

Opening Bell

Market Outlook

Indian markets are expected to open on a positive note taking cues from global markets. Domestic institutional investors continue to provide support to markets. The focus of investors will now shift to Indian corporate results.

Markets Yesterday

- Domestic markets ended in the positive territory despite mixed global cues and concerns with respect to rate hikes in the US
- US markets ended on a mixed note amid uncertainty on the outlook on market in the near term

Key Developments

- IndusInd Bank's Q3FY17 results surprised positively with PAT at ₹ 750 crore, (up 29% YoY), which was above our & Street estimates. As expected, due to demonetisation, there was a 37.9% surge in deposits to ₹ 119218 crore with SA balances rising 56% YoY. The loan book also maintained strong growth of 25% YoY to ₹ 102770 crore while margins stayed at 4% QoQ. Asset quality was largely steady. Overall, the numbers were healthy
- Bharat Electronics is likely to propose sub-division of its equity shares of face value of ₹ 10/- each at its board meeting to be held on January 27, 2017
- According to a report by Knight Frank, residential sales across top eight property markets in India have slipped 44% YoY while new launches declined 61% YoY post demonetisation in Q3FY17
- Cipla's subsidiary Invagen Pharma has received USFDA approval for cholesterol lowering drug gLipitor (Atorvastatin Calcium) Tablet in the US

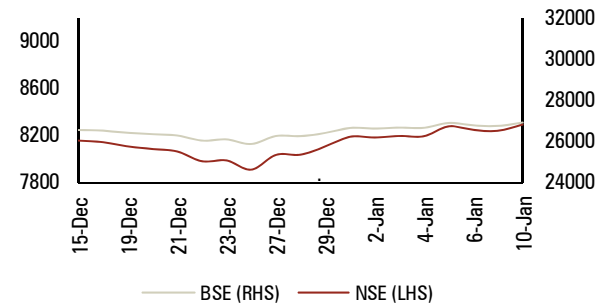
Nifty Heat Map

Hindalco	164.4 4.1%	Tata Motors	516.3 3.2%	Tata Steel	431.9 2.3%	HDFC Bank	1,214.4 1.6%	Asian Paints	923.6 1.5%
NMDC	138.1 1.4%	ITC	249.0 1.3%	GAIL	440.7 1.1%	RIL	1,089.9 1.1%	BPCL	660.3 1.1%
Sun Pharma	638.6 1.0%	Wipro	476.5 1.0%	Tata power	77.1 0.9%	Hero Moto	3,059.0 0.9%	Cairn India	258.7 0.8%
M&M	1,213.5 0.8%	Bharti Airtel	320.1 0.7%	Yes Bank	1,264.6 0.7%	Bajaj Auto	2,740.8 0.6%	ICICI Bank	260.2 0.6%
IDEA	74.5 0.5%	BHEL	128.3 0.5%	SBI	248.3 0.5%	TCS	2,315.4 0.5%	L&T	1,387.5 0.5%
Kotak Bank	712.7 0.5%	Maruti	5,674.9 0.3%	ONGC	198.5 0.2%	Coal India	300.6 0.2%	Indusind Bank	1,160.7 0.1%
Bank of Baroda	153.0 0.1%	United Spirits	1,909.4 0.0%	Vedanta Ltd	232.6 0.0%	Infosys	970.6 0.0%	Tech M.	473.5 0.0%
Power Grid	186.6 0.0%	HCL Tech	837.9 -0.1%	HUL	830.6 -0.1%	Lupin	1,488.5 -0.1%	PNB	119.4 -0.3%
Cipla	574.9 -0.3%	Ultratech	3,279.5 -0.4%	NTPC	162.3 -0.5%	HDFC Ltd	1,217.3 -0.5%	Dr Reddy	3,041.9 -0.6%
Ambuja Cement	209.4 -0.6%	ACC	1,319.6 -0.6%	Axis Bank	447.4 -1.2%	Grasim Ind	848.3 -1.2%	IDFC	55.0 -1.3%

Today's Highlights

UK's trade balance, industrial & manufacturing production YoY

Index Movement (past month)



	Close	Previous	Chg (%)	MTD(%)	YTD(%)	P/E (1yr fwd)
Sensex	26,900	26,727	0.6	1.0	1.0	16.3
Nifty	8,288.6	8,236.1	0.6	1.3	1.3	16.3

