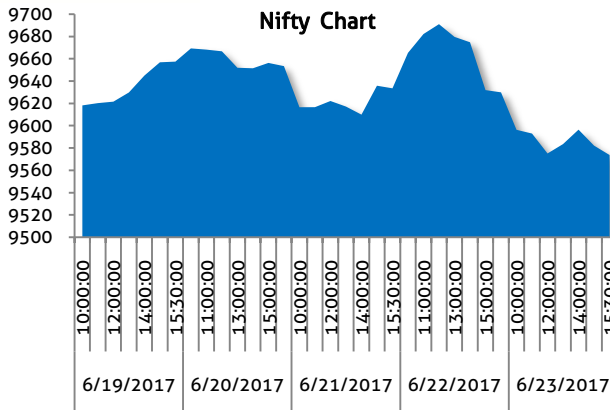


Ashika Weekly Insight

26 June 2017 to 01 July 2017



Market Outlook - Indian equity market started the week on robust note riding on GST headway and expectations of reforms by Sebi. NPA resolution had been gaining traction after the Reserve Bank asked lenders to initiate bankruptcy proceedings against large defaulters however soon resorted to consecutive volatile trading session due to lack of major triggers to support the upmove. Investors also turned cautious apprehending early glitches in GST rollout. Major draw this week being Sebi relaxed entry norms for overseas investors, rationalized 'fit and proper' criteria, they also decided to expand eligible jurisdiction for grant of FPI registration by including countries with diplomatic tie-ups with India. Developments related to roll-out of GST, progress of monsoon rains, domestic and global macroeconomic data, trend in global markets, investment by FPIs and DII, the movement of rupee against the dollar and crude oil price movement will dictate trend on the bourses in truncated trading week ahead. The market may remain volatile as traders roll over positions in the F&O segment from the near June series to July series

Global Indices

Indices	Closing*	Return(%)					
		1 D	1 W	1 M	3 M	6 M	1 Y
Dow Jones	21,397.3	(0.1)	0.2	1.8	3.6	7.3	20.3
Nasdaq	6,236.7	0.0	1.2	1.2	7.1	14.0	29.0
FTSE 100	7,439.3	(0.1)	0.3	(1.0)	1.6	5.7	18.8
CAC 40	5,281.9	0.1	1.2	(1.1)	5.8	9.3	20.6
DAX	12,794.0	0.2	0.8	1.2	7.5	11.6	27.0
Hang Seng	25,674.5	(0.1)	0.4	1.0	5.6	17.7	23.5
Nikkei 225	20,110.5	(0.1)	1.4	2.2	5.6	3.4	25.2
Shanghai Comp.	3,147.5	(0.3)	0.5	2.7	(3.0)	0.3	8.3
Straits Times	3,215.6	0.4	(0.5)	(0.5)	3.1	10.8	15.4
Nifty	9,630.0	(0.0)	0.5	2.9	6.6	19.5	17.4
Sensex	31,290.7	0.0	0.7	3.3	7.3	19.2	16.9

* As on June 22, 2017

Commodities

Commodities	Latest Price	%CH-1W	%CH-1M
Brent Crude(\$/BBL)	45.29	(3.5)	(15.8)
Gold (\$/oz)	1251.70	(0.2)	(0.2)
Silver (\$/oz)	16.64	(0.5)	(1.2)
Copper (\$/MT)	5736.00	1.8	2.5
Alum (\$/MT)	1872.00	0.4	(3.4)
Zinc(\$/MT)	2697.00	8.1	5.0

Global Updates

USA

- U.S. unemployment benefits saw a modest increase inched up to 241,000, an increase of 3,000 from the previous week's revised level of 238,000.
- U.S. existing home sales climbed by 1.1 percent to an annual rate of 5.62 million in May after tumbling by 2.5 percent to a downwardly revised 5.56 million in April.
- US Industrial production was flat in May after jumping by 1.1 percent in April. Economists had expected production to rise by 0.2 percent.

