



ACUMEN
CAPITAL MARKET (INDIA) LTD.



**MORNING
BELL**



REPORT AT A GLANCE

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1. Global Markets

GLOBAL INDICES

COUNTRY	INDICES	DAILY (% CHANGE)	WEEKLY (% CHANGE)	MONTHLY (% CHANGE)
	Dow	-0.29 %	-1.52 %	-1.02 %
	FTSE	-0.05 %	-1.19 %	+1.01 %
	CAC	-0.24 %	-0.17 %	+3.34 %
	DAX	+0.20 %	-0.26 %	+1.94 %
	Shanghai	+0.14 %	+0.14 %	+1.00 5
	Nikkei	-0.35 %	-1.39 %	-0.62 %

INTERNATIONAL COMMODITIES

	DAILY (% CHANGE)	WEEKLY (% CHANGE)	MONTHLY (% CHANGE)
GOLD	0.64 %	+0.66 %	+0.27 %
SILVER	+0.81 %	+0.81 %	-3.12 %
COPPER	-064 %	-2.56 %	-4.13 %
CRUDE OIL	-0.29 %	-0.29 %	-11.44 %

FII & DII ACTIVITIES

	PREVIOUS DAY	LAST 5 DAYS	MONTHLY
FII	543.35	4590.16	8466.42
DII	116.50	2588	935.26

INDIAN MARKET

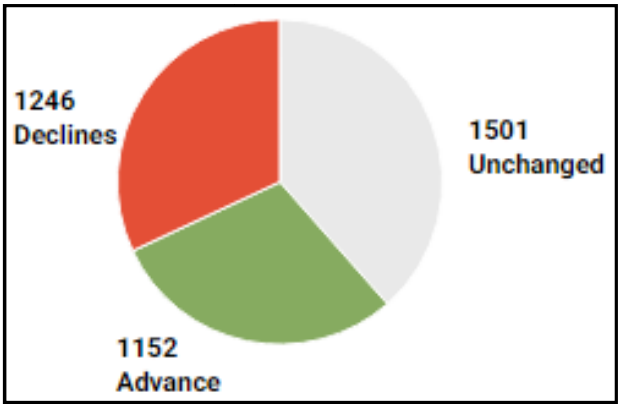
NIFTY

	OPENING PRICE	CLOSING PRICE	% CHANGE
NIFTY	9104	9108	0.24

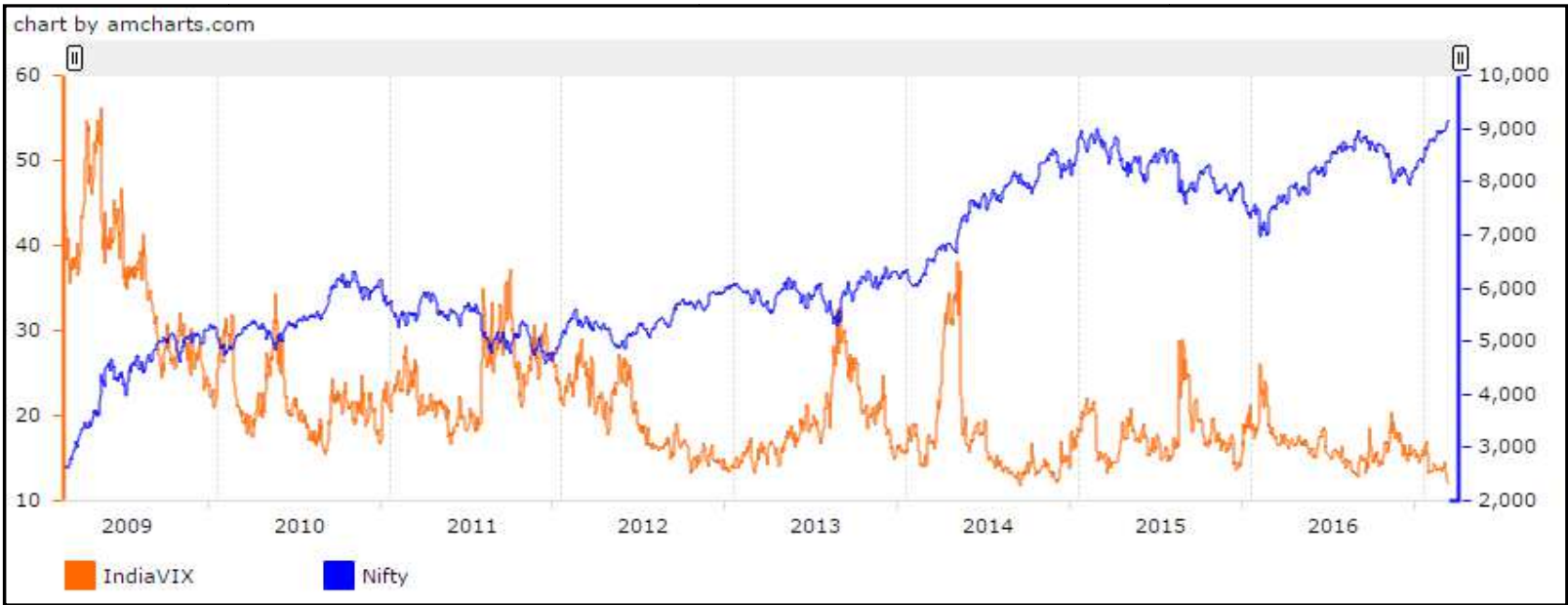
SENSEX

	OPENING PRICE	CLOSING PRICE	% CHANGE
SENSEX	29350	29421	0.30

Advances and Declines



Nifty Index Vs India VIX Index Movement



Forex Market

USD Vs INR

USD	INR	STATUS	% Change	Daily	Weekly	Monthly
\$ 1	65.40	APPRECIATED	USD/INR	-0.02	-0.11	-1.17

SECTOR PERFORMANCE



	NIFTY		BANK		AUTO		IT		METAL		PHARMA
Opening	Closing	Opening	Closing	Opening	Closing	Opening	Closing	Opening	Closing	Opening	Closing
