

Indices	7-Feb	6-Feb	% Chg.	Major Indices	7-Feb	6-Feb	% Chg.	FII's & DII's in equity	₹ Crs			
S&P BSE SENSEX	34,083	34,196	-0.33%	Dow Jones Industrial	24,893	24,913	-0.08%	07-Feb	Buy	Sell	Net	
S&P CNX NIFTY	10,477	10,498	-0.21%	Nasdaq Composite Indx	7,052	7,116	-0.90%	FII / FPI Investments	5,875	6,897	-1,023	
NIFTY MID100	19,480	19,402	0.40%	CAC 40 Index	5,256	5,162	1.82%	DII's Investments	4,011	3,550	461	
NIFTY SML100	8,269	8,084	2.30%	FTSE 100 Index	7,279	7,141	1.93%	FII's contribution to the total turnover	33%			
				DAX Index	12,590	12,393	1.60%	DII's contribution to the total turnover	20%			
BSE Sectoral Indices				Major Asian Indices				FII's in Derivatives (F&O)				
NIFTY REALTY	319	313	1.69%	Hong Kong	30,323	30,595	-0.89%	07-Feb	Index Fut	Index Opt	Stock Fut	Stock Opt
NIFTY MEDIA	3,345	3,292	1.61%	Nikkei 225	21,645	21,610	0.16%	Net	-1,751	586	1,242	-117
NIFTY ENERGY	13,707	13,584	0.91%	Korea	2,397	2,453	-2.31%	OI	17,778	83,212	76,266	7,153
NIFTY PHARMA	8,936	8,871	0.73%	Shanghai	3,309	3,371	-1.82%	Chg.OI	-2.7%	6.2%	1.5%	6.2%
NIFTY METAL	3,880	3,862	0.46%	Taiwan	10,552	10,404	1.42%	FII's contribution to the total F&O turnover	34%			
NIFTY AUTO	11,215	11,182	0.30%									
NIFTY FMCG	26,734	26,673	0.23%	Commodities (MCX)				Curr. Derivatives (NSE)				
NIFTY CONSUMPTION	4,803	4,811	-0.17%	Aluminium (28FEB2018)	139.1	139.3	-0.14%	USDINR 26-FEB-2018	64.44	64.40	0.06%	
NIFTY PSU BANK	3,433	3,439	-0.18%	Copper (28FEB2018)	440.3	452.9	-2.78%	EURINR 26-FEB-2018	79.63	79.97	-0.43%	
NIFTY FIN SERVICE	10,540	10,573	-0.31%	Crude (16FEB2018)	3,959	4,099	-3.42%	JPYINR 26-FEB-2018	59.10	59.07	0.04%	
NIFTY INFRA	3,454	3,470	-0.44%	Gold (05APR2018)	29,995	30,187	-0.64%	GBPINR 26-FEB-2018	89.51	89.98	-0.53%	
NIFTY BANK	25,670	25,811	-0.55%	Silver (05MAR2018)	37,863	38,338	-1.24%					
NIFTY IT	12,450	12,562	-0.89%									

Company	LTP	Chg	% Chg
HINDPETRO	396	18	4.9
AUROPHARM	613	17	2.8
BPCL	479	11	2.4
ONGC	189	3.9	2.1
COALINDIA	296	6	2.1

Company	LTP	Chg	% Chg
AMBUJACEM	247	-8	-3.3
VEDL	313.2	-8	-2.6
BHARTIARTL	428	-11	-2.5
IBULHSGFIN	1265	-30	-2.3
YESBANK	331	-8	-2.3

Company	LTP	Chg	% Chg
BEL	158	9	6.0
HINDPETRO	397	19	5.0
TATAGLOBAL	280	13	5.0
ASHOKLEY	133	6	4.8
PEL	2649	98	3.8

Company	LTP	Chg	% Chg
VAKRANGEE	203	-11	-5.0
AMBUJACEM	245	-10	-3.8
SRTRANSFIN	1323	-43	-3.1
SIEMENS	1216	-35	-2.8
PNB	157	-4	-2.2

Company	LTP	Chg	% Chg
LTI	1294	109	9.2
BEL	158	9	6.0
TATAGLOBAL	280	13	5.0
ASHOKLEY	133	6	4.8
CASTROLIND	188	8	4.6