EUROPE

- KOF Economic Institute forecasted Switzerland's economic growth of 1.3% instead of 1.5% projected in March.
- Austria's production index increased a working-day-adjusted 3.3 percent year-over-year in April. On a monthly basis, production index decreased a seasonally adjusted 0.4 percent in April.
- German construction industry increased in April rose 0.9 percent month-over-month, on a yearly basis it climbed 6.4 percent in April.

ASIA

- Taiwan's industrial production increased 0.78 percent year-over-year in May, reversing a 0.15 percent drop in April. Economists had expected a 0.5 percent rise for the month.
- Singapore's industrial production growth eased unexpectedly in May, advanced 5.0 percent year-over-year in May, slower than the 6.7 percent rise in April.
- The manufacturing sector in Japan continued to expand in May albeit at a slower pace with a seven-month low manufacturing PMI score of 52.0, down from 53.1 in May

Global Economic Calendar

Date	Curr.	Event	Forecast	Previous
26-Jun-17	USD	Durable Goods Orders (MoM)	-0.50%	-0.80%
27-Jun-17	USD	S&P/CS HPI Composite - 20 n.s.a.	5.90%	5.90%
27-Jun-17	USD	CB Consumer Confidence (Jun)	116.9	117.9
28-Jun-17	USD	Pending Home Sales (MoM) (May)	0.60%	-1.30%
29-Jun-17	GBP	BoE Consumer Credit (May)	1.450B	1.525B
29-Jun-17	GBP	Mortgage Approvals (May)	64.00K	64.65K
29-Jun-17	EUR	Business and Consumer Survey	109.5	109.2
29-Jun-17	EUR	Industrial Sentiment (Jun)	3	2.8
29-Jun-17	USD	Core PCE Prices (Q1)		2.10%
29-Jun-17	USD	GDP (QoQ) (Q1)	1.20%	1.20%
30-Jun-17	JPY	National Core CPI (YoY) (May)	0.40%	0.30%
30-Jun-17	JPY	Tokyo Core CPI (YoY) (Jun)	0.20%	0.10%
30-Jun-17	JPY	Industrial Production (MoM)	-3.20%	4.00%
30-Jun-17	GBP	Current Account (Q1)	-16.3B	-12.1B
30-Jun-17	GBP	GDP (YoY) (Q1)	2.00%	2.00%
30-Jun-17	EUR	CPI (YoY) (Jun)	1.30%	1.40%
30-Jun-17	USD	Personal Income (MoM) (May)	0.30%	0.40%
30-Jun-17	USD	Michigan Consumer Senti (Jun)	94.5	94.5

Indian Economy

Economy

- The task force on employment data, headed by NITI Aayog Vice-Chairman Arvind Panagariya, is likely to recommend a complete revamp of the country's data collection system.
- The US has cleared the sale of 22 Guardian drones to India, governmental sources said on Thursday, a deal being termed as a "game changer" for bilateral ties ahead of Prime Minister Narendra Modi's visit to Washington for his maiden meeting with President Donald Trump.
- The government has relaxed conditions for unlisted companies that do not have loans from banks, financial institutions or deposits from public of more than Rs 50 crore on rotation of auditors.
- With more states announcing farm loan waiver schemes, a research report on Thursday said if the trend continues the total write-down could add up to Rs 1.5- 2.3 lakh crore, and banks will bear the brunt.
- The government is expected to take some action on privatising state-owned airline Air India in next six months, a top government policy adviser told television channel CNBC-TV18 on Thursday.

