

Indices	6-Dec	5-Dec	% Chg.	Major Indices	6-Dec	5-Dec	% Chg.	FII's & DII's in equity	₹ Crs			
S&P BSE SENSEX	32,597	32,802	-0.63%	Dow Jones Industrial	24,141	24,181	-0.16%	06-Dec	Buy	Sell	Net	
S&P CNX NIFTY	10,044	10,118	-0.73%	Nasdaq Composite Indx	6,776	6,762	0.21%	FII / FPI Investments	4,819	6,037	-1,218	
NIFTY MID100	19,552	19,756	-1.03%	CAC 40 Index	5,374	5,376	-0.02%	DII's Investments	3,416	2,421	995	
NIFTY SML100	8,451	8,493	-0.49%	FTSE 100 Index	7,348	7,328	0.28%	FII's contribution to the total turnover	38%			
				DAX Index	12,999	13,049	-0.38%	DII's contribution to the total turnover	20%			
BSE Sectoral Indices				Major Asian Indices				FII's in Derivatives (F&O)				
NIFTY IT	11,075	11,025	0.45%	Hong Kong	28,225	28,843	-2.14%	06-Dec	Index Fut	Index Opt	Stock Fut	Stock Opt
NIFTY ENERGY	13,965	13,942	0.16%	Nikkei 225	22,177	22,622	-1.97%	Net	-446	59	518	-36
NIFTY FMCG	25,622	25,696	-0.29%	Korea	2,474	2,510	-1.42%	OI	16,081	92,237	68,043	3,356
NIFTY REALTY	315	316	-0.33%	Shanghai	3,294	3,304	-0.29%	Chg.OI	3.0%	6.0%	0.7%	5.1%
NIFTY CONSUMPTION	4,754	4,773	-0.38%	Taiwan	10,394	10,567	-1.64%	FII's contribution to the total F&O turnover	24%			
NIFTY MEDIA	3,278	3,292	-0.41%									
NIFTY AUTO	11,021	11,101	-0.72%	Commodities (MCX)				Curr. Derivatives (NSE)				
NIFTY BANK	24,852	25,125	-1.09%	Aluminium (29DEC201	132.6	134.0	-1.04%	USDINR 27-DEC-2017	64.65	64.55	0.15%	
NIFTY PHARMA	8,938	9,043	-1.16%	Copper (28FEB2018)	426.5	423.7	0.66%	EURINR 27-DEC-2017	76.51	76.69	-0.23%	
NIFTY INFRA	3,415	3,457	-1.19%	Crude (18DEC2017)	3,637	3,724	-2.34%	JPYINR 27-DEC-2017	57.68	57.47	0.36%	
NIFTY FIN SERVICE	10,119	10,251	-1.29%	Gold (05MAR2017)	28,967	28,887	0.28%	GBPINR 27-DEC-2017	86.53	86.66	-0.15%	
NIFTY METAL	3,531	3,601	-1.95%	Silver (05MAR2017)	37,444	37,623	-0.48%					
NIFTY PSU BANK	3,752	3,832	-2.10%									

Company	LTP	Chg	% Chg
RELIANCE	929	15	1.7
TECHM	472	7	1.5
MARUTI	8617	117	1.4
HINDUNILVR	1275	13.9	1.1
AMBUJACEM	263	3	1.0

Company	LTP	Chg	% Chg
BOSCHLTD	19130	-764	-3.8
HINDALCO	232.5	-8	-3.2
INFRATEL	367	-11	-3.0
EICHERMOT	28140	-789	-2.7
VEDL	282	-7	-2.4

Company	LTP	Chg	% Chg
GODREJCP	1002	24	2.4
RELIANCE	928	16	1.8
HCLTECH	857	12	1.4
MARUTI	8601	104	1.2
TECHM	472	6	1.2

Company	LTP	Chg	% Chg
BOSCHLTD	19220	-722	-3.6
UBL	1021	-36	-3.4
HINDALCO	232	-8	-3.4
SIEMENS	1129	-37	-3.1
LICHSGFIN	555	-18	-3.1

Company	LTP	Chg	% Chg
PAGEIND	22144	705	3.3
TORNTPHARM	1302	16	1.2
ABFRL	165	2	1.1
3MINDIA	15431	150	1.0
CONCOR	1300	13	1.0

Company	LTP	Chg	% Chg
RCOM	11	-1	-4.9
AJANTPHARM	1280	-63	-4.7
JINDALSTEL	159	-6	-3.9
UNIONBANK	155	-5.8	-3.6
UBL	1021	-36	-3.4

Company	LTP	Chg	% Chg
VIDHIING	105	15	16.1
WATERBASE	187	17	10.2
MANGALAM	190	17	10.1
CHAMANSEQ	119	10	8.7
EKC	58	4	8.1

Company	LTP	Chg	% Chg
SHANKARA	1916	-357	-15.7
PLASTIBLEN	221	-20	-8.1
NITCO	109	-9	-7.5
PANAMAPET	215	-17	-7.3
SAREGAMA	786	-61	-7.3

Domestic Market View

Markets to see some recovery on supportive regional cues

The Indian markets slumped in the last session after the RBI maintained status quo in its policy review, traders were concerned about it raising the inflation estimate to 4.3-4.7 percent, from the earlier projection of 4.2-4.6 percent, for the second half of the current financial year. However it retained the growth forecast at 6.7 percent for 2017-18 even through the gross value added (GVA) in the second quarter rose to 6.3 percent. Today, the start is likely to see some recovery on positive regional cues and traders will be analyzing the policy outlook of the RBI where it sounded confident of the economy achieving its previous growth estimate of 6.7 per cent on a gross value-added basis, with risks evenly balanced. Marketmen will also be getting some support with former Reserve Bank of India Governor YV Reddy's statement that amid uncertainties in the global economic order, a sense of optimism about the future is more in India than in other parts of the world. Meanwhile, at a meeting with Finance Minister Arun Jaitley in the run-up to the last full-year Budget of the NDA government before 2019 general elections, India Inc. has sought lower tax and more incentives for investments while exporters called for quicker GST refunds.