9104	9108	20987	21122	9904	9878	10843	10768	3125	3123	10581	10556

2.MARKET INTERNALS

Stocks

- 1. New Tax treaty with Singapore and Mauritius will come into effect from April 01st 2017.
- 2. Bajaj-Auto to end alliance in India with Kawasaki from April 01st.
- 3. Motherson Sumi buys 93.75 % stake in PKC Group of Finland.
- 4. SBI initiates process to sell 10 % shares of SBI Life via IPO.
- 5. Cochin Shipyard files papers for Rs 1400-1500 Cr IPO
- 6. RBI puts 4 Public Sector lenders, including IDBI Bank, IOB and UCO Bank under watch and advised them to stay off risky assets.
- 7. Aditya Birla Nuvo transfers its entire 51 % stake in Birla Sun Life company to Aditya Birla Financial Services.
- 8. Kotak Mahindra Bank becomes second largest private bank in terms of Market Capitalization ahead of ICICIBank.
- 9. Bharti Airtel to acquire Tikona’s 4G business to strengthen Pan-India Presence.
- 10. ONGC to spend \$ 10bln in Krishna – Godavari Basin.
- 11. Law tribunal approves merger of few Just Dial Global operations with Just Dial.
- 12. Hindustan Zinc announced a onetime Dividend of Rs 27.50/Share. Record Date is March 30th.
- 13. Government likely to sell AxisBank, ITC, L&T shares in Exchange Traded Funds this year.
- 14. PVR launches Asias first Virtual Reality lounge for Rs 100 per sear.
- 15. HCL Tech to announce Sharebuyback of nearly 16.4 % for 3500 Cr.