Institutional Activity

	CY14	CY15	YTD CY16	Yesterday	Last 5 Days
FII (₹ cr)	99,525	16,629	2,316	-21	-1,489
DII (₹ cr)	-30,570	66,249	35,901	253	1,392

World Indices – Monthly performance

U.K.	Germany	France	Nasdaq	Nikkei
7,275	11,583	4,888	5,552	20,100
4.6%	3.4%	2.6%	2.0%	1.6%
Kospi	Dow Jones	BSE	NSE	Shanghai
2,061	19,856	26,900	8,289	3,162
1.0%	0.7%	0.6%	0.3%	-2.2%

*Nikkei not updated due to technical reasons

Markets Today

	Close	Previous	Change (%)	MTD(%)	YTD(%)
Commodities					
Gold (₹/10 gm)	28,507	28,319	0.7	2.4	2.4
Silver (₹/kg)	40,298	40,000	0.7	2.2	2.2
Crude (\$/barrel)	53.8	53.6	0.3	-5.4	-5.4
Copper (\$/tonne)	NA	NA	NA	3.9	3.9
Currency					
USD/INR	68.18	68.21	0.0	-0.4	-0.4
EUR/USD	1.06	1.06	0.0	0.4	0.4
USD/YEN	116.02	115.77	0.2	0.8	0.8
ADRs					
HDFC Bank	61.9	60.7	1.9	-4.4	0.1
ICICI Bank	7.7	7.6	1.4	NA	NA
Tata Motors	38.2	37.3	2.4	9.7	8.3
Infosys	14.8	15.0	-1.2	1.5	0.9
Dr Reddys Labs	44.9	44.9	0.2	-3.8	-0.9

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	6.25%	6.50%
RBI Reverse Repo Rate	N/A	5.75%	6.00%
CPI YY	November	3.63%	4.20%
Current Account Balance	Q3	-3.4bln \$	-0.3bln \$
Exports - USD	November	20.01bln \$	23.51bln \$
FX Reserves, USD Final	w/e	365.75bln \$	363.82bln \$
GDP Quarterly yy	Q2	7.30%	7.10%
GDP Annual	12M	7.60%	7.30%
Imports - USD	November	33.02bln \$	33.67bln \$
Industrial Output yy	October	-1.90%	0.70%
Manufacturing Output	October	-2.40%	0.90%
Trade Deficit - RBI	Q3	-25.6bln \$	-23.8bln \$
Trade Deficit Govt - USD	November	13.01bln \$	10.16bln \$
WPI Food yy	November	1.54%	4.34%
WPI Fuel yy	November	7.07%	6.18%
WPI Inflation yy	November	3.15%	3.39%
WPI Manufacturing Inflation yy	November	3.20%	2.67%

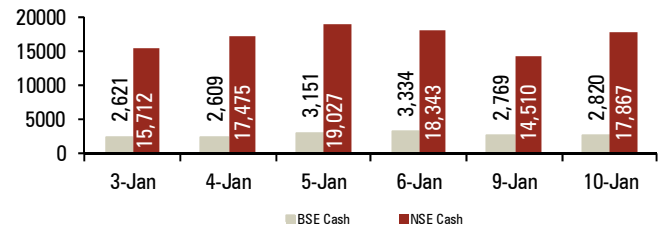
Sectoral Index

Sector	Close	Previous	Change	% Change	Volume
Auto	21263.44	20999.2	264.24	1.26	1455000
Banks	21036.44	20922.08	114.36	0.55	4713000
BSE Small Cap	11792.74	11901.39	-108.65	(0.91)	66926000
Capital Goods	14225.52	14081.62	143.9	1.02	6410000
Consumer Durables	11987.97	11868.67	119.3	1.01	911000
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	10753.16	10614.63	138.53	1.31	5557000
Mid Cap	10993.02	11070.76	-77.74	(0.70)	64406000
Oil & Gas	12544.99	12452.5	92.49	0.74	2685000
Power	2045.61	2028.86	16.75	0.83	7382000
PSU	7922.13	7878.54	43.59	0.55	18942000
Real Estate	1357.77	1363.5	-5.73	(0.42)	5283000