Domestic Market Overview

Markets end lower as RBI maintains status quo

Indian equity benchmarks ended the Wednesday's trade in red terrain as Reserve Bank of India (RBI) decided to keep the policy repo rate unchanged. Sentiments remained downbeat since morning as markets after a negative start never looked confident and extended their southward journey to end below their crucial 32,600 (Sensex) and 10,050 (Nifty) levels. Traders remained concerned with report that public debt of the central government rose by 2.53% to Rs 65.65 lakh crore in the July-September quarter compared to the previous quarter. Internal debt constituted 93% of public debt at end-September 2017, while marketable securities accounted for 82.6% of public debt. Meanwhile, the newly-constituted 15th Finance Commission held its first meeting and decided to involve think-tanks in drawing up its report that will primarily deal with devolution of revenue between the Centre and states.

Markets extended southward journey after RBI's Monetary Policy Committee (MPC) decided to keep the policy repo rate under the liquidity adjustment facility (LAF) unchanged at 6.0% but has raised the inflation forecast for remainder of the current financial year to 4.3-4.7%. The decision of the MPC is consistent with a neutral stance of monetary policy in consonance with the objective of achieving the medium-term target for consumer price index (CPI) inflation of 4% within a band of +/- 2%, while supporting growth. Sentiments also remained dampened on reports that India's economy though showed signs of recovery in Q2FY18 but overall business sentiment in the country during the same period got hit by the new Goods and Services Tax (GST) regime. As per the National Council of Applied Economic Research's (NCAER) latest survey, its Business Confidence Index (BCI) fell 12.9% from the earlier quarter and 11.1% on year-on-year basis, due to GST.

Metal stocks lost shine following correction in commodities prices in international market as investors raised doubts over China demand for metals. Mixed reaction was witnessed in aviation stocks on International Air Transport Association (IATA) report that with rising air passenger numbers, as much as 1% of the global GDP - translating into \$861 billion - is projected to be spent on air transport in 2018. However, select stocks from leather, textiles, agriculture products and carpets industry remained in focus, as government yesterday announced incentives worth a total Rs 8,450 crore to boost exports and employment in labour-intensive sectors in the mid-term review of the five-year foreign trade policy (FTP) that was rolled out in 2015.

Global Market Overview

Asian markets end mostly in red on Wednesday

Asian equity markets ended mostly in red on Wednesday as bond yields tumbled, metals prices plunged sharply, oil eased on supply worries and the Japanese yen gained ground on Middle East concerns as well as worries over a possible US government shutdown. Chinese stocks fell after a senior researcher at the People's Bank of China urged central banks to tighten monetary policies. Further, Japanese shares ended sharply lower as geopolitical worries and concerns over a potential government shutdown in the US helped fuel demand for safe-haven assets.

US markets closed mostly lower on Wednesday

The US markets closed mostly lower on Wednesday, as weakness in the energy sector spurred some minor selling that offset a recovery in the technology sector. The S&P 500 ended essentially unchanged on the day, although it closed in slightly negative territory. That made for its fourth straight lower close, its longest losing streak since March. Also in focus was the prospect of a US government shutdown. Federal government operations are funded through Friday, and would partially shut down if there's no deal by politicians to extend funding. President Donald Trump again raised the possibility of a US government shutdown - blaming Democrats for that possible outcome - one day before he is due to host Republican and Democratic congressional leaders for talks on spending bills. Separately, US Senate Republicans agreed to talks with the House of Representatives on sweeping tax legislation on Wednesday, amid early signs that lawmakers could bridge their differences and agree on a final bill ahead of a self-imposed December 22 deadline.



Index Futures

(OI in '000 Shares)	Future	Chg	Spot	Chg	Prem /	Total Open Interest	
	6-Dec	(%)	6-Dec	(%)	Disc	6-Dec	Chg (%)
NIFTY	10,069	-0.77	10,044	-0.73	24.5	21,132	5.07
NIFTYIT	11,070	0.32	11,075	0.45	-4.9	29	3.41
BANKNIFTY	24,927	-1.44	24,852	-1.09	75.6	2,198	16.15

Increasing OI, Increasing Delivery Qty & Increasing Price in Stock Futures (Open Interest in '000 Shares)

Symbol	Total OI		Del Qty Cash Market		Prev % Del.	Increase Del Qty	Spot (₹)	Fut (₹)	Spot Chg (%)	Fut Chg (%)	Prem / Disc
	6-Dec	% Chg.	6-Dec	% Del.							
AMBUJACEM	10,935	8%	2,245,240	69%	46%	1,275,638	262	262	0.4%	0.3%	0.4
HINDUNILVR	9,563	6%	1,058,514	67%	72%	413,077	1,276	1,278	1.0%	1.1%	2.7
MARUTI	1,661	6%	320,517	62%	39%	233,649	8,612	8,631	1.3%	1.0%	18.1
DISHTV	28,574	5%	2,924,519	19%	15%	2,354,245	82	82	1.2%	1.0%	0.2
INFIBEAM	42,732	2%	5,396,202	33%	38%	1,731,217	164	164	1.1%	0.8%	0.3
GODREJCP	1,704	2%	588,906	58%	59%	401,263	1,004	1,006	3.0%	2.4%	2.4
DLF	44,145	1%	988,161	10%	7%	378,017	231	233	0.2%	0.5%	1.3

