

Opening Bell

Market Outlook

Indian markets are expected to open on a flat to negative note on the back of subdued global cues, wherein negative FII flows continue to weigh on the markets. The outcome of US initial jobless claims data is likely to impact market sentiments in the near term.

Markets Yesterday

- Domestic markets ended on a flat note as sentiments turned cautious ahead of F&O expiry today
- US markets ended in the negative territory as investors booked profit during the session while a report indicated a sharp pullback in pending home sales in November

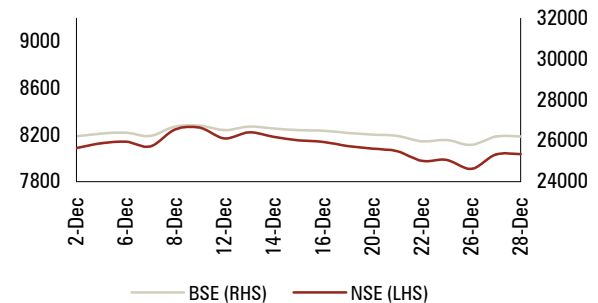
Key Developments

- RBI has further relaxed norms for bad loan classification by providing additional 30 days repayment period over and above the already announced 60 days extended repayment period. This is applicable for working capital loans, crop loans and term loan with sanctioned limit less than ₹ 1 crore and repayment of dues falling between November 1, 2016 and December 31, 2016
- Cadila has acquired six brands for the India market from Merck (MSD) for an undisclosed amount. The acquired brands Deca-Durabolin, Durabolin, Sustanon, Multiload, Sicastat and Axeten belong to the therapeutic areas of men's health, women's health, wound management and cardiovascular diseases and had combined sales of ₹ 84 crore in 2015. Cadila has also got distribution rights of Deca-Durabolin and Durabolin for Nepal
- As per media sources, Gail's long term LNG contracts will be in sync with crude oil prices. However, an immediate impact will not be seen as the contracts are linked to last three months or 12 months average crude oil prices

Today's Highlights

US initial jobless claims, US wholesale Inventory MoM

Index Movement (past month)



	Close	Previous	Chg (%)	MTD(%)	YTD(%)	P/E (1yr fwd)
Sensex	26,211	26,213	0.0	-1.7	0.4	18.2
Nifty	8,034.9	8,032.9	0.0	-2.3	1.1	18.4

Institutional Activity

	CY14	CY15	YTD CY16	Yesterday	Last 5 Days
FII (₹ cr)	99,525	16,331	3,564	-527	-4,411
DII (₹ cr)	-30,570	66,249	34,218	825	5,327

World Indices – Monthly performance

Germany	France	Nikkei	U.K.	Dow Jones
11,475	4,848	19,202	7,106	19,834
8.4%	7.5%	5.7%	4.5%	4.1%
Kospi	Nasdaq	BSE	NSE	Shanghai
2,021	5,439	26,211	8,035	3,098
2.3%	1.3%	-0.5%	-1.1%	-5.3%

Nifty Heat Map

Coal India	295.2 2.2%	IDEA	71.4 2.0%	Indusind Bank	1,082.1 1.8%	Tech M.	474.2 1.3%	Dr Reddy	3,069.6 1.1%
United Spirits	1,877.7 1.0%	Wipro	469.4 0.9%	ITC	235.5 0.6%	M&M	1,174.1 0.6%	Lupin	1,454.4 0.6%
Axis Bank	440.1 0.5%	HDFC Ltd	1,238.0 0.5%	HUL	810.3 0.4%	Tata power	73.9 0.4%	HCL Tech	807.1 0.3%
NTPC	160.8 0.2%	Bank of Baroda	150.2 0.2%	GAIL	424.7 0.1%	Maruti	5,231.3 0.1%	HDFC Bank	1,186.8 0.1%
Kotak Bank	713.1 0.1%	Ultratech	3,159.5 0.1%	BHEL	119.4 0.1%	Sun Pharma	621.4 0.0%	ACC	1,294.8 0.0%
Bajaj Auto	2,633.2 0.0%	Bharti Airtel	299.5 0.0%	Asian Paints	875.7 0.0%	Grasim Ind	811.1 0.0%	Infosys	998.5 0.0%
BPCL	615.2 -0.1%	IDFC	52.3 -0.1%	ONGC	189.9 -0.2%	Cipla	562.4 -0.2%	SBI	247.8 -0.4%
L&T	1,350.0 -0.4%	TCS	2,313.4 -0.4%	Power Grid	180.0 -0.6%	NMDC	121.1 -0.6%	ICICI Bank	251.8 -0.7%
Tata Motors	463.4 -0.8%	Ambuja Cement	201.3 -0.8%	Tata Steel	388.5 -1.0%	Hero Moto	3,001.6 -1.1%	Hindalco	153.6 -1.3%
Vedanta Ltd	211.9 -1.3%	Yes Bank	1,113.1 -1.3%	RIL	1,049.7 -1.4%	Cairn India	238.5 -1.7%	PNB	114.0 -1.8%