16. Bharti Infratel: Nettle Infra to buy 400 mln Share from Bharti Airtel.
17. Engineers India Board approves 41.96 mln Share Buyback at Rs 157/Share
18. Tyre companies positive ahead of Anti-Dumping Duty meet on March 28th.
19. SPICE JET increases its market share in Domestic routes.
20. Relcapital to monetize non- core investments by March 2018, to focus on financial services .
21. Welspun India starts new textile plant in Gujarat.
22. Vedanta Chairman plans to buy stake in Anglo American mining company which is one of the worlds top five mining groups.
23. Reliance Capital to spin off Retail Health Insurance Operations into separate company.
24. Food and Drink MNC's to be impacted as Government plans fat tax and tighter rules.
25. Gitanjali Gems arm Nakshatra World files IPO papers with SEBI.
26. RBI removed South Indian Bank from its foreign investment caution list.
27. DLF to get 12,000 – 14,000 Crore through stake sale to Private Equity firm GIC
28. IOC, IBULHSGFIN will be included and BHEL, IDEA will be excluded from Nifty from March 31st, 2017.

Index Movements

1. Spot Nifty Vs Nifty Future Premium narrows to 3 Points.
2. SENSEX Price Earnings Ratio is at 22.45 and Nifty Price Earnings is at 23.65
(Nifty PE above 24 - 25 indicates market is overpriced)
3. NSE Daily cash turnover is 23346 Cr and it is lower than its Weekly average turnover.
4. Nifty : Put Call Ratio of 1.11 is in favour of Bears.
5. India Volatility Index (VIX) increased 1.20 % to 11.97 and is trading near its 52-week Low at 10.92.

Economy Outlook

1. Govt could exceed revised Tax target of Rs 17 lakh Crore in FY17.
 2. Government approves 1.1 Lakh Houses for Urban poor in 6 States.
 3. As per RBI Data Banks Credit growth falls to 4.1 %
 4. SEBI panel proposes F&O trading in Equity, Commodities and Currency Products at the International Finance Services Centre (IFSC) in Gift City, Gandhinagar.
 5. Government likely to cap cash transactions at Rs 2 Lakh.
 6. India Feb Month Domestic Air Traffic up 20.5 %
 7. Govt to soon announce new mechanism to replace FIPB
 8. Investments in Capital Markets through Participatory Notes (P-Notes) rose to Rs 1.75 lakh Crore.
 9. Govt likely to amend rules on 100 % ownership by Foreign Airlines.
 10. PFRDA proposes upto 50 % investment in equities under NPS for government subscribers.
 11. Steel exports up in February month, imports decline.
 12. Rating agency Fitch sees India GDP growing at 7.1 5 in FY17.
 13. Govt to launch Index of Industrial Production and WPI with new base year 2011-12 by April –end.
 14. India Foreign Exchange Reserves rose by \$ 63.7 million to \$ 362.8 billion
 15. Overseas Investors prefer India than other asian economies for investments.
 16. Rating Agency Moodys says Demonetisation will cut tax avoidance.
 17. Government says GST will be rollout from 01st July
 18. PM Modi pressures US Govt to rethink on movement of skilled workers.
 19. SEBI relaxes Derivatives limit to Foreign Investors.
 20. Indian Govt 10 year Bond yield increased 0.13 % to 6.82 %.
- (Bond Yields and prices move in opposite direction)