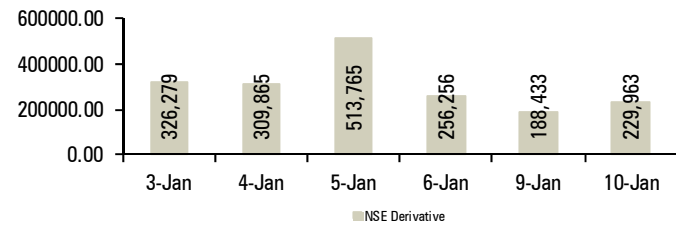
Key News for Today

Company/ Industry	News	View	Impact
Infrastructure sector	Media reports indicate that the Finance Minister may announce a third straight year of record capital spending for infrastructure in FY18E. It may grow ~12-14% YoY to ₹ 2.8 lakh crore	In our view, this higher budgetary allocation could result in more opportunities for infrastructure players. The road sector is expected to gain the lion's share in this higher budgetary allocation. Key beneficiaries: Simplex Infrastructure, NCC, PNC Infratech, Sadbhav Engineering	↑

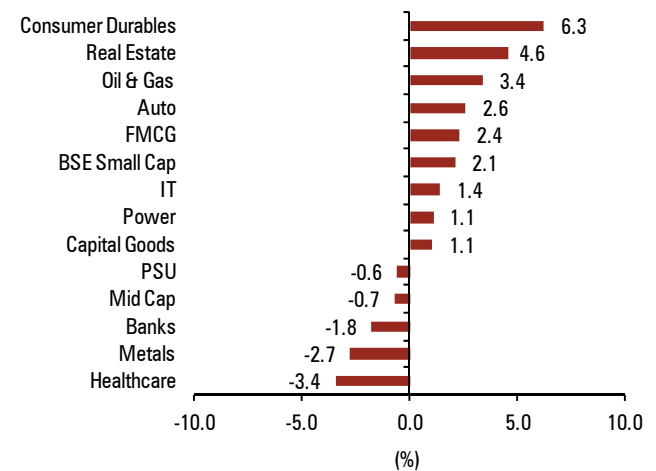
Exchange Cash Turnover (₹ crore)



NSE Derivative Turnover (₹ crore)



Sectoral Performance – Monthly Returns (%)

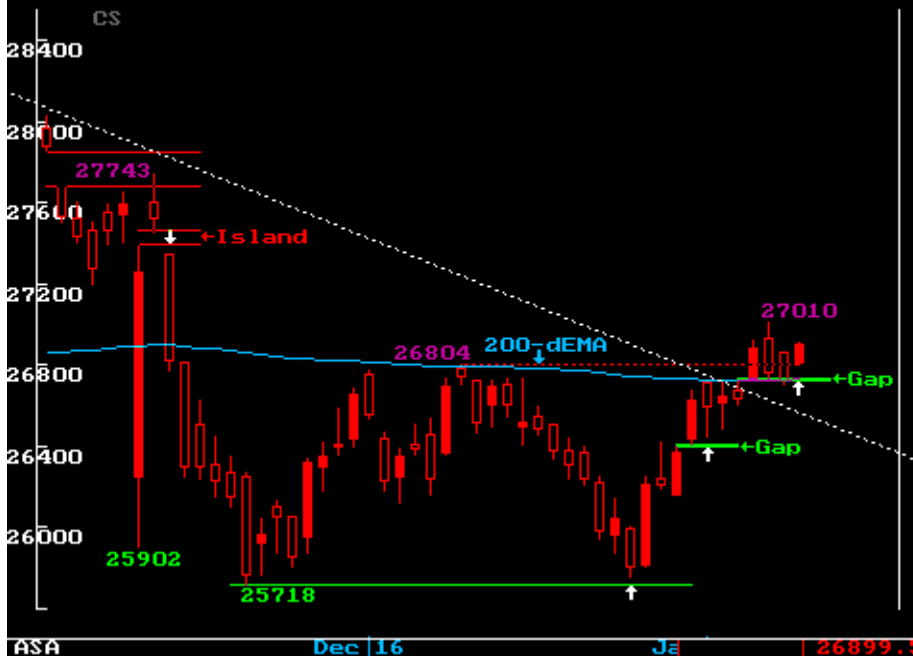


Key developments (Continued...)