Increasing OI, Increasing Delivery Qty & Decreasing Price, (Open Interest in '000 Shares)

Symbol	Total OI		Del Qty Cash Market		Prev % Del.	Increase in Del Qty	Spot (₹)	Fut (₹)	Spot Chg (%)	Fut Chg (%)	Prem / Disc
	6-Dec	% Chg.	6-Dec	% Del.							
BALKRISIND	499	11%	137,091	21%	30%	46,277	2,184	2,192	-0.7%	-0.3%	7.4
SIEMENS	1,067	10%	219,442	56%	37%	170,129	1,127	1,131	-2.8%	-3.2%	4.1
UNIONBANK	14,208	9%	1,487,126	28%	15%	1,005,498	155	155	-4.2%	-4.0%	0.2
CGPOWER	28,176	7%	2,050,875	58%	17%	1,711,201	83	83	-2.4%	-2.2%	0.5
CHENNPETRO	2,139	7%	178,241	37%	29%	59,516	404	406	-1.6%	-2.0%	2.1
LT	14,309	6%	1,410,282	64%	56%	148,061	1191	1194	-1.6%	-1.5%	2.5
VOLTAS	2,599	5%	513,622	40%	20%	360,246	600	603	-3.4%	-3.4%	3.4
KOTAKBANK	8,904	5%	1,694,036	72%	68%	417,764	1000	1001	-0.5%	-0.3%	1.8
HDFC	12,325	5.0%	3,105,408	76%	78%	1,118,152	1648	1654	-1.9%	-1.7%	6.0
ORIENTBANK	14,334	5%	375,941	16%	9%	177,374	121	121	-2.2%	-2.5%	0.1

Corporate News

- **Phoenix Mills** has received an approval for issuance of Commercial Papers for an aggregate amount of up to Rs 200 crore, in one or more tranches. The Finance and Investment Committee of the Board of Directors of the Company in its meeting held on December 6, 2017, has approved the same.
- **Edelweiss Financial Services'** wholly owned subsidiary - EFSL Comtrade has closed the transaction with fulfillment of the conditions precedent pursuant to the Share Sale & Purchase Agreement executed with Searock International (SIPL) on September 5, 2017, for sale of its wholly owned subsidiary in Singapore namely Cross Border Synergy (formerly Edelweiss Commodities) for a consideration of Rs 8.47 crore.
- **IDBI Bank** has received an approval for sale of 27,99,999 equity shares of National Securities Depository (NSDL) constituting 7% of its total paid up equity capital held by the bank. The board of directors of the bank by way of Circular Resolution has approved for the same.
- **BEML** has opened spare parts and warehouse office at Pune, Maharashtra, on December 06, 2017. The company has established its office at Pune not only to enhance its presence in Maharashtra but also to reach the doorsteps of customers i.e., Indian Army.
- **Rashtriya Chemicals and Fertilizers (RCF)** has issued Commercial Paper worth Rs 200 crore on December 6, 2017, in favour of State Bank of India, having maturity date as March 6, 2018. This step has been taken in terms of the guidelines issued by the Reserve Bank of India (RBI).
- **Atishay** has partnered with Government of Rajasthan to implement Rajasthan Accountability Assurance System (RAAS) to ensure implementation of true Good Governance in the state of Rajasthan. To ensure the reach of government till the very grassroots, the usage of ICT plays a predominant role. The Government of Rajasthan developed RAAS to ensure that the government officials get connected to the residents at all times through implementation of Biometric, GIS, Geo-tagging and connectivity enabled monitoring systems.
- **Mayur Uniquoters** is in the process of setting up new potential of Polyurethane (PU) artificial leather manufacturing plant / PU coated textile plant at Morena, near Gwalior, in the states of Madhya Pradesh. The company has taken land admeasuring 25 acres in Madhya Pradesh in Sitapur Industrial Area, Morena District, near Gwalior for setting up new PU Artificial Leather Manufacturing Plant and its backward integration.
- **United Bank of India** has received an approval to issue and allot BASEL III compliant Additional Tier-I Bonds up to Rs 1190 crore. The board of directors at their meeting has approved for the same.
- **Bharti Airtel** has entered into a partnership with Intex Technologies (Intex) to launch a range of affordable 4G smartphones with advanced features.
- **Bajaj Finance** has raised funds aggregating to Rs 600 crore through private placement. The Debenture Allotment Committee of the company at its meeting held on December 5, 2017, has allotted 6000 Secured redeemable non-convertibles debentures of face value of Rs 10 lakh each aggregating to Rs 600 crore.
- **Ducon Infratechnologies** has set up a wholly owned subsidiary (WOS) company by named Ducon Combustion Equipment Inc. (DCE) in New York, USA to sell diversified combustion and power products. The products shall include steam & power turbines, Heat Recovery Steam generators, and cogeneration plants using both gas and biomass fuels.
- **Thomas Cook (India)** Group was recently selected as one of the Working Mother & AVTAR 100 Best Companies for Women in India 2017. The companies within the Thomas Cook India Group that were a part of the survey included SITA-Travel Corp (India), Thomas Cook India and SOTC.
- **Hinduja Ventures** has completed the acquisition of 18,73,917 equity shares of Rs 10 each of Hinduja Leyland Finance (HLFL) (constituting 0.43%) at a price of Rs 110 per share on December 6, 2017 from Everfin Holdings, a shareholder of HLFL.