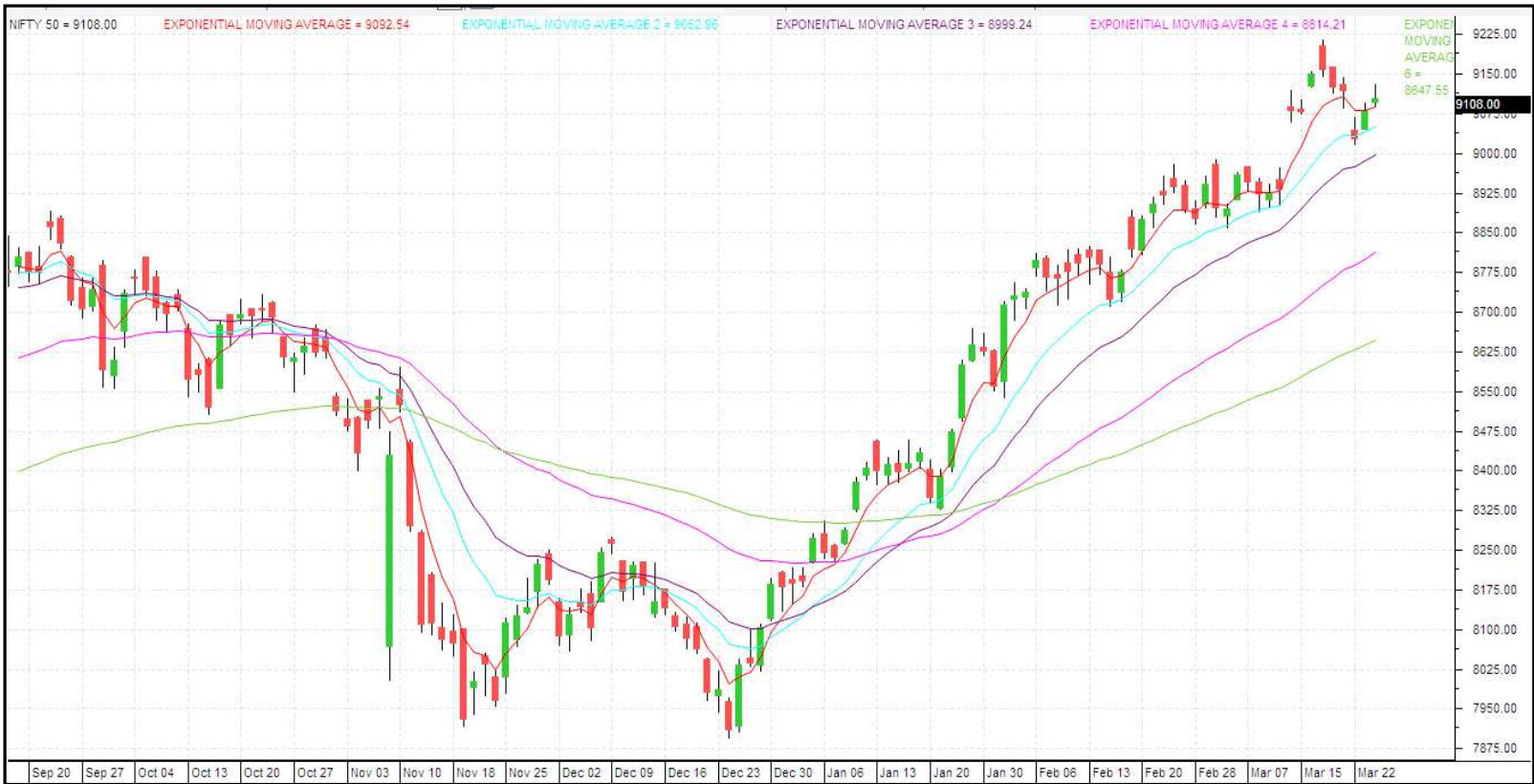
International

- 1. US Existing Home Sales fall from 10 year High levels.
- 2. Intensifying talks between Greece and Euro Zone Creditors.
- 3. G20 Finance Ministers meeting and China Development Forum meeting this week.
- 4. Crude Oil prices weak as US Weekly inventory and Drilling count increased.
- 5. China cuts its GDP growth target to 6.5 % for 2017, a 25 year low.
- 6. Scottish government is seriously considering a second independence referencdum next year.
- 7. UK to start formal process for withdrawal from European Union from March 01st Week.
- 8. Election in France in April month is crucial for European Union.
- 9. US 10 Year Govt Bond Yield at 2.40 % Above 3 % is a cause of worry.

3. Technical & General Analysis

3.1 Nifty Chart

Nifty with Moving Averages



Moving Average Days	5 Day	13 Day	21 Day	50 Day	100 Day	200 Day
Closing Points	9092	9052	8999	8814	8644	8469
Closing Price	% Change	Short term Range	52 Week High /Low		1 Year Change	
9108	0.24 %	8920 - 9200	9218 / 7405		21.93 %	

Source: RapidRupee (Acumen Trading Platform)

