

## Opening Bell

### Market Outlook

Indian markets are expected to open on a flat to positive note on the back of mixed global cues. Domestic institutional investor (DII) flows continue to provide support to the markets.

### Markets Yesterday

- Domestic markets ended in the positive territory on the back of December 2016 derivatives contract expiry on Thursday
- US markets ended modestly lower as investors remained reluctant to make significant moves in a light trading day

### Key Developments

- According to an FSR published by RBI, the GNPA ratio of the banking system increased from 7.8% in March 2016 to 9.1% in September 2016 while stressed asset increased 80 bps to 12.3%. As per the stress test, baseline GNPA ratio could increase at 9.8% by March 2017 and 10.1% in March 2018
- Lupin has received tentative approval for generic version of Sailex Pharma's Giazio Tablets (Balasalazide Disodium) 1.1 mg. Lupin has filed this product from its Goa facility. Giazio tablets had US sales of US\$0.79 million (IMS MAT September 2016)
- As per media sources, in its recent deal with GSPC, ONGC plans to drill 32 blocks in the next 10 years. ONGC will drill the blocks eight times more than what GSPC has already done
- Cadila is recalling 16,356 bottles BuPROPion Hydrochloride Extended-Release Tablets (XL), for failure of dissolution specifications, with six months time point. This recall has been considered under class III recall category
- The Board of Directors of Jagran Prakashan is likely to consider a proposal for buyback of shares

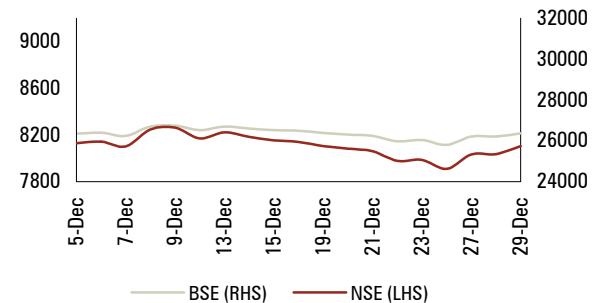
### Nifty Heat Map

IDFC	55.8 6.6%	Grasim Ind	843.5 4.0%	BPCL	639.7 4.0%	Yes Bank	1,148.3 3.2%	Vedanta Ltd	217.0 2.4%
Indusind Bank	1,105.7 2.2%	United Spirits	1,913.5 1.9%	IDEA	72.8 1.9%	Tech M.	482.7 1.8%	Ultratech	3,216.2 1.8%
NTPC	163.6 1.7%	Tata power	75.2 1.7%	TCS	2,351.7 1.7%	Tata Motors	470.9 1.6%	Maruti	5,314.8 1.6%
NMDC	123.0 1.6%	HDFC Ltd	1,257.2 1.6%	HDFC Bank	1,205.2 1.6%	HCL Tech	819.4 1.5%	RIL	1,065.5 1.5%
Cairn India	242.0 1.5%	Ambuja Cement	203.9 1.3%	ACC	1,310.0 1.2%	Coal India	298.7 1.2%	Bharti Airtel	303.0 1.2%
Hero Moto	3,036.4 1.2%	HUL	818.5 1.0%	Tata Steel	392.4 1.0%	Axis Bank	444.3 1.0%	Lupin	1,467.9 0.9%
Bank of Baroda	151.5 0.9%	ONGC	191.6 0.9%	Hindalco	154.8 0.7%	Bajaj Auto	2,651.5 0.7%	Wipro	472.4 0.6%
Asian Paints	880.1 0.5%	Cipla	564.9 0.4%	ITC	236.0 0.2%	GAIL	425.6 0.2%	M&M	1,175.0 0.1%
Kotak Bank	713.4 0.0%	Power Grid	180.1 0.0%	SBI	247.7 0.0%	Dr Reddy	3,066.3 -0.1%	ICICI Bank	251.1 -0.3%
BHEL	118.8 -0.5%	Infosys	992.4 -0.6%	PNB	113.2 -0.7%	L&T	1,339.2 -0.8%	Sun Pharma	614.7 -1.1%