- Reserve Bank of India (RBI) has notified that the aggregate foreign share holdings by Foreign Portfolios Investors (FPIs) under Portfolio Investment Scheme in **Bharat Financial Inclusion** have gone below the prescribed threshold caution limit stipulated under the extant Foreign Direct Investment (FDI) Policy and FEMA regulations. Accordingly, the restrictions placed on the purchase of shares of the company are withdrawn with immediate effect.
- **Cyient** to host India's first UAV Hackathon - Hackadrone 2018. The event is being organized by Cyient and DJI, in sponsorship with Microsoft and the Government of Telangana.
- **TVS Motor** has launched TVS Apache RR 310. The motorcycle marks the company's entry into the super-premium segment, both in domestic and international markets. Driven by promise of delivering more to customers than their expectations, TVS Apache RR 310 is the latest offering from the TVS Apache stable - a super-premium motorcycle brand from TVS Motor Company. TVS Apache RR 310 boasts of superior performance and riding dynamics, combined with a powerful, expressive design.
- **High Ground Enterprise** has entered into an agreement for development of SEZ Work of Rs 40 crore for the FY18. This agreement shall boost the company's overall revenue and also help the company to diversify the business scope to procurement and supply in EPCM sector.
- **Punjab Chemicals and Crop Protection** is mulling the option to raise long term resources by way of further public offering/rights issue/Global Depository Receipts/ American Depository Receipts/ Foreign Currency Convertible Bonds/ Qualified institutional placement/debt issue/ preferential issue or any other method, as may be deliberated and decided by the board of directors of the company. In this regard, the company's board will meet on December 8, 2017.
- **The Byke Hospitality** has acquired 3 hotels, viz. The Byke Nature Villas (35 Rooms) in Shimla, The Byke Puja Samudra (42 Rooms) in Kovalam, and The Byke Brightlands Resort (63 Rooms) in Matheran.
- **Panasonic Corporation**, global leader in electronics and white goods manufacture, headquartered in Kadoma, Osaka, Japan, has successfully transformed its global indirect procurement function using Tata Consultancy Services' (TCS) ERP on Cloud solution. **Suven Life Sciences (Suven)** has secured one product patent from Eurasia and one product patent from Norway corresponding to the New Chemical Entities (NCEs) for the treatment of disorders associated with Neurodegenerative diseases and these Patents are valid through 2034 and 2026 respectively.
- **Reliance Infrastructure (RInfra)** has won two prestigious EPC contracts in Bangladesh together valued at Rs 5,000 crore. The projects were won on International Competitive Bidding (ICB). Both the contracts are to be executed in a project schedule of 24 months, and are to be completed by 2019.
- **Infosys Foundation USA** will host the Pathfinders Summer Institute 2018, a national convening for K-12 teacher education in Computer Science and Making. Infosys Foundation USA is focused on bridging the digital divide in America by supporting high-quality computer science education and coding skills with a particular focus on underrepresented communities.
- **Suven Life Sciences (Suven)** has secured one product patent from Eurasia and one product patent from Norway corresponding to the New Chemical Entities (NCEs) for the treatment of disorders associated with Neurodegenerative diseases and these Patents are valid through 2034 and 2026 respectively.
- **Jet Airways** is offering a 30% discount on international flight tickets starting from December 5, the company said in a press release. The seven-day sale will allow passengers to enjoy substantial savings on select international routes during travel in winter months.
- **Lambodhara Textiles** has received an approval for raising of fund by way of preferential allotment and/ or Private Placement mode not exceeding Rs 20 crore. The board of directors at its meeting held on December 4, 2017 has approved for the same.
- **Yes Bank** has collaborated with Moody's Analytics to provide credit certification to its Credit Management employees. The certification is aimed at upgrading the existing knowledge levels of its employees and to give them exposure to the industry's best practices. The Certification Courses are globally recognized & offer tailored content for the Indian markets.

- **Dalmia Bharat Cement** has reportedly joined hands with the Piramal Bain Resurgence Fund to bid for debt-laden Binani Cement. Both the entities are likely to bid for Binani's 6.25-million-tonnes-per-year plants in Rajasthan, with the National Company Law Tribunal (NCLT) seeking to resolve the debt issue at Binani.
- **Tata Motors'** subsidiary – Jaguar Land Rover (JLR) has launched a limited edition variant of Range Rover with price starting at Rs 2.8 crore (ex-showroom). The limited edition variant 'Range Rover Autobiography by SVO Bespoke' is based on long wheelbase variant of Range Rover.
- **Axis Bank's** subsidiary Axis Securities has become the first-ever broking arm of a bank to take membership of a commodity exchange by registering itself with NCDEX. The company is also in discussion with MCX to take its membership.
- **Cochin Shipyard (CSL)** is reportedly targeting a growth of about over 12% year-on-year (YoY). The company is targeting areas like defence, engineering heavy commercial vessels, Inland Waterways vessels in the shipbuilding front and strong push on the ship repair front especially defence projects for achieving the growth. The company presently has an order book of around Rs 2,600 crore.
- **Indo-National** has received an approval to provide Corporate Guarantee of Rs 8.50 crore to HDFC Bank Chennai on behalf of Kinenco, a step one subsidiary of the company. The board of directors at its meeting held on December 5, 2017 has approved for the same.
- **Essel Propack** is raising funds through issue of Commercial Papers (CPs) for Rs 30 crore on private placement basis. The company will raise funds on December 8, 2017. The tenure will be for 88 days and interest will be payable on maturity.

Economy

➤ **GST hit biz sentiment in Q2; BCI falls 12.9%: NCAER**

India's economy though showed signs of recovery in Q2FY18 but overall business sentiment in the country during the same period got hit by the new Goods and Services Tax (GST) regime. As per the National Council of Applied Economic Research's (NCAER) latest survey, its Business Confidence Index (BCI) fell 12.9 % from the earlier quarter and 11.1% on year-on-year basis, due to GST.