Markets Today

	Close	Previous	Change (%)	MTD(%)	YTD(%)
Commodities					
Gold (₹/10 gm)	27,532	27,562	-0.1	-4.5	10.2
Silver (₹/kg)	38,955	38,957	0.0	-4.3	18.1
Crude (\$/barrel)	56.0	56.2	-0.3	11.0	50.3
Copper (\$/tonne)	NA	NA	NA	-4.8	17.6
Currency					
USD/INR	68.24	68.06	0.3	0.2	-3.1
EUR/USD	1.04	1.04	0.2	-1.4	-3.9
USD/YEN	116.76	117.26	-0.4	-2.0	3.0
ADRs					
HDFC Bank	60.6	61.0	-0.7	-4.8	-0.9
ICICI Bank	7.4	7.5	-1.1	NA	NA
Tata Motors	33.5	34.2	-2.1	2.3	16.1
Infosys	14.7	14.8	-0.5	1.9	-11.6
Dr Reddys Labs	44.8	44.8	0.1	-3.0	-3.3

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	6.25%	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%

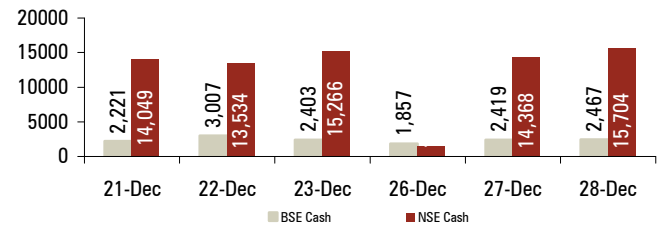
Sectoral Index

Sector	Close	Previous	Change	% Change	Volume
Auto	19912.58	19897.89	14.69	0.07	1304000
Banks	20408.25	20412.21	-3.96	(0.02)	5367000
BSE Small Cap	11792.74	11901.39	-108.65	(0.91)	66926000
Capital Goods	13537.13	13549.97	-12.84	(0.09)	16596000
Consumer Durables	10962.3	10946.83	15.47	0.14	222000
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	9935.54	9942.72	-7.18	(0.07)	5989000
Mid Cap	10993.02	11070.76	-77.74	(0.70)	64406000
Oil & Gas	11846.87	11878.65	-31.78	(0.27)	3805000
Power	1945.47	1942.63	2.84	0.15	5937000
PSU	7543.42	7541.69	1.73	0.02	17161000
Real Estate	1236.1	1233.55	2.55	0.21	7267000

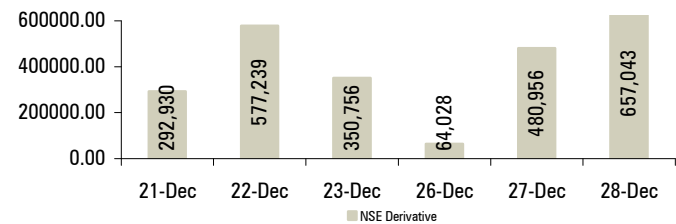
Key News for Today

Company/ Industry	News	View	Impact
IRB Infrastructure	IRB has received a letter of award (LoA) for the project of six laning of Kishangarh to Gulabpura section of NH 79A and NH 79 worth ~₹ 1530 crore in Rajasthan (length 90 km) on DBFOT (toll) basis under NHDP Phase V package - I Project . The company has offered a premium of ₹ 186.3 crore to NHAI. The concession period of the project is 20 years including construction period of 910 days	This project would take IRB's orderbook to ~₹ 11061 crore, providing strong revenue visibility over the next three to four years	↑

