

Opening Bell

Market Outlook

We expect the pullback rally in Indian markets to continue despite weak global markets. The exit poll outcome of the BJP retaining power in Gujarat will remain a positive sentimental trigger for the market today.

Markets Yesterday

- Domestic markets ended in the positive territory on Thursday after a choppy day of trading as investors remained cautious ahead of exit polls results of the Gujarat assembly elections
- US markets ended modestly lower owing to uncertainty about the outlook for the Republican tax reform plan.

Key Developments

- Cadila Healthcare has received USFDA approval to market Nitrofurantoin Capsules USP (urology) and Pramipexole Dihydrochloride extended-release tablets (CNS) in the US
- Vedanta has scheduled a meeting of Committee of Directors on December 19, 2017 to consider offering non convertible debentures (rated, secured, redeemable, non-cumulative) aggregating to ₹ 500 crore.
- Lupin has received USFDA approval to market generic version of Bayer Healthcare pharmaceutical's Safyral tablets (oral contraceptive). As per IMS MAT data, the product had annual sales of around US\$22.9 million in the US
- Tata Motors has delivered the first set (250 vehicles) of Tigor electric vehicles (EVs) to state-run Energy Efficiency Services Limited (EESL)
- Mahindra & Mahindra (M&M) will increase prices across its range of commercial and passenger vehicles from January 1, 2018 to absorb the rising input costs

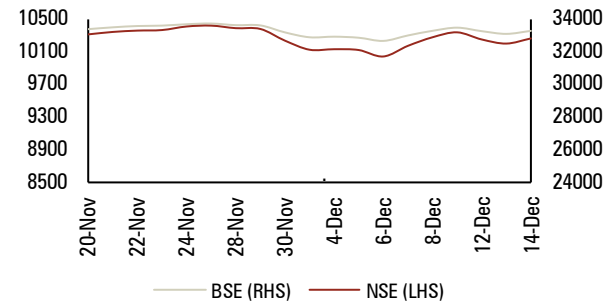
Nifty Heat Map

HPCL	437.3 3.3%	Dr Reddy	2,310.7 2.2%	Cipla	590.5 2.1%	TECHM	514.3 2.1%	ITC	264.3 2.0%
IOC	410.0 1.9%	HCL Tech	882.9 1.9%	BPCL	513.6 1.4%	M&M	1,431.6 1.4%	Hero Moto	3,460.6 1.2%
Axis Bank	541.5 1.1%	Kotak Bank	1,024.7 1.0%	Infosys	1,013.1 0.9%	HDFC Bank	1,838.1 0.9%	Lupin	852.8 0.9%
Bajaj Finance	1,685.9 0.8%	Hindalco	236.4 0.8%	RIL	921.5 0.7%	Tata Steel	685.8 0.7%	NTPC	177.3 0.7%
Yes Bank	303.9 0.7%	Asian Paints	1,123.5 0.6%	Bharti Airtel	520.3 0.6%	HUL	1,321.6 0.5%	Wipro	288.6 0.5%
ICICI Bank	304.4 0.5%	HDFC Ltd	1,704.5 0.5%	IBULHSG FIN	1,186.3 0.4%	Bajaj Auto	3,162.8 0.4%	Vedanta Ltd	284.6 0.4%
Adani Ports	395.1 0.3%	Ambuja Cement	264.8 0.2%	ONGC	184.4 0.2%	SBI	314.0 0.2%	Indusind Bank	1,650.4 0.2%
Zee Ent.	567.8 0.1%	Tata Motors	402.4 0.1%	BOSCH	19,880.2 0.1%	Eicher	28,738.7 0.1%	L&T	1,188.8 0.0%
Maruti	9,112.8 -0.1%	Coal India	262.9 -0.1%	Ultratech	4,268.2 -0.1%	Power Grid	200.1 -0.2%	Bharti Infratel	356.7 -0.3%
Sun Pharma	514.4 -0.5%	Aurobin	665.4 -0.6%	UPL	719.6 -0.9%	GAIL	487.1 -1.0%	TCS	2,557.8 -2.7%

Today's Highlights

US industrial production MoM

Index Movement (past month)



	Close	Previous	Chg (%)	MTD(%)	YTD(%)	P/E (1yr fwd)
Sensex	33,247	33,053	0.6	-1.1	24.9	22.9
Nifty	10,252	10,193	0.6	0.2	25.2	21.8