Company	LTP	Chg	% Chg
NATCOPHARM	831	-73	-8.1
VAKRANGEE	203	-11	-5.0
PNBHOUSING	1239	-41	-3.2
SRTRANSFIN	1323	-43	-3.1
UBL	1095	-32	-2.8

Company	LTP	Chg	% Chg
HEG	2658	443	20.0
8KMILES	725	108	17.5
LIBERTSHOE	242	32	15.3
CENTURYPLY	338	45	15.2
INDIAGLYCO	465	57	13.9

Company	LTP	Chg	% Chg
CUPID	287	-23	-7.5
ESL	4	-0.2	-5.0
OMMETALS	55	-3	-4.9
ESTER	60	-3	-4.9
STAMPEDE	13	-1	-4.8

Domestic Market View

Markets to make flat-to-positive start

Indian shares closed lower for the seventh straight session on Wednesday, as global sentiment turned pessimistic and the RBI warned of higher government spending feeding into inflation after keeping interest rates unchanged. Today the start is likely to be mildly in the green after RBI said inflation will moderate in the second half of FY19 on the back of base effect. A sharp fall in oil prices may also ease investor concerns surrounding inflation and rising twin deficits. Traders will also get some support with ASSOCHAM chief's statement that the RBI's decision to keep the policy rate unchanged is on the expected lines, though the less than hawkish stance has come about as a relief for the industry which had even feared a possible hike in the lending rates, following inflationary concerns. Meanwhile, Moody's said that the global green bond issuances are likely to surge by 60 per cent to a record \$250 billion this year, with India and China leading the emerging markets in this space. Stocks related to public sector banks (PSBs) will be in focus after Economic Advisory Council to the Prime Minister (EAC-PM) chairman Bibek Debroy said that accretion of fresh non-performing assets (NPAs) of PSBs has virtually stopped. However, according to recent Reserve Bank data, bad loans of Public sector banks (PSBs) stood at Rs 7.34 lakh crore by the end of second quarter this fiscal, a bulk of which came from corporate defaulters. There will be lots of important earnings announcements too, to keep the markets buzzing.



Domestic Market Overview

Benchmarks end lower as RBI maintains status quo

Indian equity benchmarks extended its southward journey for seventh straight session and settled with a cut of around quarter a percent, as Reserve bank of Indian (RBI) kept repo rate unchanged. Markets started the session on optimistic note amid firm global cues. Traders took some encouragement with report that as many as 67 foreign direct investment proposals (FDI) worth Rs 117 billion were approved during the first nine months of the ongoing financial year. Some support also came with report that Indian firms mobilized Rs 21,000 crore by issuing shares to institutional investors during the December quarter of the current fiscal, resulting into an over 13-fold rise from the year-ago period. The firms had mopped up Rs 1,576 crore in the same period of the previous fiscal. The funds have been mobilized for business expansion, refinancing of debt, working capital requirements and other general corporate purposes. Meanwhile, Finance Secretary Hasmukh Adhia said that the import duty hike in 45 items announced in the Budget will earn about Rs 7,000 crore revenues to the government and is mainly intended to give a push to the MSMEs for domestic manufacturing.

However, markets turned choppy after RBI kept the key policy rate unchanged at 6% for the third consecutive time in view of firming inflation. Reverse Repo rate was also maintained at 5.75%. The Monetary Policy Committee (MPC), headed by RBI Governor Urjit Patel had last reduced the benchmark lending rate by 0.25 percentage points to 6% last August, bringing it to a 6-year low. Sentiments also remained dampened with RBI cutting its FY18 GVA growth to 6.6%. The policy added that retail inflation, measured by the year-on-year change in the Consumer Price Index (CPI), increased for the sixth consecutive month in December on account of a strong unfavourable base effect. Traders also remained concerned on report that India's fiscal deficit is expected to come in at 3.5% of GDP in financial year 2018-2019, as policymakers seek to promote economic growth by reducing the pace of fiscal consolidation. According to the report by BMI Research, a unit of Fitch Group, there is room for fiscal slippage as the government seeks to achieve its 7.5% growth target.