- As per media sources, mining lease approvals of more than 150 major mineral deposits of iron ore, bauxite, manganese, limestone and dolomite are set to lapse due to lack of forest and environment clearances, required for execution of lease deed
- Media reports indicated the government is likely to impose anti-dumping duty on 19 colour coated steel products with a view to protect domestic players from cheap inbound shipments. The anti-dumping investigation is already in the process on these 19 products
- Bhel, in consortium with ABB, has won an order to the tune of ₹ 1350 crore (share of Bhel's scope in total order of ₹ 5700 crore). The order pertains to 800 KV UHCDC transmission line from Raigarh to Pugalur section

Sensex Chart

SENSEX<01-11-16 TO 10-01-17>Daily



Technical Outlook

We said, "Up-trend can resume if the pause does not stretch much beyond two to three days..." The index recovered smartly after the two-day pause and settled 173 points or 0.6% higher. Most sectors ended flat to positive but metal & auto stocks led the gains. Individual performances in the broader markets resulted in a positive A/D ratio of 2:1.

The action formed a Bull candle after two consecutive Bear candles. The higher high-low turned the bias positive. It would remain positive if today's action shows follow-up strength and close above yesterday's high. Formation of a strong Bull candle today is, however, required as a sign of holding 200-day EMA and resumption of the up-trend. Otherwise not.

Pivot Points

Index/Stocks	Close	S1	S2	R1	R2	Trend
SENSEX	26899.56	26886.25	26858.55	26941.60	27000.95	+ve
NIFTY	8288.60	8284.85	8276.65	8301.25	8316.30	+ve
ACC	1319.60	1310.00	1303.20	1321.65	1327.45	-ve
AXIS BANK	447.35	429.15	427.20	445.00	452.90	-ve
HDFC BANK	1214.35	1211.60	1206.20	1222.35	1225.35	+ve
SBI	248.30	248.10	247.45	249.40	250.00	+ve
HDFC	1217.25	1210.90	1206.80	1218.35	1222.05	-ve
MARUTI SUZUKI	5674.85	5659.15	5646.00	5685.55	5698.70	Neutral
TATA MOTORS	516.25	514.85	511.80	520.85	525.40	+ve
M & M	1213.50	1211.95	1208.05	1219.75	1225.45	+ve
BAJAJ AUTO	2740.75	2737.05	2728.25	2754.70	2764.35	+ve
TCS	2315.35	2313.80	2304.20	2332.95	2346.50	+ve
INFOSYS	970.55	968.60	965.35	975.10	978.40	Neutral
CIPLA	574.90	571.35	567.85	576.00	578.35	-ve
ONGC	198.45	196.45	194.45	199.10	200.40	-ve
RELIANCE	1089.85	1088.95	1085.35	1096.15	1100.50	+ve
BHARTI AIRTEL	320.10	319.75	318.75	321.70	323.00	+ve
DLF	125.20	123.40	122.45	125.40	126.40	-ve

CNX Nifty Technical Picture

Nifty 50	Intraday	Short Term
Trend	Up	Up
Trend Reversal		8050
Support	8280-8250	8050
Resistance	8310-8350	8350
20 Days EMA		8170
200 days EMA		8258

Advances / Declines

	Advances	Declines	Unchanged
BSE	1653	1165	124
NSE	970	633	97

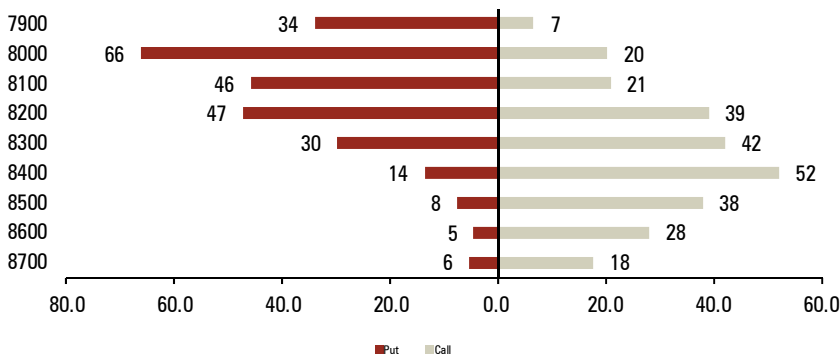
Daily Technical Calls

- Buy State Bank of India in the range of 247.00-248.00
- Buy Bharat Forge in the range of 930.00-933.00