The survey said that significant downturn in sentiment during the September quarter showed nervousness of corporate leaders around this new landmark change. It further pointed to the decline in Political Confidence Index (PCI) too. Its PCI index fell 12.4% on quarter on quarter basis. As per the report, Business Confidence Indices of the consumer durables and intermediate goods sectors witnessed 20.5% and 14.1%, drops respectively, on a quarter-on-quarter basis, while the confidence in consumer non-durables and capital goods sectors declined by 9.9% and 9.2%, respectively, on a quarter-on-quarter basis.

The survey result also pointed that the decline in BCI was driven by deterioration in sentiment in all the four components and that are – overall economic conditions, financial position of firms, present investment climate and present capacity utilization and added that overall sentiment regarding production, domestic sales, export, imports of raw materials and pre-tax profit remained subdued in October versus July.

➤ **IATA expects 1% of world GDP to be spent on air transport in 2018**

With increasing airline's passengers traffic, the International Air Transport Association (IATA) has said that as much as 1 percent of the world Gross domestic product (GDP), totaling \$861 billion, is expected to be spent on air transport in the year 2018. It also expects that new destinations are likely to increase next year, with frequencies up too; both boosting consumer benefits.

The IATA, which represents around 275 airlines comprising 83 percent of global air traffic, pointed out that economic development worldwide is getting a significant boost from air transport. It noted that this wider economic benefit is being generated by increasing connections between cities - enabling the flow of goods, people, capital, technology and ideas - and falling air transport costs. Noting that governments have gained substantially from the good performance of the airline industry, it said that airlines and customers are forecast to generate \$ 136 billion in tax revenues next year. It also mentioned that that is the equivalent of 45 percent

of the industry's GVA (Gross Value Added, which is the firm-level equivalent of GDP), paid to governments in payroll, social security, corporate and product taxes.

The global airlines grouping expects that the value of international trade shipped by air next year to be \$6.2 trillion, while tourists travelling by air in 2018 are projected to spend \$776 billion. It also noted that the number of scheduled aircraft departures is forecast to exceed more than 38 million next year. That's an average of 73 aircraft departing each minute of 2018. It further stated that the industry continues to create high value added jobs.

➤ **India's public debt increases 2.53% in Q2 FY18**

India's total public debt (excluding liabilities under the public account) increased to Rs 65.65 lakh crore in the July-September quarter (Q2FY18), up by 2.53 percent over the previous quarter. The debt of the government was Rs 64.03 lakh crore as of June-end 2017. Internal debt constituted 93 percent of public debt as of September 2017, while marketable securities accounted for 82.6 percent. According to the report on debt management released by the finance ministry, about 27.8 percent of outstanding stock has a residual maturity of up to five years at end September 2017, which implies that over the next five years, on an average, around 5.56 percent of outstanding stock needs to be repaid every year. Therefore, it noted that rollover risk in the debt portfolio continues to be low.

The report indicated that during the second quarter, the government issued dated securities worth Rs 1.89 lakh crore, higher than Rs 1.68 lakh crore in the first quarter, taking gross borrowings during the first half of 2017-18 to Rs 3.57 lakh crore, or 61.68 per cent of Budget Estimate (BE), vis-a-vis 56.8 percent of BE in the first half of 2016-17. Adding further, it pointed out that the liquidity in the economy during the quarter remained in surplus mode, due to demonetization move. However, it observed that the cash position of the government was somewhat stressed during Q2 of FY18 and the Centre was required to resort to Ways and Means Advances (WMA) from the Reserve Bank of India on a few occasions.

As per the report, through cash management guidelines, attempt was made to time expenditure as per receipt trends. It also said that based on the assessment of prevailing and evolving liquidity conditions, RBI conducted sale of government securities under open market operations for an aggregate amount of Rs 600 billion, during the quarter. Besides, it stated that G-Sec yields showed a falling trend till August 3, 2017 but an increasing trend was seen thereafter. It added that the trading volume of government securities on an outright basis during the second quarter of the current fiscal surged by 10.20 percent over the previous quarter.

➤ **15th Finance Commission to involve think-tanks in drawing up its report**

The newly-constituted 15th Finance Commission headed by NK Singh held its first meeting and decided to involve think-tanks in drawing up its report that will primarily deal with devolution of revenue between the Centre and states. It was keen to seek academic inputs and inter-actions with leading Think Tanks and domain knowledge experts which would assist the Commission in its work.

The commission has called upon to hold wide-ranging consultations with all stakeholders including various Ministries of the Union Government, all State Governments, Local Bodies, Panchayats and Political parties of each State Government. Also, the Commission recognised that there was need to undertake analytical papers, analysis from leading research organisations within the country and elsewhere to suitably address the Terms of Reference.

The meeting which was attended by all the other Members of the Commission i.e. Shaktikanta Das and Anoop Singh, as well as the part time Members Ashok Lahiri and Ramesh Chand, held preliminary discussions on the terms of reference for the Fifteenth Finance Commission. Its terms of reference also include proposing measurable performance-based incentives for states on efforts made by them in various fields including expansion and deepening of tax net under GST, achievements in implementation of flagship central schemes and disaster resilient infrastructure, reaching sustainable development goals, and quality of expenditure.

➤ **Govt releases mid-term review of FTP; increases MEIS incentives by 2%**

With focus on boosting the exports of goods and services and to increase employment generation and value-addition in the country, the Union government released mid-term review of the much awaited Foreign Trade Policy (FTP) (2015-20). The mid-term review of FTP is aimed at mid-course correction, to address working capital issues and provide measures to arrest declining

shipments. It was to be announced on July 1, together with the implementation of the goods and services tax (GST) regime. But the announcement was postponed to take into account feedback from the export sector regarding GST-related issues.