### Today's Highlights

India fiscal deficit

### Index Movement (past month)



	Close	Previous	Chg (%)	MTD(%)	YTD(%)	P/E (1yr fwd)
Sensex	26,366	26,211	0.6	-1.1	1.0	18.3
Nifty	8,103.6	8,034.9	0.9	-1.5	2.0	18.5

### Institutional Activity

	CY14	CY15	YTD CY16	Yesterday	Last 5 Days
FII (₹ cr)	99,525	16,488	2,901	-662	-4,459
DII (₹ cr)	-30,570	66,249	35,176	958	5,965

### World Indices – Monthly performance

Germany	11,451 7.8%	France	4,838 6.3%	U.K.	7,120 5.1%	Nikkei	19,026 4.6%	Dow Jones	19,820 3.9%
Kospi	2,026 2.4%	Nasdaq	5,432 1.0%	BSE	26,366 -0.1%	NSE	8,104 -0.5%	Shanghai	3,104 -5.7%

### Markets Today

	Close	Previous	Change (%)	MTD(%)	YTD(%)
<b>Commodities</b>					
Gold (₹/10 gm)	27,671	27,532	0.5	-4.0	10.7
Silver (₹/kg)	39,263	38,955	0.8	-3.5	19.0
Crude (\$/barrel)	56.9	56.9	0.1	12.8	52.7
Copper (\$/tonne)	NA	NA	NA	-5.9	16.2
<b>Currency</b>					
USD/INR	68.10	68.24	-0.2	0.4	-2.9
EUR/USD	1.05	1.05	0.5	-0.4	-2.9
USD/YEN	116.31	116.54	-0.2	-1.6	3.4
<b>ADRs</b>					
HDFC Bank	60.8	60.6	0.3	-3.5	-1.6
ICICI Bank	7.4	7.4	-0.3	NA	NA
Tata Motors	34.2	33.5	2.3	2.3	13.6
Infosys	14.7	14.7	0.1	1.2	-12.1
Dr Reddys Labs	44.8	44.8	-0.1	-2.7	-3.2

## 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%

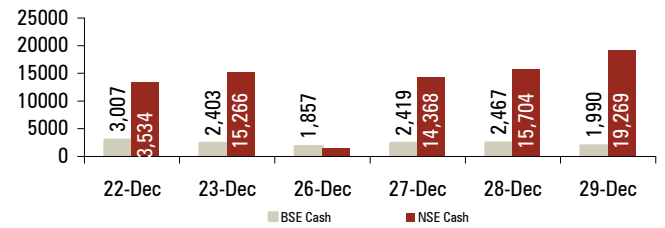
## Sectoral Index

Sector	Close	Previous	Change	% Change	Volume
Auto	20179.4	19912.58	266.82	1.34	1006000
Banks	20564.71	20408.25	156.46	0.77	4524000
BSE Small Cap	11792.74	11901.39	-108.65	(0.91)	66926000
Capital Goods	13524.57	13537.13	-12.56	(0.09)	3555000
Consumer Durables	11145.91	10962.3	183.61	1.67	183000
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	10079.04	9935.54	143.5	1.44	3937000
Mid Cap	10993.02	11070.76	-77.74	(0.70)	64406000
Oil & Gas	12031.35	11846.87	184.48	1.56	2752000
Power	1962.09	1945.47	16.62	0.85	5823000
PSU	7627.97	7543.42	84.55	1.12	23586000
Real Estate	1250.18	1236.1	14.08	1.14	8992000

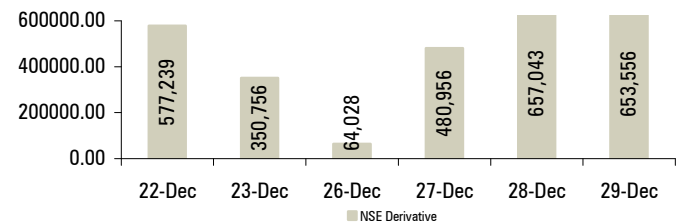
## Key News for Today

Company/ Industry	News	View	Impact
Road sector	NHAI will pay ~₹ 922 crore to private highway operators for the toll revenue loss they incurred due to suspension of user charge collection from the afternoon of November 9 to the midnight of December 2. However, the proposal needs the approval of the Cabinet Committee on Economic Affairs for the fund to be released	Though we await clarity on whether this payment is partial or total compensation for toll loss, it is a positive for private toll operators as it would provide them immediate relief for debt servicing. Key beneficiaries: IRB Infrastructure, Sadbhav Engineering, PNC Infratech and Ashoka Buildcon	↑