Corporate

- Reliance Defence has entered into a pact with Daher Aerospace, France for aerospace equipment manufacturing.
- State Bank of India has been authorised to refer Essar Steel, Bhushan Steel and Electrosteel to the bankruptcy court raising the possibility that some of these companies could be merged in an effort to return them to health.
- Mindtree would look at share buyback, and the proposal would be discussed at the board meeting to be held on June 28.
- Quess Corp to acquire 46 percent stake in Heptagon Technologies for a total consideration of Rs 9.77 crore and a 51 percent stake in Comtel Pro for a consideration of 1,01,000 Singapore Dollars.
- Shriram EPC has won multiple orders under its water management business amounting to Rs 165 crore.
- Indiabulls Real Estate looking to acquire 45 percent stake of U.S. based private equity Farallon Capital in two of its key commercial properties in Lower Parel.
- Glenmark Pharmaceuticals said the US health regulator has granted tentative approval for tablets used for treatment of overactive bladder.
- Petronet LNG is in talks to buy 25 per cent stake in Gujarat State Petroleum Corporation's (GSPC) almost-complete Rs 4,500-crore Mundra LNG import terminal in Gujarat.
- Reliance Communications has started the process to monetise its real estate assets in Delhi and Mumbai as part of its efforts to pare debt.
- Ashok Leyland said that board of Hinduja Leyland Finance (HLFL) has decided to withdraw the DRHP from SEBI.
- Cadila Healthcare formulations manufacturing facility at Moraiya, near Ahmedabad, has received an Establishment Inspection Report (EIR) from the US Food and Drugs Administration signifying the successful closure of the audit.

JSPL gets green light to enter European rail market

Jindal Steel and Power Limited (JSPL), India's leading private sector steel maker, has cleared the standard test to supply rails to European countries. The company has received certification from Luxembourg-based TUV NORD that its rails produced in Chhattisgarh's Raigarh facility match the standards of rails used in Europe. "The agency team inspected the Raigarh plant and certified two grades of rail based on European rail standards," JSPL spokesperson said. The development would help JSPL bag orders for supplying rails to European countries and strengthen its export portfolio. According to company officials, JSPL has been supplying rails for dedicated freight corridors, Delhi Metro and other major projects. It is among seven companies in the world that manufacture head-hardened rail. JSPL has started strengthening its presence in the international market, the officials said, adding that it is also looking to break the monopoly of Steel Authority of India Limited (SAIL) in supplying rails to Indian Railways. SAIL is the sole supplier of rail to the Indian Railways. JSPL is equipped with state-of-the-art facilities to supply rails in a customised finished lengths ranging from 13 to 121 meters. The company's focus on Indian Railways is based on current demand projections as railways is estimated to require nearly 1 million tonne of head-hardened rails over the next five years. JSPL is set to produce 3,60,000 tonne of rails per annum.

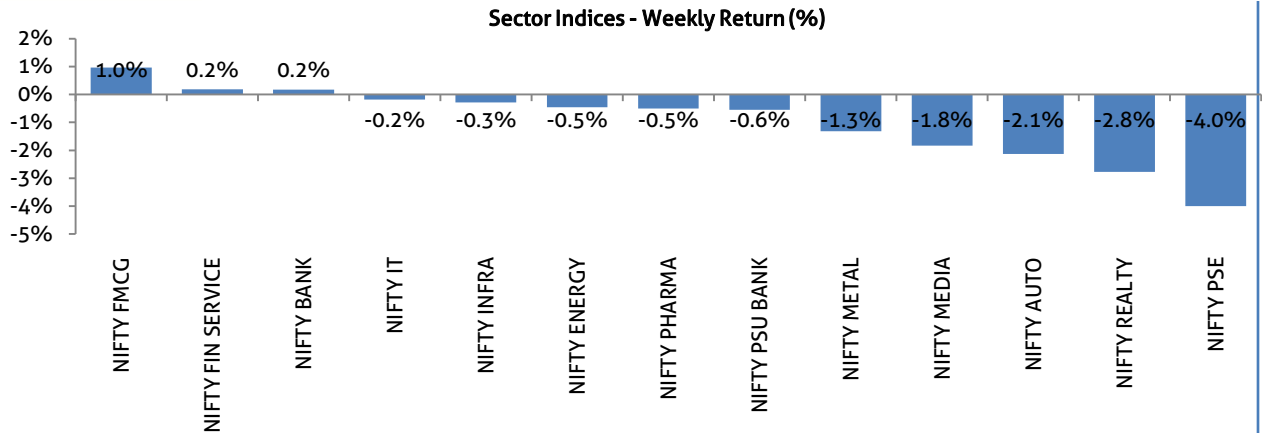
Corporate Action for the week

Events

Sl. No.	Scrip Name	Ex-Date	Purpose
1	ENGINERSIN	28-Jun-17	Buy Back of Shares
2	NUCLEUS	29-Jun-17	Buy Back of Shares
3	SKPSEC	29-Jun-17	Buy Back of Shares