The mid-term review of the FTP has brought in additional relief for the labour-intensive and micro, small and medium enterprises (MSME) sectors. The government has increased the incentives under the Merchandise Exports from India Scheme (MEIS) increased by 2 percent to 4 percent. Similarly, under the Services Export from India Scheme (SEIS), incentives have been increased by 2 percent. The validity for duty credit scrips raised to 24 months from 18 months, to allow duty-free imports for export on self-certification.

Commerce and Industry Minister Suresh Prabhu has said that the increase in annual incentive by 34 percent to Rs 8,450 crore will benefit leather, handicraft, carpets, sports goods, agriculture, marine, electronic components and project exports. The FTP will provide additional annual incentive of Rs 749 crore for the leather sector, Rs 921 crore for hand-made carpets of silk, handloom, coir, jute products, Rs 1,354 crore for agri products, Rs 759 crore for marine products, Rs 369 crore for telecom, electronic components, Rs 193 crore for medical equipment. He added that green shoots in export growth are distinctly visible now with positive export growth in 13 of the past 14 months.

The government also proposed a higher level of incentives for export of agriculture products under FTP. The FTP also sought to establish an Export Promotion Mission to provide an institutional framework to work with State Governments to boost India's exports. The government also aimed to promote and boost export of defence goods. Besides, an e-wallet system to address the liquidity problem being faced by exporters is likely to be operational from April 01, 2018. The government has expressed hope that the GST would help to push exports growth.

CNX Nifty



Technical View

Nifty Spot Daily (10044.10) :- Nifty continued downtrend below 10094 important level and moved towards 9997 (low 10033) and closed the day weak. Lower support as told is 9997 and should hold on or will see more pain on the downside towards 9951. To regain strength it had to climb back above 10079-10101 levels.

Bank nifty Weekly expire today can see lot of volatility and closed the day below 24951. Remains below lower target 24610. To move bullish will face hurdle at 25025-25100. Weekly Option to look for 24900 PE 24800 CE.

PIVOT POINTS

Scrip Name	CMP	RB2	RB1	PP	SB1	SB2	Scrip Name	CMP	RB2	RB1	PP	SB1	SB2
ACC	1,690	1,717	1,703	1,691	1,680	1,666	COALINDIA	265	272	268	265	263	259
APOLLOTYRE	238	245	242	239	236	233	DLF	231	240	235	231	227	222
ASHOKLEY	114	119	116	114	112	110	CONCOR	1,300	1,338	1,315	1,297	1,279	1,256
AXISBANK	531	539	535	531	528	524	ADANIENT	142	152	147	144	140	135
BANKBARODA	166	174	170	167	164	160	DRREDDY	2,200	2,247	2,224	2,206	2,188	2,166
BATAINDIA	733	765	746	731	716	697	DISHTV	82	88	84	81	78	74
BEML	1,512	1,604	1,561	1,527	1,492	1,449	EICHERMOT	28,158	29,429	28,849	28,380	27,911	27,331
BERGEPAIN	247	257	252	248	244	240	ENGINERSIN	181	186	184	182	180	178
BHARATFIN	986	1,014	1,000	989	977	963	EQUITAS	139	142	140	139	137	135
BHARATFORG	697	726	711	699	687	673	EXIDEIND	202	208	205	203	200	197
BOSCHLTD	19,150	20,653	19,965	19,409	18,852	18,165	FEDERALBNK	108	111	109	108	107	105
BPCL	491	513	503	494	486	476	GODFRYPHLP	971	1,010	991	976	961	942
BRITANNIA	4,760	4,867	4,806	4,757	4,708	4,647	GODREJCP	1,004	1,050	1,020	995	971	940
CANFINHOME	458	486	473	462	451	438	GODREJIND	575	593	584	576	568	558
CGPOWER	83	88	86	84	82	79	HAVELLS	510	527	518	510	503	493
ADANIPOWER	33	34	34	33	32	32	HEROMOTOCO	3,506	3,561	3,527	3,499	3,471	3,437
ALBK	74	77	75	74	73	72	HINDALCO	232	241	237	233	230	226
CHENNPETRO	404	421	413	407	401	393	AMBUJACEM	262	269	264	261	257	253
AMARAJABAT	762	809	787	770	752	730	HINDPETRO	406	417	412	408	403	398
APOLLOHOSP	1,155	1,180	1,167	1,156	1,144	1,131	HINDZINC	286	298	292	287	283	277
ARVIND	430	443	434	427	421	412	ESCORTS	648	689	670	655	639	620
CHOLAFIN	1,280	1,367	1,326	1,292	1,258	1,216	IBREALEST	201	213	207	203	198	193
CIPLA	596	611	604	598	593	585	IBULHSGFIN	1,173	1,214	1,192	1,175	1,158	1,136
ASIANPAINT	1,104	1,128	1,116	1,106	1,096	1,084	ANDHRABANK	61	63	62	61	60	59
AUOPHARMA	653	689	672	658	645	628	ICIL	113	121	117	114	110	107
BAJFINANCE	1,671	1,755	1,715	1,683	1,651	1,611	IDFC	59	61	60	59	58	57
BALRAMCHIN	153	167	160	155	150	144	IGL	324	339	331	326	320	313
BANKINDIA	182	189	185	182	180	176	FORTIS	145	156	150	145	141	134
COLPAL	1,040	1,070	1,053	1,039	1,026	1,009	INDIACEM	164	174	169	165	161	156
BHEL	90	94	92	91	89	87	INDIGO	1,137	1,192	1,166	1,145	1,123	1,097
CUMMINSIND	859	895	877	863	848	830	GLENMARK	536	554	546	539	532	524
DALMIABHA	3,035	3,155	3,096	3,049	3,001	2,942	INDUSINDBK	1,654	1,692	1,674	1,659	1,644	1,626
CADILAHC	419	434	427	421	415	408	INFIBEAM	164	181	172	165	158	149
CAPF	682	725	705	689	673	654	INFY	990	1,003	996	989	983	976
CASTROLIND	393	402	398	394	391	386	IOC	389	395	392	389	386	383
CENTURYTEX	1,266	1,328	1,299	1,276	1,253	1,224	GRASIM	1,096	1,155	1,127	1,104	1,082	1,054
CESC	977	1,020	1,000	983	966	946	ITC	252	255	253	252	250	249
DCBBANK	183	188	186	184	182	180	HCLTECH	859	876	864	855	845	834
							JETAIRWAYS	683	713	697	683	670	654
							JINDALSTEL	158	167	163	160	156	152