Institutional Activity

	CY15	CY16	YTD CY17	Yesterday	Last 5 Days
FII (₹ cr)	17,413	14,049	-38,406	233	-364
DII (₹ cr)	66,249	11,320	86,846	-374	8

World Indices – Monthly performance

Dow Jones	Nikkei	Nasdaq	BSE	France
24,509	22,694	6,857	33,247	5,357
4.9%	3.0%	1.8%	0.9%	0.8%
NSE	U.K.	Germany	Kospi	Shanghai
10,252	7,448	13,068	2,479	3,276
0.6%	0.5%	0.3%	-2.3%	-4.0%

Markets Today

	Close	Previous	Change (%)	MTD(%)	YTD(%)
Commodities					
Gold (₹/10 gm)	28,411	28,411	0.0	-2.8	2.1
Silver (₹/kg)	36,398	36,398	0.0	-4.2	-7.7
Crude (\$/barrel)	63.3	63.3	0.0	-0.4	11.4
Copper (\$/tonne)	6761	6691.75	1.0	0.4	22.4
Currency					
USD/INR	64.35	64.44	-0.1	0.2	5.6
EUR/USD	1.18	1.18	0.1	-1.0	12.1
USD/YEN	112.15	112.39	-0.2	0.3	4.3
ADRs					
HDFC Bank	97.5	96.1	1.4	-1.0	58.4
Tata Motors	31.4	31.2	0.4	0.2	-9.2
Infosys	15.9	15.9	0.1	2.1	7.1
Dr Reddys Labs	36.6	36.1	1.3	3.0	-20.3

Key Data Points

KEY ECONOMIC INDICATORS

Key Economic Indicator	Period	Latest	Prior Values
RBI Cash Reserve Ratio	N/A	4.00%	4.00%
RBI Repo Rate	N/A	6.00%	6.00%
RBI Reverse Repo Rate	N/A	5.75%	5.75%
CPI YY	November	4.88%	3.58%
Current Account Balance	Q3	-7.2bln \$	-14.3bln \$
Exports - USD	October	23.1bln \$	28.61bln \$
FX Reserves, USD Final	w/e	375.72bln \$	372.73bln \$
GDP Quarterly yy	Q2	6.30%	5.70%
GDP Annual	12M	7.10%	7.60%
Imports - USD	October	37.12bln \$	37.6bln \$
Industrial Output yy	October	2.20%	3.80%
Manufacturing Output	October	2.50%	3.40%
Trade Deficit - RBI	Q3	-32.8bln \$	-41.2bln \$
Trade Deficit Govt - USD	October	14.02bln \$	8.98bln \$
WPI Food yy	November	6.06%	4.30%
WPI Fuel yy	November	8.82%	10.52%
WPI Inflation yy	November	3.93%	3.59%
WPI Manufacturing Inflation yy	November	2.61%	2.62%

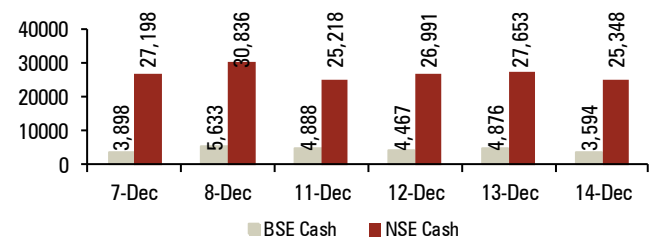
Sectoral Index

Sector	Close	Previous	Change	% Change	Volume
Auto	25214.03	25122.2	91.83	0.37	1625000
Banks	28460.51	28271.84	188.67	0.67	6054000
BSE Small Cap	11792.74	11901.39	-108.65	(0.91)	66926000
Capital Goods	18118.92	18119.66	-0.74	(0.00)	7498000
Consumer Durables	21654.45	21788.36	-133.91	(0.61)	379000
FMCG	8304.6	8368.14	-63.54	(0.76)	1023000
Healthcare	17870.57	18140.06	-269.49	(1.49)	1830000
IT	11396.98	11501.95	-104.97	(0.91)	1254000
Metals	13488.47	13449.76	38.71	0.29	2438000
Mid Cap	10993.02	11070.76	-77.74	(0.70)	64406000
Oil & Gas	16231.29	16071.96	159.33	0.99	2505000
Power	2258.02	2256.28	1.74	0.08	11585000
PSU	9071.5	9030.87	40.63	0.45	14149000
Real Estate	2339.09	2332.97	6.12	0.26	8555000