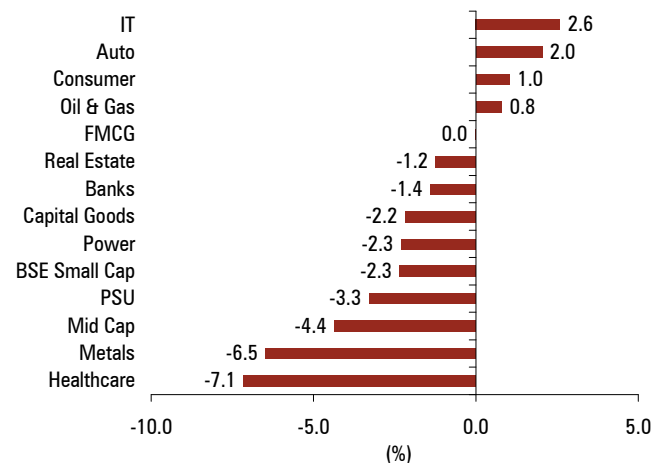
## Exchange Cash Turnover (₹ crore)



## NSE Derivative Turnover (₹ crore)



## Sectoral Performance – Monthly Returns (%)

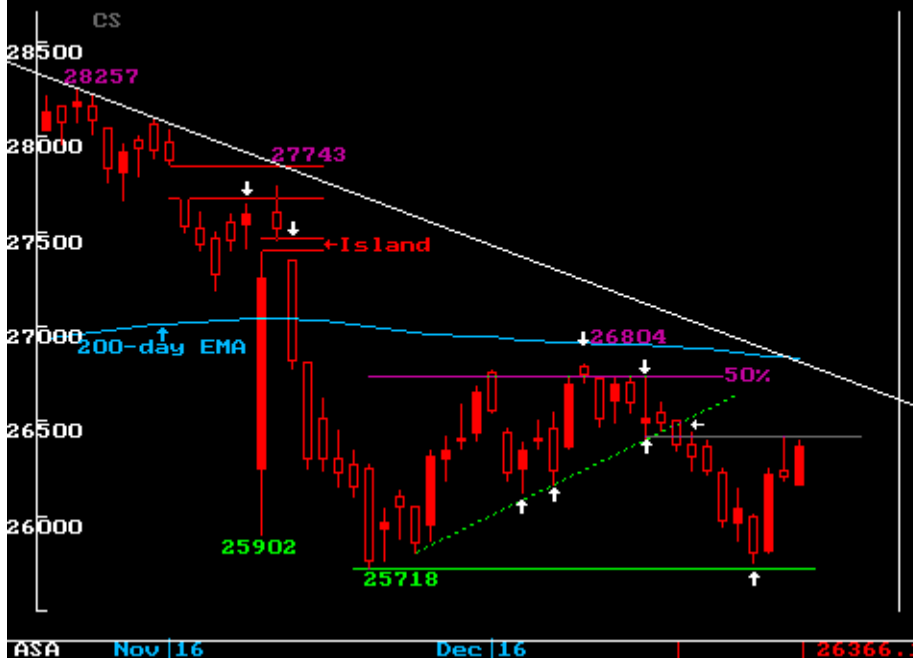


#### Key developments (Continued...)

- As per media sources, Coal India's supply of coal to the power sector fell 6% to 33.7 million tonne (MT) in November 2016 against 35.9 MT in November 2015. During April-November 2016, coal dispatches to the sector dropped 4% to 250.7 MT against 261.4 MT in the corresponding period last year
- As per media sources, US Steel will re-open its Keetac iron ore plant in 2017 after closure exceeding 19 months. The reopening of the mine is post securing third party supply contracts for iron ore pellets. Production is likely to begin from March 2017. The iron ore plant has an annual production capacity of 6 million tonne (MT)
- Aurobindo has received USFDA approval for Indomethacin. Indomethacin is a non-steroidal anti-inflammatory drug (NSAID)

**Sensex Chart**

SENSEX(20-10-16 TO 29-12-16)Daily



**Technical Outlook**

We said, "Inverted Hammer negative on close below its bottom. Anything else can keep positive options intact..." The index opened below Wednesday but rejecting negative follow-up to inverted Hammer, it bounced back immediately, and finished 155 points or 0.5% higher. All sectors ended flat to positive, resulting in the A/D ratio improving to 4:1.