Dividend

Sl. No.	Scrip Name	Ex-Date	CMP	Div. Amt	Div Yield(%)
1	APOLLOTYRE	27-Jun-17	247.0	3.00	1.21
2	FCH	27-Jun-17	687.8	2.60	0.38
3	INDIANHUME	28-Jun-17	498.6	2.40	0.48
4	GULPOLY	29-Jun-17	89.3	0.30	0.34
5	HDFCBANK	29-Jun-17	1678.6	11.00	0.66
6	STRTECH	29-Jun-17	146.3	0.75	0.51
7	HEROMOTOCO	30-Jun-17	3660.3	30.00	0.82
8	TATACOFFEE	30-Jun-17	128.7	1.75	1.36



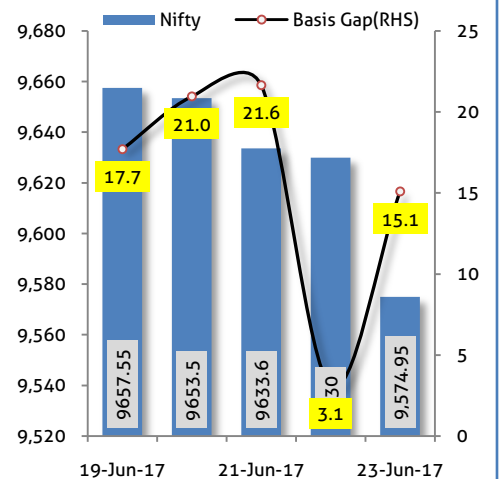
Source: NSE

Technical Analysis- NIFTY



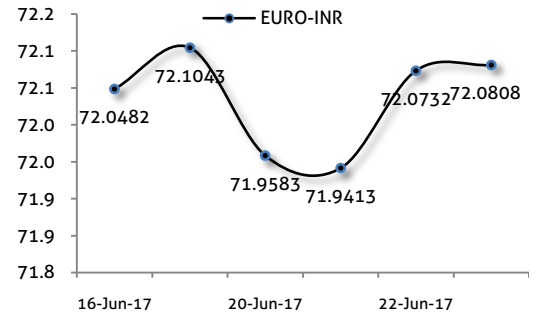
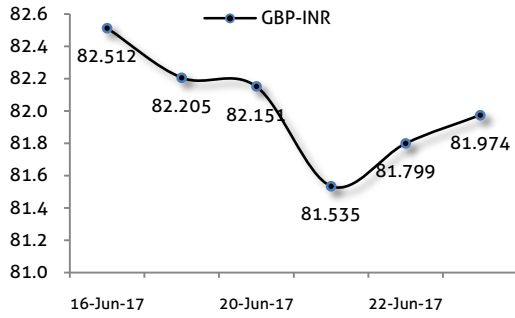
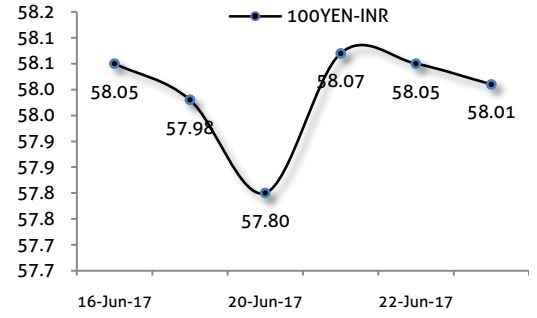
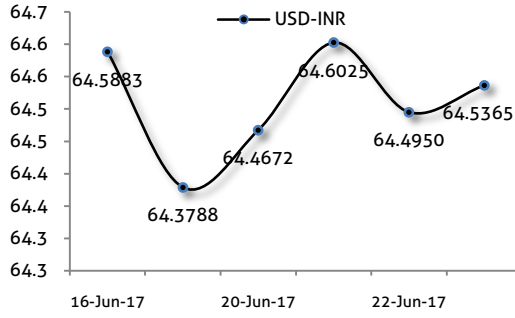
Nifty- Technical