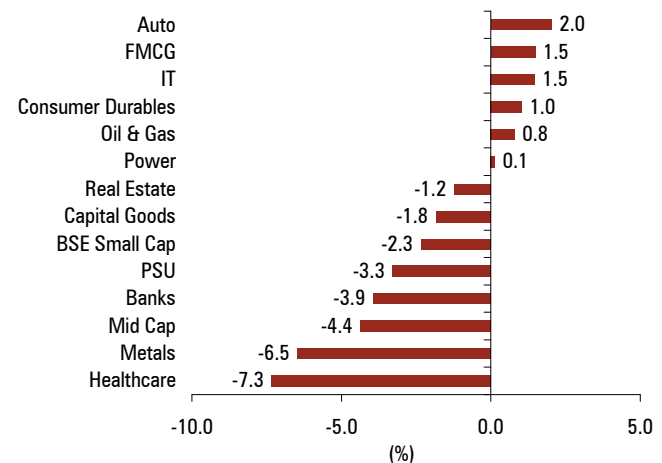
Exchange Cash Turnover (₹ crore)

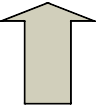


NSE Derivative Turnover (₹ crore)



Sectoral Performance – Monthly Returns (%)



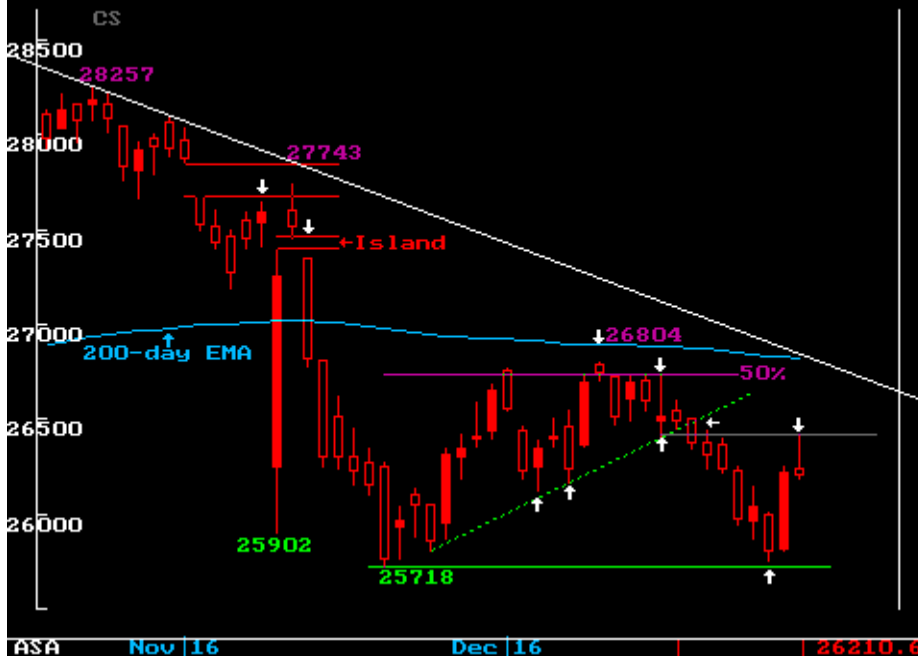
Hindustan Zinc	As per media sources, the Environment Ministry has approved an amendment to the environment clearance (EC) given to Hindustan Zinc to expand the production capacity of lead-zinc to 4.5 million tonne (MT) (from earlier approved 3.75 MT) and ore beneficiation at Sindesar Khurd underground mine to 5 MT (from earlier approved 4.25 MT). Currently the zinc and lead production capacity is at 2 MT	The approval augurs well for Hindustan Zinc, as the company is one of the lowest cost producer of zinc and lead	
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Key developments (Continued...)