Market Overview

Markets for the first time in three weeks closed with a weekly loss of 0.54 %. Metal, Pharma and Auto stocks rebounded in yesterdays trade. Banking stocks staged recovery in last sessions on hopes of new policies for resolution of NPA Problems. Among Weekly gainers and losers Realty and PSU Banks gained nearly 1 – 2 % and IT , Pharma Sectors lost nearly 1 – 1.5 %. In Metal stocks Vedanta remained the market favourite after the National Company Law Tribunal approved the scheme of arrangement between the company and Cairn India. Vedanta also will be benefitted from Rs 27.50 Special Dividend announced by Hindustan Zinc where company holds 64.92 % stake. Comments of no fresh fund infusion from Grasim, AbirlaNuvo in the merged telecom company helped both the stocks to remain positive. We feel both these stocks will move 5- 8% higher from the current levels till the voting for Merger ends on April 06th. Liquidity inflows continued into markets and market breadth, indicating the overall health of the market remained in favour of the bears for the day.

3.2Our Analysis

Market after recovering from supports 9020 is suggesting a Range bound trade with 9200 as the upper band. Ahead of this weeks F&O expiry Volatility is expected to increase and PSU Banking stocks to witness more short covering. Higher inflows from foreign and domestic participants is expected to continue as all known major market events are over and next trigger market watching is Q4 corporate earnings. Stronger Rupee is positive for the import oriented sectors like Oil, Metals and Power and will be negative for Export oriented sectors like IT and Pharma. The investing community by and large has been quite positive on fundamental reforms took forward by the Central Government and all that is factored into the current market prices. Longer term Bullish trend is intact as victory in biggest state under the Leadership of Prime Minister will strengthen the reform agenda of the government and more decisive moves can be expected in coming years. Market fundamentals is in overbought situation as Nifty Forward P/E is at 10 year highs and the upmove will continue till there is ample liquidity. India being the fastest growing economy will always **attract investors when 5 – 10 % correction happens in markets.** So investors should always buy into Nifty 50 or Nifty 200 stocks where recovery will be fast.

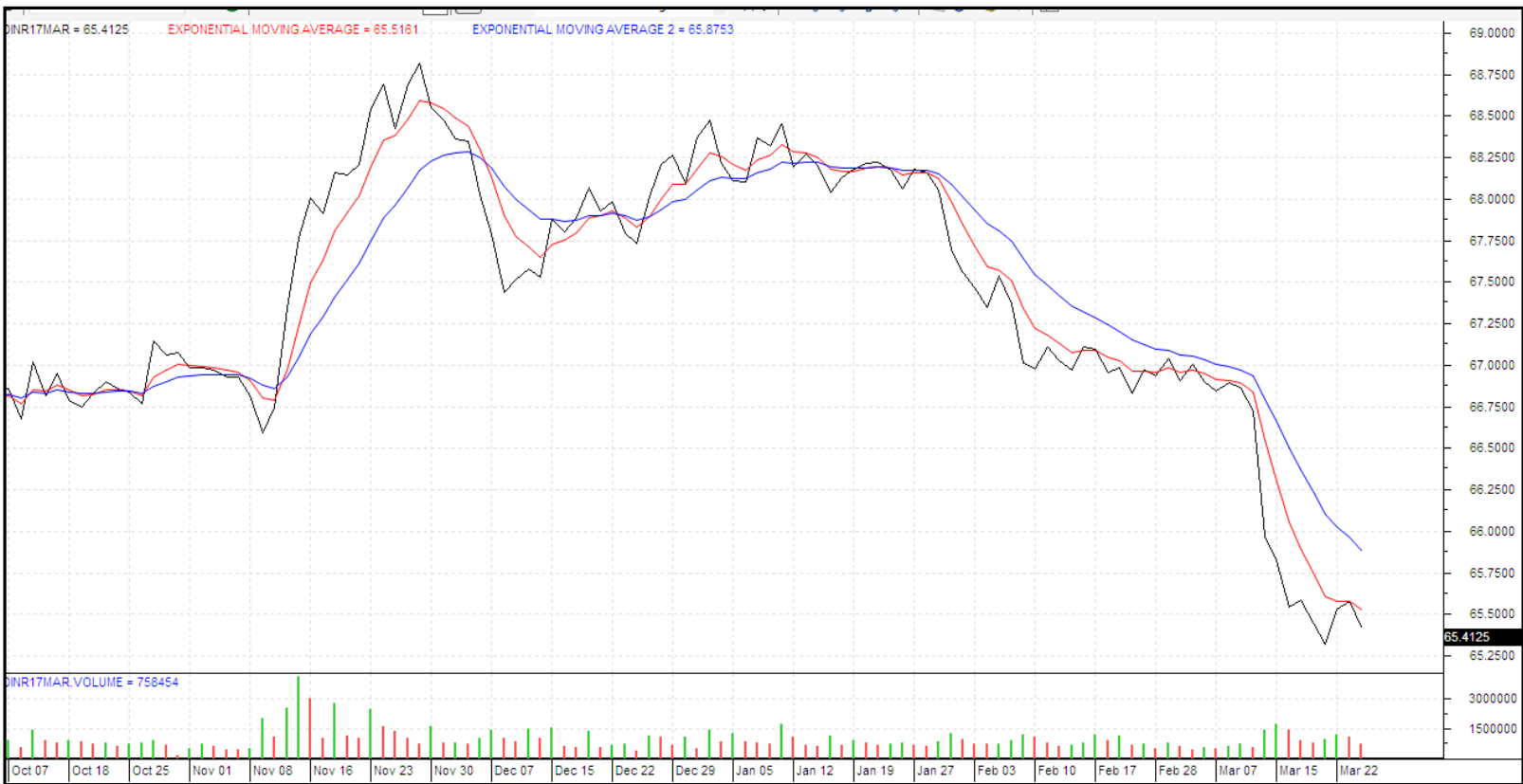
Our Recommendation:

Spot Nifty managed to close above 9100 level with todays low (9089) is higher than previous days close(9086). March month f&o expiry range seen is 9000 - 9200. Nifty 9200 Call Open Interest Buildup indicates Resistance at that level. India volatility Index at 2014 lows points to Risk Reward Ratio in the favour of Bears . Positional trades in Smallcap stocks needs caution. Dividend declared stocks ahead of Financial Year closing will be better suited for low risk investors. Daily charts of Index heavyweights Reliance Industries, Tata Motors and Maruti has turned bearish and will continue to put pressure on the markets. Most global markets are trading at ten year highs so profit booking can be expected if any negative events happens.

For the day Nifty **can be sold below 9070** spot levels for the targets 9025 –8970 - 8920 levels. Upside move can be expected if SpotNifty sustains above 9120 for the targets 9178 –9250 levels. **In Stock specific activity L&T, NMDC, IPCA Lab, Dish Tv, Indigo, AdaniEnterprises and Havells is attracting investor interest.**

Bullish pattern is expected to continue till it holds above 8920 levels and intermediate bullish trend will be violated only if Spot Nifty **closes below 8800** on weekly basis. Major Bearish Trend Reversal is expected only on Spot Nifty close below 8400 which is its 200DMA level.

4. USD/INR FUTURE ANALYSIS



	5 Day Exponential Moving Average
	13 Day Exponential Moving Average

Positive for the Rupee

Rupee is trading closer to its 17 month highs against US Dollar. Improving Current Account Deficit, robust Foreign Direct Investment (FDI) and Positive equity markets is helping Rupee to hold its gains. New US Governments policy will help Indian IT and Pharma Companies in the long run. These 2 sectors being the top foreign exchange contributor will help rupee strengthen in coming quarters. Rupee is expected to benefit in long term as Governments policy is in right direction and is aimed to create a strong and financially health economy will lead to stable currency.

Negative for the Rupee

Equity Markets at historic highs can trigger profit booking and any fund outflow will be negative for Rupee which is trading near its 16 month highs. US interest rate hikes can lead to FII outflow for near term. .

Expectation

Utilise downsides to go long on USDINR. USDINR is expected to get buying support from technically oversold region 65.25 for the targets 65.80 - 66.25 levels with a Stoploss of 65 . Weakness is expected above 67.11 levels only upto \$67.50 / 68.30 .