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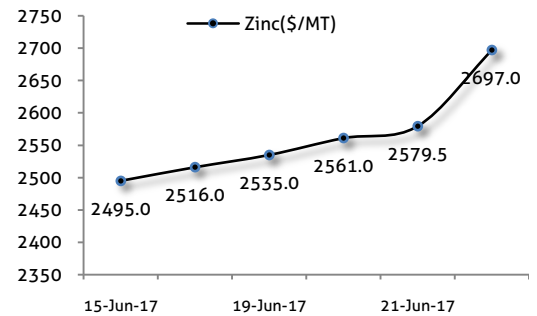
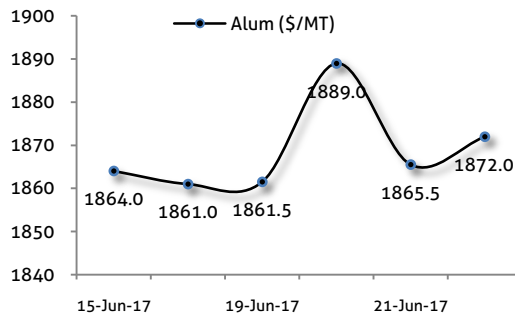
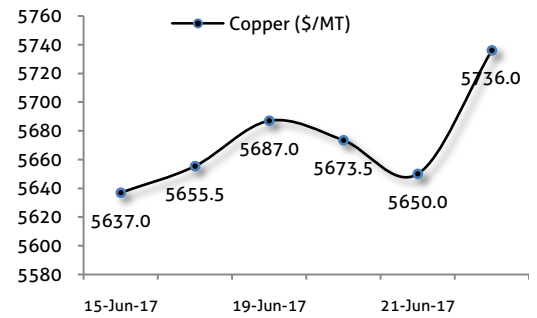
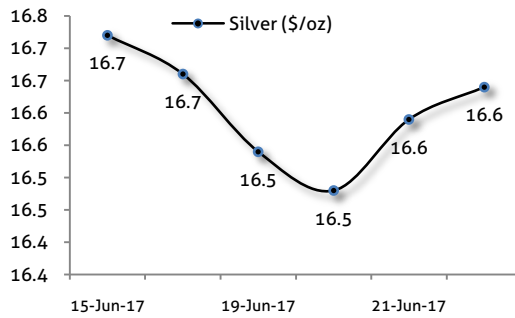
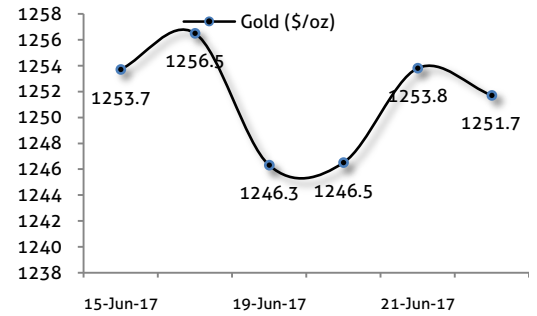
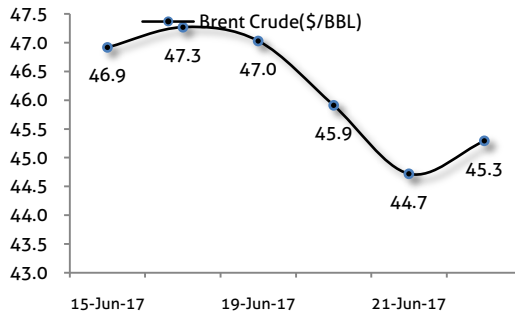