*All recommendations are of January Future

See Momentum Pick for more details

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



Intraday Derivative Strategy

Buy HINDAL JAN Fut at 162.40-162.80

View: Bullish Strategy: Buy Future

CMP: 164.9

Target 1: 163.7 Target 2: 166

Stop Loss: 161.5

0

Sell JUSDIA JAN Fut at 367.00-368.00

View: Bearish Strategy: Sell Future

CMP: 373

Target 1: 364.7 Target 2: 358

Stop Loss: 371.3

See Daily Derivatives for more details

Results/Events Calendar

26	December Monday	27	December Tuesday	28	December Wednesday	29	December Thursday	30	December Friday	31	December Saturday
Japan PPI Services YoY		US Consumer Confidence China Industrial Profits YoY		Japan Industrial Prod YoY		US Initial Jobless Claims US Wholesale Inv MoM		India Fiscal Deficit			
02 Nikkei India PMI Mfg Nikkei Inda PMI Services Caixin China PMI Mfg Markit Eurozone Mfg PMI		03 Markit UK PMI Mfg Markit US PMI Mfg		04 Caixin China PMI Services EU CPI Core YoY Nikkei India PMI Services Nikkei India PMI Composite Japan PMI Mfg		05 Japan PMI Services Markit US PMI Services Japan Monetary Base YoY		06 India GDP Annual Estimate US Unemployment Rate US Trade Balance		07 January Saturday	
09 EU Unemployment Rate		10 IndusInd Bank India Exports YoY China CPI YoY India Imports YoY		11 UK Trade Balance UK Industrial Prod YoY UK Mfg Prodn YoY		12 Cyient Ltd, TCS India Industrial Prod YoY India CPI YoY EU Industrial Prodn WDA YoY		13 Infosys China Trade Balance India Trade Balance		14 DCB Bank	
16 LIC Housing Finance Reliance Industries Japan PPI YoY India Wholesale Prices YoY		17 NIIT Tech, Havells India UK CPI Core YoY Japan Industrial Prod YoY UK CPI YoY		18 Phillips Carbon Black, KPIT US Industrial Prod MoM EU CPI YoY US CPI YoY		19 Axis Bank, Mindtree Federal Bank ECB Main Refinancing Rate ECB Deposit Facility Rate US Initial Jobless Claims		20 China Industrial Prodn YoY China GDP YoY		21 Persistent Systems Amara Raja Batteries Navin Fluorine Unichem Labs	
23 EIH Limited		24 Biocon, Syngene Int HDFC Bank Nikkei Japan PMI Mfg Markit US Mfg PMI Markit Eurozone Mfg PMI		25 Kotak Bank, Wipro		26 US Initial Jobless Claims Markit US Services PMI UK GDP YoY		27 Kiruskar Brothers Indoco Remedies Bharat Electronics Japan CI YoY		28 January Saturday	

Major Economic Events this Week

Date	Event	Country	Period	Actual	Expected
10-Jan	CPI YoY	CH	Dec	2.10%	2.20%
Date	Event	Country	Period	Expected	Previous
11-Jan	Trade Balance	UK	Nov	£3500	£1971
11-Jan	Industrial Production YoY	UK	Nov	0.70%	-1.10%
11-Jan	Manufacturing Production Y	UK	Nov	0.40%	-0.40%
12-Jan	CPI YoY	IN	Dec	3.50%	3.63%
12-Jan	Industrial Production YoY	IN	Nov	1.50%	-1.90%
12-Jan	Industrial Production WDA	EU	Nov	1.30%	0.60%
13-Jan	Trade Balance	CH	Dec	\$48.05b	\$44.61b

Bulk Deals

Company	Client Name	Type	No. of shares	Price (₹)
BSE*				
WPIL Ltd	Sks Capital & Research Private Limited	Buy	50,000	341.2
NSE*				
Global Offshore Serv	Indiastar (Mauritius) Limited	Sell	830,000	59.9

Recent Releases

Date	Report
11 January 2017	Company Update- Aurobindo Pharma
03 January 2017	Sector Update- Banking
02 January 2017	Company Update- Rallis India
30 December 2016	Freight Forward- December 2016
30 December 2016	Nano Nivesh- Prima Plastics