Scrip Name	CMP	RB2	RB1	PP	SB1	SB2
HDFC	1,648	1,703	1,676	1,655	1,634	1,607
HEXAWARE	335	352	344	338	332	324
JSWENERGY	78	84	81	79	77	75
BAJAJFINSV	4,965	5,144	5,047	4,968	4,888	4,791
JSWSTEEL	242	251	247	243	240	236
JUBLFOOD	1,706	1,783	1,747	1,718	1,688	1,652
JUSTDIAL	507	524	515	507	499	489
ICICIBANK	300	310	305	301	297	291
KAJARIACER	688	726	709	695	681	664
KPIT	162	173	165	159	153	145
KSCL	517	534	525	518	511	502
KTKBANK	148	155	152	149	146	143
L&TFH	168	178	173	169	165	160
LICHSGFIN	553	589	572	559	546	530
INFRATEL	370	388	379	372	364	355
LT	1,191	1,229	1,212	1,197	1,183	1,166
LUPIN	809	820	814	810	805	800
BIOCON	519	542	527	515	503	488
M&M	1,367	1,414	1,392	1,374	1,357	1,334
M&MFIN	444	458	449	442	435	426
MARUTI	8,612	8,828	8,684	8,567	8,450	8,306
MCDOWELL-N	3,360	3,508	3,436	3,377	3,318	3,246
MOTHERSUMI	357	369	363	359	354	349
KOTAKBANK	1,000	1,022	1,011	1,002	993	982
MRF	66,871	68,259	67,418	66,738	66,059	65,218
MFSL	530	559	544	533	522	508
NCC	120	127	123	119	116	111
CANBK	364	382	374	366	359	350
NTPC	176	180	178	176	174	172
OIL	348	366	357	350	343	334
DABUR	343	354	348	344	339	333
MRPL	121	124	123	121	120	119
MUTHOOTFIN	431	452	442	434	426	416
NBCC	254	265	260	256	251	246
PAGEIND	22,128	23,187	22,476	21,901	21,327	20,616
DHFL	586	604	595	588	581	573
NESTLEIND	7,709	7,811	7,756	7,713	7,669	7,615
NIITTECH	634	666	651	639	627	612
PEL	2,733	2,801	2,764	2,735	2,705	2,668
PETRONET	244	254	249	245	241	236
PIDILITIND	835	858	846	835	825	812
PCJEWELLER	401	423	408	397	385	371

Scrip Name	CMP	RB2	RB1	PP	SB1	SB2
POWERGRID	200	203	201	200	199	197
RAYMOND	937	962	949	939	929	917
PFC	118	123	121	119	117	115
RBLBANK	510	519	514	510	506	501
PNB	172	180	176	173	170	166
GSFC	135	140	137	135	134	131
RELCAPITAL	415	440	429	419	410	398
HDFCBANK	1,803	1,839	1,822	1,808	1,794	1,777
HDIL	57	59	58	57	56	55
HINDUNILVR	1,276	1,308	1,288	1,271	1,255	1,234
RELIANCE	927	952	935	922	909	892
IDBI	59	63	61	59	58	56
SAIL	76	79	78	76	75	73
SHREECEM	16,988	17,515	17,210	16,962	16,715	16,410
PTC	112	119	116	113	110	107
SIEMENS	1,127	1,207	1,169	1,139	1,108	1,070
RAMCOCEM	688	741	713	690	667	639
SINTEX	24	25	24	24	24	23
IFCI	23	25	24	23	23	22
SBIN	312	322	317	314	310	306
SOUTHBANK	31	33	32	31	31	30
SRF	1,779	1,936	1,860	1,799	1,738	1,662
INDIANB	379	400	390	382	374	364
SRTRANSFIN	1,343	1,405	1,374	1,349	1,323	1,292
SUNPHARMA	511	539	526	516	506	493
TATACHEM	710	726	718	711	705	697
TATAGLOBAL	275	290	283	277	271	264
TATAMTRDVR	227	233	230	228	225	222
TATASTEEL	668	681	673	667	660	652
IRB	210	215	212	210	207	204
TITAN	774	815	795	780	764	745
TORNTPOWER	265	282	274	267	261	253
TV18BRDCST	53	56	55	53	52	50
TVSMOTOR	735	755	745	738	731	721
UNIONBANK	155	167	162	157	152	147
UPL	686	718	703	691	680	665
VEDL	282	288	284	281	277	273
VGUARD	233	243	237	232	228	222
STAR	800	846	824	806	788	765
VOLTAS	600	637	620	606	592	575
YESBANK	306	314	310	307	304	300
SUNTV	842	873	858	846	834	820