On the technical front is presently witnessing a bull-bear fight rather a consolidation phase at the peak. Considering the weekly time frame Nifty formed 'Evening Doji Star' after hitting all time high of 9709 indicating a major tussle and subsequent week might witness further selling pressure with a decisive close below 9550-9500 and might foretell of a bearish stance in the market. The momentum oscillator too are witnessing reduced upward momentum in overbought conditions on the weekly/monthly chart, a negative divergence between price and the oscillator too foretell an upcoming correction might be in place. The upper band of rising channel encompassing the up move since February 2017 till date is placed around 9750 region, also projects upsides might be limited hence only a decisive close above 9750 will infuse momentum for the next leg of the rally towards the 9900 region. On the option front options players were active throughout consolidation phase as they sell both calls and puts simultaneously which indicates more consolidation to continue. The maximum call open interest concentration is at 9700 calls indicating strong resistance and support around 9500 as put writers are holding position.

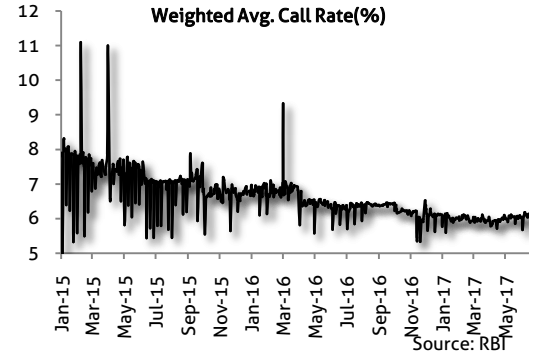
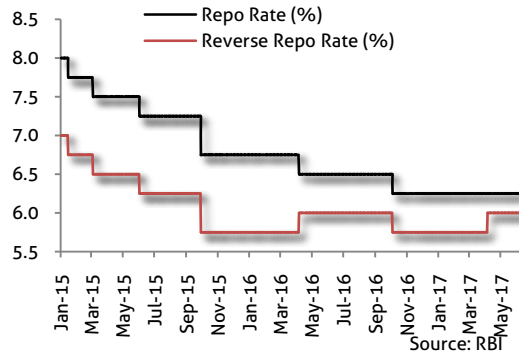
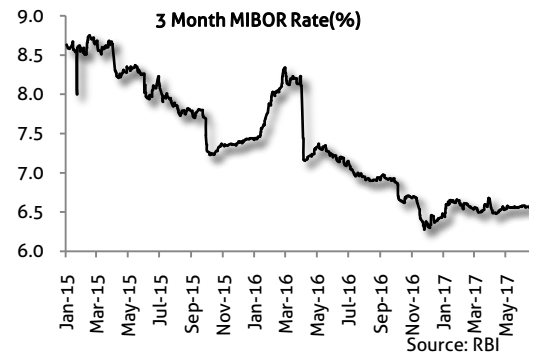
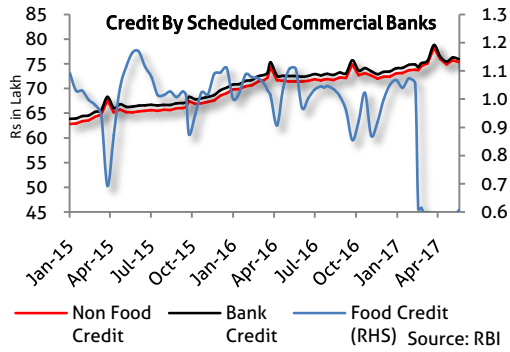
Currencies



Commodities



Banking Updates


 Weekly Call Status – 19th June 2017 – 23th June 2017

Particulars.	No. of Calls (nos.)	Gross profit/Loss (Rs.)	Profit booked (nos.)	Loss booked (nos.)	Exit at Cost
STKFUT	0	0	0	0	0
IDXFUT	0	0	0	0	0
STKOPT	5	12150	2	3	0
IDXOPT	0	0	0	0	0
STBT-BTST	0	0	0	0	0
CASH	14	12192	7	7	3
Total Calls	19	24322	9	10	0
OPEN POSITION	4	0	0	0	0