The action formed an Engulfing Line Bull candle, clearly rejecting negative follow-up to Wednesday's Inverted Hammer. Its high is now testing Wednesday's high. Strength and close above this is needed to re-confirm the positive bias, as we had said. Unless that fails to happen, the bias would be positive on the last day of 2016 and first day of January series. Yet, watch higher levels.

**Pivot Points**

Index/Stocks	Close	S1	S2	R1	R2	Trend
SENSEX	26366.15	26337.65	26280.65	26451.65	26507.50	+ve
NIFTY	8103.60	8091.05	8068.45	8136.20	8154.25	+ve
ACC	1309.95	1308.00	1302.65	1318.65	1324.05	+ve
AXIS BANK	444.25	443.45	441.40	447.55	450.20	+ve
HDFC BANK	1205.20	1201.70	1195.05	1214.95	1218.45	+ve
SBI	247.65	245.80	244.50	247.50	248.35	-ve
HDFC	1257.20	1253.40	1245.45	1269.20	1275.50	+ve
MARUTI SUZUKI	5314.80	5304.25	5271.30	5370.15	5384.75	+ve
TATA MOTORS	470.90	469.25	465.95	475.95	477.60	+ve
M & M	1174.95	1171.85	1169.20	1177.20	1179.85	Neutral
BAJAJ AUTO	2651.45	2647.25	2633.20	2675.25	2682.95	+ve
TCS	2351.70	2344.95	2330.75	2373.40	2385.10	+ve
INFOSYS	992.35	984.35	980.65	994.25	999.20	-ve
CIPLA	564.85	565.20	563.65	568.30	571.20	+ve
ONGC	191.60	191.70	190.75	193.60	194.30	+ve
RELIANCE	1065.45	1063.35	1058.50	1073.00	1078.60	+ve
BHARTI AIRTEL	303.00	302.30	300.60	305.80	307.40	+ve
DLF	110.40	110.00	108.65	112.65	113.50	+ve

**CNX Nifty Technical Picture**

Nifty 50	Intraday	Short Term
Trend	Up	Range bound
Trend Reversal		0
Support	8085-8060	7900
Resistance	8150-8180	8350
20 Days EMA		8095
200 days EMA		8267