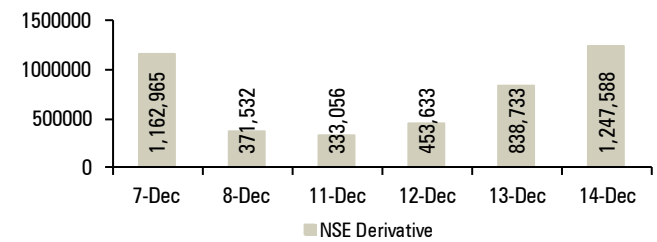
Key News for Today

Company/ Industry	News	View	Impact
Gulf Oil Lubricants	Gulf Oil Lubricants has started commercial production for manufacturing lubricants oil at its company's newly set-up plant at Chennai (Ennore), which has installed manufacturing capacity of 50,000 kilo litre per annum	The company will benefit from savings in logistics costs as majority of Gulf's sale comes from Southern India. Also, new capacity will help them to cater to increasing demand for their products	↑

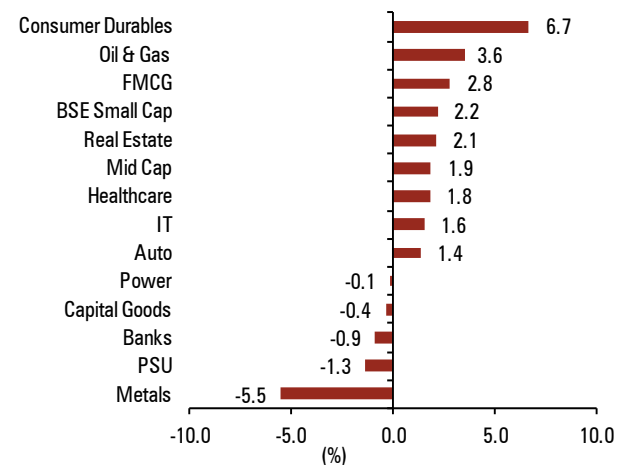
Exchange Cash Turnover (₹ crore)



NSE Derivative Turnover (₹ crore)



Sectoral Performance – Monthly Returns (%)



<p>Container Corporation of India</p>	<p>Post approval of Indian rail board allowing Concor will run container trains to Bangladesh. The movement is awaiting approval from Bangladesh. In addition to the same, Concor is also planning to set up a first integrated logistics and manufacturing zone (ILMZ) over 1000 acres in Andhra Pradesh</p>	<p>Concor had signed MoU with a Container Company of Bangladesh (CCBL) in April 2016. Exports to Bangladesh for FY17 were at ~\$ 4.3 billion. With the approval from Bangladesh and newer segments, Concor would be able to serve new geographies providing incremental boost to its future revenues</p>
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Key developments (Continued...)

- Shree Cement has commissioned 2.6 MT clinkerisation unit (kiln-2) at Raipur, Chhattisgarh
- As per media sources, the Supreme Court has lifted the annual iron ore mining ceiling in Karnataka to 35 million tonne (MT) (from 30 MT earlier) for the category A and B mines
- As per media sources, the Supreme Court has ordered Drug Technical Advisory Board (DTAB) to deliberate on the issue of 344 Fixed Dosage Drug Ban by the Govt of India. While the deliberation continues, the pharmaceuticals can continue to sell the drug in market
- According to media sources, Tech Mahindra is working on developing a solution using blockchain technology for vehicle registration and related activities. The dealer can issue a registration certificate and number for a vehicle removing the need for taking the vehicle to RTA for registration. Vehicle dealer, RTA, buyer and the financier are getting connected by the technology. Two southern states have evinced interest in using the technology
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Nifty Chart



NIFTY Index (NSE Nifty 50 Index) NIFTY Daily 17JUN2017-14DEC2017
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Technical Outlook

Domestic markets ended on a positive note, with volatility picking up ahead of the exit polls of closely watched Gujarat election. The broader markets underperformed the benchmarks, with the midcap index ending higher by 0.03% and Smallcap index ending lower by 0.3%

The price action formed a long legged Doji pattern with a long lower shadow indicating support on expected lines near 10150 despite higher volatility, which is the 61.8% retracement of the latest three session rally (10033-10329). As exit polls indicate comfortable win for BJP in Gujarat and HP, the index is likely to cheer with a positive opening. Nifty in the last one month has been facing stiff resistance around 10400 levels. We expect the index in the current up move to move above the resistance area of 10400 and head towards 10600 in the coming weeks.