- As per media sources, Hindustan Unilever is in the process of launching ~20 products in the personal care segment (including toothpaste, skin cream, soaps and shampoos) under its existing Ayurveda brand Ayush. Ayush was launched in 2001 as a premium ayurvedic brand. However, now the company is planning to position it in the mass segment with products in the price range of ₹ 30-130
- A blast took place at Sun Pharma's API unit in the MIDC Ahmednagar area. As per the management, there was no loss of production at the Ahmednagar factory on account of this incident
- As per media sources, Tata Steel is in discussions with foreign companies for investment in heavy industries over the next five years at the special economic zone project at Gopalpur in Odisha

Sensex Chart

SENSEX(19-10-16 TO 28-12-16)Daily



Technical Outlook

We said, "Strength above candle, forming as Bull candle, would continue the positive bias. Else not." Respecting the positive bias, the index went up 200 points by 2 pm. However, reversing all gains later, it settled flat at the end. RIL pulled the Sensex down but the broader market settled positive, resulting in the A/D ratio continuing positive 2:1.

The action formed an Inverted Hammer (IH) candle, a Bear candle with a substantial Upper Shadow. Reversal came from the low of the Fed rate hike day, as marked. IH can have negative implications on follow-up weakness and close below its bottom. Anything else can keep positive options intact, which, however, would get confirmed only above the Upper Shadow.

Pivot Points

Index/Stocks	Close	S1	S2	R1	R2	Trend
SENSEX	26210.68	26241.60	26185.75	26353.25	26464.70	+ve
NIFTY	8034.85	8044.75	8026.70	8080.80	8116.05	+ve
ACC	1294.80	1294.60	1289.15	1305.45	1309.85	+ve
AXIS BANK	440.05	441.10	438.50	446.20	448.25	+ve
HDFC BANK	1186.75	1187.15	1183.65	1194.15	1197.40	+ve
SBI	247.75	247.10	245.75	249.80	251.10	Neutral
HDFC	1237.95	1237.10	1230.85	1249.70	1256.10	+ve
MARUTI SUZUKI	5231.25	5237.05	5222.45	5266.35	5296.40	+ve
TATA MOTORS	463.35	460.70	457.85	464.00	465.65	-ve
M & M	1174.10	1175.20	1171.50	1182.65	1190.85	+ve
BAJAJ AUTO	2633.15	2635.05	2627.35	2650.45	2668.90	+ve
TCS	2313.40	2294.40	2282.25	2317.75	2329.45	-ve
INFOSYS	998.50	999.80	996.10	1007.20	1012.65	+ve
CIPLA	562.40	560.95	558.15	566.55	569.35	Neutral
ONGC	189.90	189.45	188.75	190.85	191.60	Neutral
RELIANCE	1049.70	1041.35	1036.30	1052.55	1058.20	-ve
BHARTI AIRTEL	299.50	299.65	298.05	302.80	305.20	+ve
DLF	107.50	107.60	106.75	109.25	111.25	+ve

CNX Nifty Technical Picture

Nifty 50	Intraday	Short Term
Trend	Range bound	Range bound
Trend Reversal		0
Support	8000-7970	7900
Resistance	8065-8100	8350
20 Days EMA		8094
200 days EMA		8266