5. MAJOR ACTIVE STOCKS

Closed Above Previous Week High

Company	Last	Change	% Change	Close	Previous Day's High	Previous Week's High	Previous Month's High	Previous Quarter High
BANKINDIA	133.05	6.55	5.18%	133.05	127.20	129.15	138.50	138.50
GUJFLUORO	634.65	28.40	4.68%	634.65	622.80	625.00	534.40	534.40
RECLTD	173.85	7.30	4.38%	173.85	167.40	168.90	159.95	159.95
INDIGO	1020.85	41.35	4.22%	1020.85	990.00	925.00	877.00	944.00
IPCALAB	587.60	15.30	2.67%	587.60	579.50	568.80	574.00	589.40
JETAIRWAYS	492.55	11.25	2.34%	492.55	485.00	485.00	455.50	455.50

Source: RapidRupee (Acumen Trading Platform)

Closed Below Previous Week Low

Company	Last	Change	% Change	Close	Previous Day's Low	Previous Week's Low	Previous Month's Low	Previous Quarter Low
JINDALSTEL	119.75	-5.75	-4.58%	119.75	124.20	122.50	78.55	64.90
GSKCONS	5203.00	-143.50	-2.68%	5203.00	5326.50	5285.00	5015.00	4899.80
TCS	2427.20	-33.15	-1.35%	2427.20	2447.20	2493.85	2153.00	2145.65
AMBUJACEM	229.90	-2.75	-1.18%	229.90	230.90	231.00	226.25	197.00
WOCKPHARMA	718.85	-8.35	-1.15%	718.85	724.00	727.35	634.25	627.20
BAJAJ-AUTO	2843.00	-22.95	-0.80%	2843.00	2848.25	2854.05	2751.00	2551.00

6. Corporate Action

Dividends

Company Name	Dividend				
	Type	%	Announcement	Record Date	Ex-Dividend
Castrol	Final	90.00	21-02-2017	-	25-05-2017
Nestle	Final	230.00	15-02-2017	-	19-05-2017
Vesuvius India	Final	65.00	27-02-2017	05-05-2017	04-05-2017
ITD Cementation	Final	30.00	21-02-2017	-	03-05-2017
ABB India	Final	200.00	09-02-2017	-	28-04-2017
Merck	Final	110.00	27-02-2017	-	27-04-2017
Sanofi India	Final	500.00	27-02-2017	-	25-04-2017
KSB Pumps	Final	55.00	20-02-2017	-	12-04-2017
Linde India	Final	7.50	13-02-2017	-	07-04-2017
NLC India	Interim	0.00	14-03-2017	28-03-2017	24-03-2017
Asahi Songwon	Interim	0.00	14-03-2017	25-03-2017	23-03-2017
EngineersInd	Interim	0.00	09-03-2017	24-03-2017	23-03-2017
Nile	Interim	30.00	03-03-2017	24-03-2017	23-03-2017
Beardsell	Interim	15.00	14-03-2017	23-03-2017	22-03-2017
Pneumatic Hold	Interim	75.00	14-03-2017	23-03-2017	22-03-2017
Sun TV Network	Interim	100.00	09-03-2017	23-03-2017	22-03-2017
CRISIL	Final	900.00	13-02-2017	-	21-03-2017
Shilpa	Interim	60.00	09-03-2017	22-03-2017	21-03-2017
Sundaram-Clayto	Interim	330.00	16-02-2017	21-03-2017	20-03-2017

Source: Moneycontrol.com

Bonus

Company	Ratio	Announcement Date	Record Date	Bonus Date
Container Corp	1:4	13-02-2017	06-04-2017	05-04-2017
Poly Medicare	1:1	06-02-2017	28-03-2017	24-03-2017

Stock Spilts

Company	Old Face Value	New Face Value	Split Date
Veronica Prod	1	10	23-03-2017
Bharat Elec	10	1	16-03-2017

Source:moneycontrol.com

Rights Issue

Company	Rights Ratio	Future Value	Premium	Announced Date	Record Date	Rights Date
Mahindra Life	1:4	10	282	27-10-16	31-03-17	30-03-17