Pivot Points

Index/Stocks	Close	S1	S2	R1	R2	Trend
S&P BSE SENSEX INDEX	33246.7	32982.0	32717.0	33417.0	33587.0	Negative
Nifty 50	10252.1	10170.0	10088.0	10304.0	10358.0	Negative
ACC LTD	1688.2	1668.0	1649.0	1714.0	1741.0	Negative
AXIS BANK LTD	541.5	537.0	531.0	545.0	549.0	Positive
HDFC BANK LTD	1838.1	1820.0	1802.0	1848.0	1858.0	Negative
STATE BANK IND	314.0	311.0	307.0	317.0	319.0	Negative
HOUSING DEV FIN	1704.5	1688.0	1671.0	1716.0	1727.0	Negative
MARUTI SUZUKI IN	9112.8	9057.0	9001.0	9158.0	9203.0	Negative
TATA MOTORS LTD	402.4	399.0	396.0	406.0	408.0	Negative
MAHINDRA & MAHIN	1431.6	1418.0	1404.0	1441.0	1450.0	Positive
BAJAJ AUTO LTD	3109.4	3061.0	3013.0	3149.0	3187.0	Positive
TATA CONSULTANCY	2557.8	2516.0	2473.0	2617.0	2675.0	Negative
INFOSYS LTD	1013.1	1003.0	993.0	1019.0	1025.0	Neutral
CIPLA LTD	590.5	578.0	567.0	597.0	605.0	Negative
OIL & NATURAL GA	184.4	181.0	180.0	186.0	188.0	Negative
RELIANCE INDS	921.5	911.0	902.0	927.0	934.0	Negative
BHARTI AIRTEL	520.3	513.0	505.0	527.0	533.0	Negative
DLF LTD	227.6	223.0	219.0	231.0	235.0	Negative

CNX Nifty Technical Picture

Nifty 50	Intraday	Short Term
Trend	Up	Range bound
Trend Reversal		
Support	10250-10200	10000
Resistance	10350-10390	10400
20 Days EMA		10239
200 days EMA		9738

Advances / Declines

	Advances	Declines	Unchanged
BSE	1049	1572	171
NSE	643	1100	71

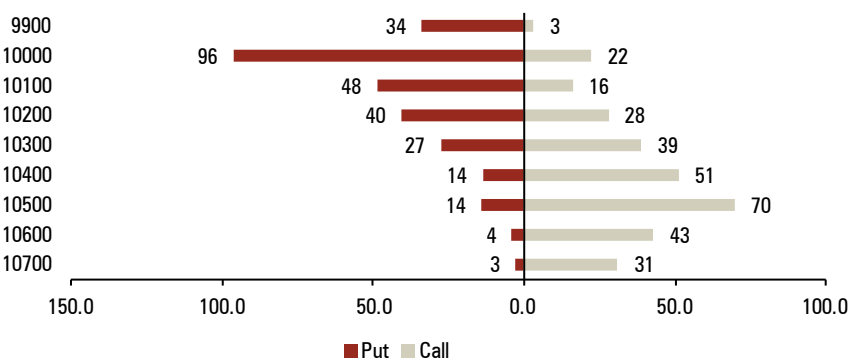
Daily Technical Calls

- Buy Reliance Industries in the range of 924.00-926.00
- Buy Hindustan Unilever in the range of 1327.00-1330.00