Scrip Name	CMP	RB2	RB1	PP	SB1	SB2
SUZLON	14	14	14	14	13	13
MARICO	306	316	311	307	303	299
ZEEL	570	583	575	569	563	556
TATAMOTORS	397	411	404	399	393	386
TATAPOWER	87	93	90	88	86	84
AJANTPHARM	1,278	1,415	1,347	1,293	1,238	1,170
TECHM	472	485	477	470	464	456
TORNTPHARM	1,303	1,359	1,325	1,298	1,271	1,237
MGL	1,101	1,138	1,120	1,105	1,090	1,072
BAJAJ-AUTO	3,110	3,195	3,155	3,122	3,090	3,050
BALKRISIND	2,184	2,318	2,252	2,199	2,145	2,079
CEATLTD	1,705	1,782	1,745	1,715	1,685	1,648
ONGC	176	182	179	177	174	172
HCC	37	38	37	37	36	35
ORIENTBANK	121	127	124	122	119	116
RELINFRA	440	464	453	444	435	424
BHARTIARTL	483	504	494	485	476	466
DIVISLAB	1,020	1,049	1,034	1,022	1,010	996
MCX	906	940	922	908	893	876
MINDTREE	540	560	550	542	534	524
GAIL	456	468	462	458	453	447
NMDC	128	135	132	129	127	124
SYNDIBANK	86	91	88	86	84	82
TATAELXSI	910	957	934	916	898	875
GRANULES	124	128	126	124	122	120

Scrip Name	CMP	RB2	RB1	PP	SB1	SB2
------------	-----	-----	-----	----	-----	-----

LKP Sec. Ltd. (CIN-U67120MH1994PLC080039, www.lkpsec.com) and its affiliates are a full-fledged, brokerage and financing group. LKP was established in 1992 and is one of India's leading brokerage and distribution house. LKP is a corporate trading member of Bombay Stock Exchange Limited (BSE), National Stock Exchange of India Limited (NSE), MCX Stock Exchange Limited (MCX-SX). LKP along with its subsidiaries offers the most comprehensive avenues for investments and is engaged in the businesses including stock broking (Institutional and retail), merchant banking, commodity broking, depository participant, insurance broking and services rendered in connection with distribution of primary market issues and financial products like mutual funds etc.

LKP hereby declares that it has not defaulted with any stock exchange nor its activities were suspended by any stock exchange with whom it is registered in last five years. However, SEBI and Stock Exchanges have conducted the routine inspection and based on their observations have issued advice letters or levied minor penalty on LKP for certain operational deviations in ordinary/routine course of business. LKP has not been debarred from doing business by any Stock Exchange / SEBI or any other authorities; nor has its certificate of registration been cancelled by SEBI at any point of time.

LKP offers research services to clients. The analyst for this report certifies that all of the views expressed in this report accurately reflect his or her personal views about the subject company or companies and its or their securities, and no part of his or her compensation was, is or will be, directly or indirectly related to specific recommendations or views expressed in this report.

Other disclosures by LKP and its Research Analyst under SEBI (Research Analyst) Regulations, 2014 with reference to the subject company(s) covered in this report:-
Research Analyst or his/her relative's financial interest in the subject company. (NO)

LKP or its associates may have financial interest in the subject company.

LKP or its associates and Research Analyst or his/her relative's does not have any material conflict of interest in the subject company. The research Analyst or research entity (LKP) has not been engaged in market making activity for the subject company.

LKP or its associates may have actual/beneficial ownership of 1% or more securities of the subject company at the end of the month immediately preceding the date of publication of Research Report.

Research Analyst or his/her relatives have actual/beneficial ownership of 1% or more securities of the subject company at the end of the month immediately preceding the date of publication of Research Report: (NO)

LKP or its associates may have received any compensation including for investment banking or merchant banking or brokerage services from the subject company in the past 12 months.

LKP or its associates may have received compensation for products or services other than investment banking or merchant banking or brokerage services from the subject company in the past 12 months.

LKP or its associates may have received any compensation or other benefits from the Subject Company or third party in connection with the research report.

Subject Company may have been client of LKP or its associates during twelve months preceding the date of distribution of the research report and LKP may have co-managed public offering of securities for the subject company in the past twelve months.

Research Analyst has served as officer, director or employee of the subject company: (NO)

LKP and/or its affiliates may seek investment banking or other business from the company or companies that are the subject of this material. Our salespeople, traders, and other professionals may provide oral or written market commentary or trading strategies to our clients that reflect opinions that are contrary to the opinions expressed herein, and our proprietary trading and investing businesses may make investment decisions that may be inconsistent with the recommendations expressed herein.

In reviewing these materials, you should be aware that any or all of the foregoing, among other things, may give rise to real or potential conflicts of interest including but not limited to those stated herein. Additionally, other important information regarding our relationships with the company or companies that are the subject of this material is provided herein. This report is not directed to, or intended for distribution to or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation or which would subject LKP or its group companies to any registration or licensing requirement within such jurisdiction. Specifically, this document does not constitute an offer to or solicitation to any U.S. person for the purchase or sale of any financial instrument or as an official confirmation of any transaction to any U.S. person.

Unless otherwise stated, this message should not be construed as official confirmation of any transaction. No part of this document may be distributed in Canada or used by private customers in United Kingdom.

All trademarks, service marks and logos used in this report are trademarks or registered trademarks of LKP or its Group Companies. The information contained herein is not intended for publication or distribution or circulation in any manner whatsoever and any unauthorized reading, dissemination, distribution or copying of this communication is prohibited unless otherwise expressly authorized. Please ensure that you have read "Risk Disclosure Document for Capital Market and Derivatives Segments" as prescribed by Securities and Exchange Board of India before investing in Indian Securities Market. In so far as this report includes current or historic information, it is believed to be reliable, although its accuracy and completeness cannot be guaranteed.

All material presented in this report, unless specifically indicated otherwise, is under copyright to LKP. None of the material, nor its content, nor any copy of it, may be altered in any way, transmitted to, copied or distributed to any other party, without the prior express written permission of LKP