Advances / Declines

	Advances	Declines	Unchanged
BSE	1527	1100	172
NSE	1007	573	93

Daily Technical Calls

1. Buy Mind Tree in the range of 506.00-508.00
2. Sell Hindalco in the range of 153.50-154.50

*All recommendations are of December Future

See Momentum Pick for more details

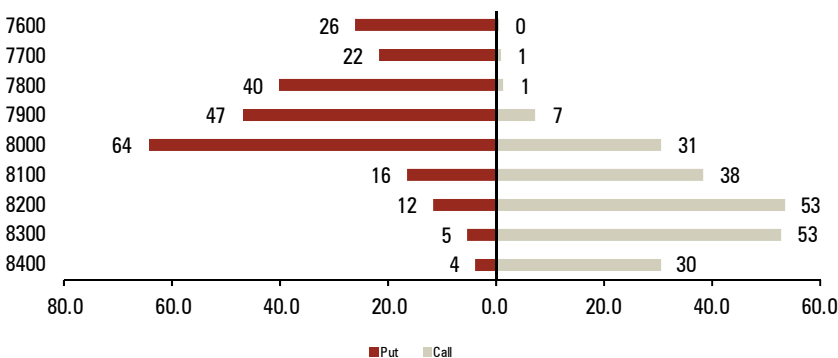
Intraday Derivative Strategy

Buy ITC DEC Fut at 237.00-237.40
 View: Bullish Strategy: Buy Future
 CMP: 235
 Target 1: 238.8 Target 2: 242.1
 Stop Loss: 235.4
 0

Sell INFTEC DEC Fut at 1008.00-1010.00
 View: Bearish Strategy: Sell Future
 CMP: 999.50
 Target 1: 1001 Target 2: 985
 Stop Loss: 1017

See Daily Derivatives for more details

Nifty Call – Put Strike (No. of shares in lakh) – December 2016



Results/Events Calendar

12	December Monday	13	December Tuesday	14	December Wednesday	15	December Thursday	16	December Friday	17	December Saturday
	Maharashtra Seamless India CPI YoY	Coal India China Industrial Prod YoY UK CPI YoY		Jagran Prakashan US Industrial Prod MoM India Wholesale Prices YoY Japan Industrial Prod YoY		J&K Bank, US CPI YoY US FOMC Rate Decision Markit Eurozone Mfg PMI US FOMC Rate Decision Markit US Mfg PMI		EU CPI YoY			
19	December Monday	20	December Tuesday	21	December Wednesday	22	December Thursday	23	December Friday	24	December Saturday
	Japan Trade Balance Markit US Services PMI	BOJ Policy Rate		US Existing Home Sales MoM		US GDP Annualized QoQ		UK GDP YoY UK GDP QoQ			
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	January Monday	03	January Tuesday	04	January Wednesday	05	January Thursday	06	January Friday	07	January Saturday
	Nikkei India PMI Mfg Nikkei Inda PMI Services Caixin China PMI Mfg Markit Eurozone Mfg PMI	Japan PMI Mfg Markit UK PMI Mfg		Caixin China PMI Services EU CPI Core YoY		Japan PMI Services Markit US PMI Services		US Trade Balance US Unemployment Rate			
09	January Monday	10	January Tuesday	11	January Wednesday	12	January Thursday	13	January Friday	14	January Saturday
	China CPI YoY China PPI YoY	India Exports YoY		UK Trade Balance UK Industrial Prod YoY		India Industrial Prod YoY India CPI YoY		Infosys Ltd			

Major Economic Events this Week

Date	Event	Country	Period	Actual	Expected
27-Dec	Industrial Profits YoY	CH	Nov	14.50%	--
28-Dec	Industrial Production YoY	JN	Nov P	4.70%	4.60%
Date	Event	Country	Period	Expected	Previous
29-Dec	Wholesale Inventories MoM	US	Nov P	0.20%	-0.40%
29-Dec	Initial Jobless Claims	US	24-Dec	265k	275k
30-Dec	Fiscal Deficit INR Crore	IN	Nov	--	-24481.00

Bulk Deals

Company	Client Name	Type	No. of shares	Price (₹)
BSE*				
IST ltd	Eastern India Power And Mining Co.P. Ltd.	Buy	285,000	740.0
NSE*				
Apl Apollo Tubes Ltd	Kotak Mahindra (International) Limited	Sell	852,000	902.0

Recent Releases

Date	Report
28 December 2016	Management Meet Update- Mahanagar Gas
28 December 2016	Company Update- Indian Bank
22 December 2016	Moto Gaze- December 2016
21 December 2016	Result Update- Maharashtra Seamless
19 December 2016	Analyst Meet Update- Persistent

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



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