Research Product Basket

Research Product	Perspective	Frequency	Time frame	Avg. Returns objective	Location on ICICIdirect.com
Pre-market view & Recommendation					
Opening Bell	Daily comprehensive snapshot containing information & in-depth analysis of Indian & US markets, major headlines, technical view, derivatives statistics, economic indicators, commodities, market indicators, domestic & global events.	Pre-market open – Daily	1 Day	-	Market Page, Trading Page- Scroller & iCLICK-2-GAIN
Daily Calls	Features four stocks & Nifty view with a trading outlook for the day based on short-term technical trends considering key technical indicators & statistical information.	Pre-market open – Daily	1 Day	2-3 %	Research page-We Recommend, Trading Page
Daily Derivative	Trading strategy for a day in the futures & options segment based on news events, market trends, technical & other factors governing movements in stocks.	Pre-market open – Daily	1 Day	2-3 %	Research page-We Recommend, Trading Page
Intraday Recommendation					
BTST Calls	Based on short-term technical trends and stock specific news/news expectations.	Daily	1 – 2 Days	1 - 2%	Trading Page - iCLICK-2-GAIN
Margin Calls	Based on short-term technical trends and stock specific news/news expectations.	Daily	1 Days	1 - 2%	Trading Page - iCLICK-2-GAIN
Derivative Calls	Based on short-term technical trends and stock specific news/news expectations.	Daily	1 – 2 Days	1 - 2%	Trading Page - iCLICK-2-GAIN
Derivative Strategies	Provides simplified derivative strategies such as spreads and covered calls				iClick-2-Gain
Weekly & Monthly recommendations					
Weekly Calls	Technical trends for a week considering key technical indicators & statistical information	Weekly	1-7 days	5%	Research page-We Recommend, Trading Page, iCLICK-2-GAIN & iClick-2-Invest
Weekly Technicals	Features stocks with a trading outlook for a week based on short-term technical trends considering key technical indicators & statistical information.	Weekly	1-7 days	4 – 5%	Research page-We Recommend, Trading Page
Weekly Derivatives	Trading opportunities in futures & options segment based on data analysis, overall market trend, volatility & open interest positions of securities.	Weekly	1-7 days	4 – 5%	Research page-We Recommend, Trading Page
Market Trends	Nifty outlook for the month based on F&O data, FI activity, Heavyweights OI analysis along with statistical inputs.	Monthly	30 days	-	Trading Page
Global Derivatives	Derivatives outlook on global equity indices, currencies and commodities. Also, elaborating the likely impact on the Indian bourses.	Monthly	30 days	-	Trading Page
Monthly Technical's	Trading outlook for a month based on medium-term technical trends considering key technical indicators & statistical information.	Monthly	30 days	10%	Research page-We Recommend, Trading Page, iClick-2-Invest
Medium & Long term recommendations					
Tecno Funda Pick/Technical Deliver Call	On basis of Technical and Fundamental whenever opportunity occurs we give these calls	Not regularly recommended	3 months	20%	Trading Page, iCLICK-2-GAIN & iClick-2-Invest
Positional Derivatives	Identifying Out-performers/Under-performers vis a vis index along with positional recommendation on Stocks/Nifty.	Fortnightly			Trading Page, iCLICK-2-GAIN
Stocks on the move	Covers stocks, which are likely to show significant upward movement in the next 15 days due to change in trader sentiment.	Monthly	3 months	15 – 20%	Research page-We Recommend, Trading Page, Scroller, iCLICK-2-GAIN
Detailed Company Report	Fundamental report understanding the business model and future prospects of the company & valuations.	When published	> 1 year	> 20% & above	Research page-We Recommend, Trading Page, iCLICK-2-GAIN & iClick-2-Invest
Equity Model Portfolio	A portfolio based on your risk appetite: large cap, midcap and diversified				Research page-We Recommend, iClick-2-Gain
High Dividend Yield Stocks	Features high dividend yielding stocks for assured returns on investment	Quarterly			Research page-We Recommend, iClick-2-Gain



Pankaj Pandey

Head – Research

pankaj.pandey@icicisecurities.com

ICICIdirect.com Research Desk,
ICICI Securities Limited,
1st Floor, Akruiti Trade Centre,
Road No 7, MIDC
Andheri (East)
Mumbai – 400 093
research@icicidirect.com

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