**Advances / Declines**

	Advances	Declines	Unchanged
BSE	1695	895	157
NSE	1079	506	93

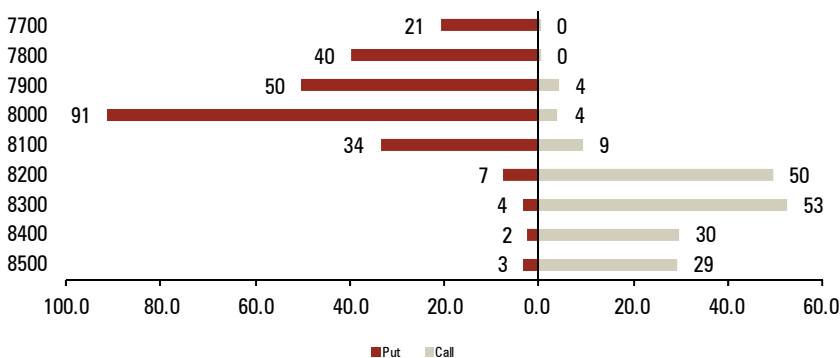
**Daily Technical Calls**

1. Buy Maruti in the range of 5310.00-5330.00
2. Buy MindTree in the range of 520.00-522.00

\*All recommendations are of December Future

See Momentum Pick for more details

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



**Intraday Derivative Strategy**

Buy VEDLIM JAN Fut at 213.60-214.00

View: Bullish Strategy: Buy Future

CMP: 217.1

Target 1: 214.9 Target 2: 217.2

Stop Loss: 212.7

0

Sell LUPIN JAN Fut at 1483.00-1485.00

View: Bearish Strategy: Sell Future

CMP: 1472.2

Target 1: 1475 Target 2: 1455

Stop Loss: 1495

See Daily Derivatives for more details

### 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		20		21		22		23		24	
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		27		28		29		30		31	
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		03		04		05		06		07	
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		10		11		12		13		14	
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%
29-Dec	Initial Jobless Claims	US	24-Dec	265k	265k
29-Dec	Wholesale Inventories MoV	US	Nov P	0.90%	0.20%

Date	Event	Country	Period	Expected	Previous
30-Dec	Fiscal Deficit INR Crore	IN	Nov	--	-24481.00

### Bulk Deals

Company	Client Name	Type	No. of shares	Price (₹)
BSE*				
Intense Technologies	Uno Metals Limited	Sell	270,000	151.8
TGB Banquets & Hotels	Real Marketing Pvt Ltd	Sell	261,158	79.0

NSE*				
Indiabulls Hsg Fin Ltd	Morgan Stanley Mauritius Company Ltd	Sell	5,796,775	643.1

### Recent Releases

Date	Report
28 December 2016	<a href="#">Management Meet Update- Mahanagar Gas</a>
28 December 2016	<a href="#">Company Update- Indian Bank</a>
22 December 2016	<a href="#">Moto Gaze- December 2016</a>
21 December 2016	<a href="#">Result Update- Maharashtra Seamless</a>
19 December 2016	<a href="#">Analyst Meet Update- Persistent</a>

### Research Product Basket

Research Product	Perspective	Frequency	Time frame	Avg. Returns objective	Location on ICICIdirect.com
<b>Pre-market view &amp; Recommendation</b>					
<b>Opening Bell</b>	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
<b>Daily Calls</b>	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
<b>Daily Derivative</b>	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
<b>Intraday Recommendation</b>					
<b>BTST Calls</b>	Based on short-term technical trends and stock specific news/news expectations.	Daily	1 – 2 Days	1 - 2%	Trading Page - iCLICK-2-GAIN
<b>Margin Calls</b>	Based on short-term technical trends and stock specific news/news expectations.	Daily	1 Days	1 - 2%	Trading Page - iCLICK-2-GAIN
<b>Derivative Calls</b>	Based on short-term technical trends and stock specific news/news expectations.	Daily	1 – 2 Days	1 - 2%	Trading Page - iCLICK-2-GAIN
<b>Derivative Strategies</b>	Provides simplified derivative strategies such as spreads and covered calls				iClick-2-Gain
<b>Weekly &amp; Monthly recommendations</b>					
<b>Weekly Calls</b>	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
<b>Weekly Technicals</b>	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
<b>Weekly Derivatives</b>	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
<b>Market Trends</b>	Nifty outlook for the month based on F&O data, FI activity, Heavyweights OI analysis along with statistical inputs.	Monthly	30 days	-	Trading Page
<b>Global Derivatives</b>	Derivatives outlook on global equity indices, currencies and commodities. Also, elaborating the likely impact on the Indian bourses.	Monthly	30 days	-	Trading Page
<b>Monthly Technical's</b>	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
<b>Medium &amp; Long term recommendations</b>					
<b>Tecno Funda Pick/Technical Deliver Call</b>	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
<b>Positional Derivatives</b>	Identifying Out-performers/Under-performers vis a vis index along with positional recommendation on Stocks/Nifty.	Fortnightly			Trading Page, iCLICK-2-GAIN
<b>Stocks on the move</b>	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
<b>Detailed Company Report</b>	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
<b>Equity Model Portfolio</b>	A portfolio based on your risk appetite: large cap, midcap and diversified				Research page-We Recommend, iClick-2-Gain
<b>High Dividend Yield Stocks</b>	Features high dividend yielding stocks for assured returns on investment	Quarterly			Research page-We Recommend, iClick-2-Gain



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