Source:moneycontrol.com

7.SECTOR NEWS

- * AVIATION: Six airlines, including SPICEJET, Air India's low-cost arm AllianceAir, Air Odisha, and Turbo Megha have been selected for the government'sambitious regional air connectivity scheme 'UDAN', or Ude Desh ka Aam Naagrik.(Cogencis) Loss-making Air India hopes to achieve turn-around targets and post aprofit at least two years sooner than expected, aided by improved operationalefficiency, better passenger load factor and lower fuel prices. (HT)
- * AUTOMOBILE: Sales of two-wheelers are likely to see a sharp fall in the nearterm in Tamil Nadu as a new regulation from the state government makes thesubmission of mobile number, Aadhaar, and permanent account number mandatoryfor registration of all vehicles, various industry experts said. (Cogencis) Ford India plans to increase prices of vehicles across its model range byup to 2% from April. (PTI) TVS Motor Co overtook HERO MOTOCORP as the second largest scooter sellerin India during the Apr-Feb period this fiscal. (PTI)
- * BANKING: Officials of the finance ministry met select banks to discuss theproposal to set up a standing deposit facility, which will allow the ReserveBank of India to absorb excess funds held by banks without providing collateralin exchange. (Cogencis) To facilitate government receipt and payment operations, the Reserve Bankof India has advised all agency banks and their branches dealing withgovernment businesses to keep their offices open on all days from Mar 25 toApr 1, including Saturday, Sunday, and other holidays. (Cogencis) The government is likely to come out with a policy for faster resolutionof banks' non-performing assets issue within a fortnight. (FE) Bankers are pushing the Reserve Bank of India to allow them to changeinterest rates and repayment periods in bad loan resolution schemes, includingstrategic debt restructuring, to implement them more effectively. (HT)

* CORPORATE: Mexican multiplex chain Cinepolis to invest 2.5 bln rupees to open over 100 cinema screens by the end of next year across India. (Mint) Shriram Properties will invest 150 bln rupees over the next seven to eight years for development of around 30 ongoing projects, largely residential, across six major cities. (HT)

* GOVERNMENT: Has signed a \$100 mln financing agreement with the World Bank to improve access to quality health services in Uttarakhand, particularly in the hilly districts of the state. (Cogencis)

* INFRASTRUCTURE: A parliamentary panel has pulled up the National Highways Authority of India for failing to raise the targeted funding of 592.8 bln rupees during 2016-17. The NHAI could raise only 278.3 bln rupees. (FE)

* INSURANCE: Car, motorcycle and health insurance will cost more from Apr 1 with regulator Insurance Regulatory and Development Authority giving go-ahead to insurers for revision in commission for agents. (PTI)

* OIL AND GAS: The government has asked companies to come up with a detailed plan for creating one or more large entities capable of withstanding oil price shocks, oil minister Dharmendra Pradhan said. (Mint, Sat) Essar Oil has given an unconditional undertaking to Life Insurance Corp of India and some of its lenders that their dues would be cleared within three days of the closure of its deal with Russian firm Rosneft. (ET)

* RETAIL: Swedish company Ikea is working to squeeze costs further to make its furniture and home decor products available to a larger Indian audience before opening its first store in the country early next year. (Mint) Walmart is looking to locate nearly half of its 50 stores in the country in Uttar Pradesh and Uttarakhand as it seeks to ramp up operations in the cash-and-carry segment, while also eyeing food retail if the government eases the norms. (TOI)

* TAXATION: Finance Minister Arun Jaitley has approved the re-organisation of the Central Board of Excise and Customs to roll out the Goods and Services Tax, a finance ministry release said. (Cogencis)

8. UPCOMING EVENTS

Mar 31: Core sector data for February, by commerce and industry ministry.

Mar 31: CPI for industrial workers inflation for February, by Labour Bureau.

Apr 3: Nikkei Manufacturing PMI for March, by IHS Markit. 1030 IST.

Apr 5-6: RBI's Monetary Policy Committee to meet.

May 31: GDP estimate for Jan-Mar, 2016-17, by CSO. 1730 IST.

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