*All recommendations are of December Future

See Momentum Pick for more details

Nifty Call – Put Strike (No. of shares in lakh) – December 2017



Intraday Derivative Strategy

i) Axis Bank

Buy AXIBAN DEC Fut at 539.50-540.50

CMP: 542

Target 1: 544.7 Target 2: 552.2

Stop Loss: 534.7

ii) Britannia Industries

Sell BRIIND DEC Fut at 4670.00-4674.00

CMP: 4710

Target 1: 4644 Target 2: 4599

Stop Loss: 4704

See Daily Derivatives for more details

Results/Events Calendar

27	November Monday	28	November Tuesday	29	November Wednesday	30	November Thursday	01	December Friday	02	December Saturday
	China Industrial Profits YoY		US Retail Inventories MoM		US GDP Annualized QoQ		India GDP YoY India GVA YoY China Manufacturing PMI Japan Industrial Prod YoY Eurozone CPI Core YoY		Nikkei India PMI Mfg Markit UK PMI Mfg Markit US Mfg PMI Nikkei Japan PMI Mfg Markit Eurozone Mfg PMI		
04	December Monday	05	December Tuesday	06	December Wednesday	07	December Thursday	08	December Friday	09	December Saturday
	Eurozone PPI YoY		US Trade Balance Markit US Services PMI Eurozone GDP SA YoY		RBI Repurchase Rate RBI Reverse Repo Rate RBI Cash Reserve Ratio Nikkei India Services PMI		Jet Airways US Initial Jobless Claims		US Unemployment Rate UK Industrial Prod YoY UK Mfg Prodn YoY Japan GDP SA QoQ		China CPI YoY
11	December Monday	12	December Tuesday	13	December Wednesday	14	December Thursday	15	December Friday	16	December Saturday
			Talwalkars India CPI YoY India Industrial Prod YoY UK CPI YoY		US CPI YoY		FOMC Rate Decision India Wholesale Prices YoY Markit US Services PMI Bank of England Bank Rate China Industrial Prodn YoY		US Industrial Prod MoM		
18	December Monday	19	December Tuesday	20	December Wednesday	21	December Thursday	22	December Friday	23	December Saturday
	Japan Trade Balance Eurozone CPI Core YoY		US Current Account Balance		ECB Current Account SA		US GDP Annualized QoQ BOJ Policy Balance Rate		UK GDP YoY		
25	December Monday	26	December Tuesday	27	December Wednesday	28	December Thursday	29	December Friday	30	December Saturday
			Japan Natl CPI YoY				US Initial Jobless Claims				

Major Economic Events this Week

Date	Event	Country	Period	Actual	Expected
12-Dec-17	CPI YoY	IN	Nov	4.9%	4.3%
12-Dec-17	Industrial Prodn YoY	IN	Oct	2.2%	2.9%
12-Dec-17	CPI YoY	UK	Nov	3.1%	3.0%
13-Dec-17	Industrial Prodn SA MoM	EU	Oct		0.2%
13-Dec-17	CPI YoY	US	Nov	2.2%	2.2%
14-Dec-17	FOMC Rate Decision (Up	US	43082	1.5%	1.5%
14-Dec-17	FOMC Rate Decision (Lov	US	43082	1.3%	1.3%
14-Dec-17	Markit US Mfg PMI	US	Dec P	55.0	53.9
14-Dec-17	Markit EU Mfg PMI	EU	Dec P	60.6	59.7
14-Dec-17	Industrial Prodn YoY	CH	Nov	6.1%	6.1%
14-Dec-17	Nikkei Japan PMI Mfg	JN	Dec P	54.2	--
14-Dec-17	Industrial Prodn YoY	JN	Oct F	5.9%	5.9%

Date	Event	Country	Period	Expected	Previous
15-Dec-17	Imports YoY	IN	Nov	--	7.6%
15-Dec-17	Trade Balance	IN	Nov	13250.0m	14018.8m
15-Dec-17	Exports YoY	IN	Nov	--	-1.1%
14-Dec-17	Wholesale Prices YoY	IN	Nov	--	3.6%
15-Dec-17	Trade Balance SA	EU	Oct	24.3b	25.0b

Bulk Deals

Company	Client Name	Type	No. of shares	Price (₹)
BSE*				
Religare Enterprises	Idbi Trusteeship Services Ltd	Sell	11302355	58.5
NSE*				
Mercator Limited	Ivory Consultants Pvt Ltd.	Buy	1,601,341	36.0

Recent Releases

Date	Report
14 December 2017	Event Update- Tata Communications
14 December 2017	Management Meet Update- SP Apparels
13 December 2017	Company Update- NCL Industries
13 December 2017	Analyst Meet Update- Monte Carlo Fashions
13 December 2017	Wireless Monthly- December 2017



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