Sl No	Entry Date	Stocks	Type	Position	Bidding Price	Target Price	Stop Loss	Status (Booked/Exit/SL/TA)	Exit Rate	Exit Date	Profit/(Loss) from each call	Net profit/Loss
1	2-Jun-17	MGL	CASH	BUY	981	1030	960	OPEN				
2	12-Jun-17	DALMIABHA	CASH	BUY	2480	2550	2445	BOOKED	2540	19-Jun-17	60	2460
3	14-Jun-17	TATAELXSI	CASH	BUY	1555	1610	1525	BOOKED	1617	19-Jun-17	62	4030
4	14-Jun-17	GMRINFRA	CASH	BUY	19.5	22	18.5	BOOKED	22	22-Jun-17	2.5	12822.5
5	15-Jun-17	JINDALSTEL CE 130	OPTS TK	BUY	2.5	5	1.4	SL	1.4	21-Jun-17	-1.1	-4950
6	15-Jun-17	SUNPHARMA CE 560	OPTS TK	BUY	7	20	2	SL	2	20-Jun-17	-5	-3500
7	15-Jun-17	HINDPETRO PE 540	OPTS TK	BUY	16	30	7	BOOKED	27	22-Jun-17	11	11550
8	15-Jun-17	DLF CE 200	OPTS TK	BUY	3.2	8	1	BOOKED	6.2	22-Jun-17	3	15000
9	16-Jun-17	AJANTA PHARMA	CASH	SELL	1560	1500	1592	BOOKED	1539	21-Jun-17	-21	-1365

Sl No	Entry Date	Stocks	Type	Position	Bidding Price	Target Price	Stop Loss	Status (Booked/Exit/SI/TA)	Exit Rate	Exit Date	Profit/(Loss) from each call	Net profit/Loss
10	16-Jun-17	TECHM	CASH	SELL	390	382	395	SL	395	20-Jun-17	5	1285
11	16-Jun-17	COLPAL	CASH	BUY	1090	1120	1075	SL	1075	21-Jun-17	-15	-1380
12	19-Jun-17	BHARATFORG	CASH	BUY	1200	1230	1180	SL	1180	20-Jun-17	-20	-1680
13	19-Jun-17	GODREJCP	CASH	BUY	1895	1930	1875	BOOKED	1935	20-Jun-17	40	2120
14	19-Jun-17	VEDL 250 CE	OPTS TK	BUY	3.2	6.5	1.5	SL	1.5	21-Jun-17	-1.7	-5950
15	19-Jun-17	ICICIBANK 315 CE	OPTS TK	BUY	7.9	12.5	5.5	OPEN				
16	20-Jun-17	DHFL	CASH	BUY	461	473	455	OPEN				
17	20-Jun-17	ABIRLANUVO	CASH	BUY	1683	1715	1665	BOOKED	1720	22-Jun-17	37	2220
18	20-Jun-17	SBIN	CASH	BUY	290	299	285	OPEN				
19	20-Jun-17	LUPIN	CASH	SELL	1115	1080	1135	BOOKED	1096	21-Jun-17	-19	-1710
20	20-Jun-17	FORTIS	CASH	BUY	197	207	192	SL	192	22-Jun-17	-5	-2540
21	21-Jun-17	TATACHEM	CASH	BUY	626	645	617	SL	617	22-Jun-17	-9	-1440
22	21-Jun-17	MCDOWELLN	CASH	BUY	2314	2385	2275	SL	2275	22-Jun-17	-39	-1716
23	22-Jun-17	ACC	CASH	BUY	1665	1695	1650	SL	1650	22-Jun-17	-15	-915
24	23-Jun-17	PIDILITIND	CASH	BUY	827	845	817	OPEN				

Gross Profit/Loss Earned (Rs)	24342
Less: Expenses (Rs)*	-1478
Net Profit/Loss (Rs)	22863

*Considering Brokerage & Taxes @ 0.03%

Note: The above profit/loss is based on all open position carried forward from the previous week.
Cash Calls are calculated on a margin of Rs. 1,00,000.

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