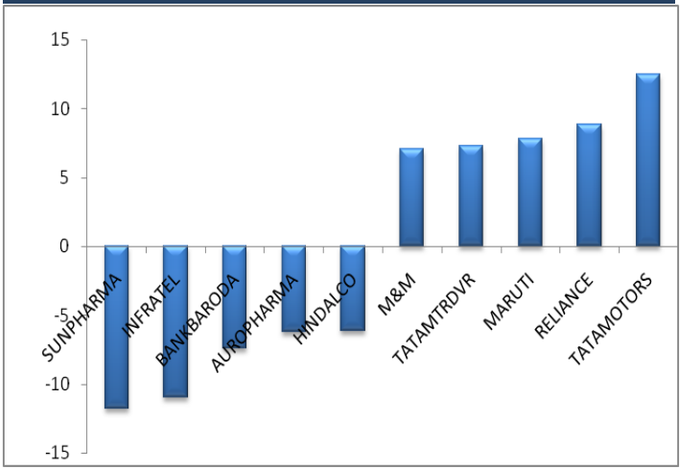


Proprietary

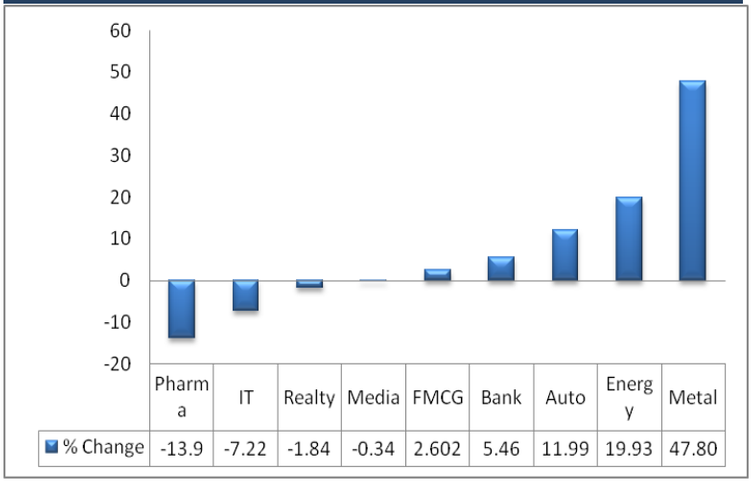


MARKET MOVERS (1 MONTH CHANGE)

Nifty Movers



NSE Sectoral Indices Performance



	Pharma	IT	Realty	Media	FMCG	Bank	Auto	Energy	Metal
% Change	-13.9	-7.22	-1.84	-0.34	2.602	5.46	11.99	19.93	47.80

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Economic Calendar					
Country	Monday 2th Jan 17	Tuesday 3th Jan 17	Wednesday 4th Jan 17	Thursday 5th Jan 17	Friday 6th Jan 17
US		Final Manufacturing PMI , ISM Manufacturing PMI , Construction Spending m/m, ISM Manufacturing Prices.	ADP Non-Farm Employment Change, ISM Non-Manufacturing PMI, Crude Oil Inventories, FOMC Meeting Minutes, Total Vehicle Sales.	Challenger Job Cuts y/y , Unemployment Claims , Natural Gas Storage ,	Average Hourly Earnings m/m , Non-Farm Employment Change, Unemployment Rate , Trade Balance , Factory Orders m/m , IBD/TIPP Economic Optimism.
UK/EURO ZONE	German Prelim CPI m/m , Spanish Manufacturing PMI , Italian Manufacturing PMI , German Unemployment Change, German Unemployment Change, Construction PMI, Manufacturing PMI.	German Prelim CPI m/m , French Prelim CPI m/m , German Unemployment Change.	Spanish Unemployment Change , Spanish Services PMI, Italian Services PMI, French Final Services PMI, German Final Services PMI , Services PMI, Net Lending to Individuals m/m, CPI Flash Estimate y/y.	Retail PMI , PPI m/m , French 10-y Bond Auction , ECB Monetary Policy Meeting Accounts.	German Factory Orders m/m , German Retail Sales m/m.
INDIA	Auto no, Nikkei Manufacturing PMI.		Nikkei Services PMI		

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Office No: 6 , 5th floor Tower- IInd,
Stellar IT Park Plot No. C -25 , Sector – 62 ,
Noida – 201309 . Delhi NCR Phone : +91-120-4155509
Email: research.insti@microsec.in, Website: www.microsec.in