RBI enlightened that financial markets have become volatile in recent days due to uncertainty over the pace of normalization of the US Fed monetary policy in view of January payrolls data showing rapidly accelerating wage growth and better than expected employment. Meanwhile, sugar stocks remained on buyers' radar after the government doubled import duty on sugar to 100% to protect domestic farmers. At present, customs duty or import tax on sugar is 50%.

Global Market Overview

Asian markets end mixed on Wednesday

Asian equity markets ended mixed on Wednesday as investors monitored oil price movements and kept a cautious eye on bond markets after a brutal selloff in global equity markets earlier this week. Chinese shares ended sharply lower as investors booked some profits in recent outperformers. However, Japanese shares closed modestly higher in volatile trade as investors stayed on guard for more losses in global equity markets after US futures slipped.

US markets closed lower as investors fret over rising yields

The US markets closed lower on Wednesday, after failing to defend intraday gains as investors struggled to adjust to an investment environment marked by both rising bond yields and signs of inflation. The market's move south coincided with a spike in the 10-year Treasury yield in the wake of the news of a two-year budget deal announced by top senators that would significantly raise fiscal spending. Congressional leaders reached an agreement on a two-year budget pact that would increase fiscal spending by \$300 billion on the back of a big increase in military spending. The deal, which still needs to be approved by the Congress, is at least likely to put to rest fears of another government shutdown. Separately, Chicago Fed President Charles Evans said there is a hint of inflationary pressure in recent economic reports but not many actual increases in consumer prices. As such, the central bank can hold off raising rates until midyear or so in order to assess the incoming inflation data. Evans is not a voting member of the Fed's interest-rate committee this year and he has been a leading dove among his colleagues.

Index Futures

(OI in '000 Shares)	Future	Chg	Spot	Chg	Prem /	Total Open Interest	
	7-Feb	(%)	7-Feb	(%)	Disc	7-Feb	Chg (%)
NIFTY	10,466	-0.45	10,477	-0.21	-11.2	24,329	3.51
NIFTYIT	12,469	-1.03	12,450	-0.89	19.0	38	5.09
BANKNIFTY	25,664	-1.03	25,670	-0.55	-6.5	2,175	7.91

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
	7-Feb	% Chg.	7-Feb	% Del.							
VOLTAS	2,584	19%	1,162,732	24%	22%	959,423	600	602	2.3%	2.4%	1.9
DISHTV	55,153	12%	8,909,086	43%	26%	6,795,223	75	75	2.5%	1.5%	0.2
NTPC	27,272	10%	5,998,411	58%	69%	3,139,528	165	165	0.1%	1.4%	-0.3
OIL	2,855	10%	410,960	18%	23%	36,221	356	345	1.5%	3.8%	-11.1
WOCKPHARMA	3,521	9%	325,797	14%	10%	39,076	769	771	3.4%	4.1%	1.7
HINDALCO	41,283	7%	5,775,381	40%	36%	1,616,582	246	246	0.4%	0.2%	0.0
COALINDIA	18,790	6%	4,541,472	58%	59%	1,615,650	298	291	2.6%	2.5%	-6.3
CEATLTD	1,344	5%	198,915	19%	16%	26,066	1,520	1,523	1.2%	0.9%	2.8
ZEEL	7,531	5%	899,020	50%	32%	471,151	581	581	1.6%	1.4%	0.1
GAIL	11,066	3%	2,238,564	52%	54%	472,256	460	463	1.3%	2.0%	2.3

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
	7-Feb	% Chg.	7-Feb	% Del.							
DALMIABHA	665	10%	185,244	63%	39%	120,791	2,705	2,714	-0.7%	-0.8%	9.0
PCJEWELLER	8,834	10%	3,864,155	20%	13%	479,946	380	381	-2.5%	-3.1%	1.1
OFSS	122	8%	147,115	85%	53%	113,927	4097	4105	-1.7%	-1.8%	8.4
KOTAKBANK	11,456	7%	2,922,646	82%	69%	304,808	1036	1036	0.0%	-0.1%	-0.5
ANDHRABANK	27,590	5%	1,429,506	30%	21%	355,669	46	46	-1.1%	-1.2%	0.3
ACC	1,594	5%	128,727	43%	27%	22,651	1587	1591	-2.0%	-2.1%	3.6
PNB	40,496	5%	5,418,870	22%	16%	836,026	157	157	-3.2%	-2.1%	0.6
AMBUJACEM	12,235	4%	2,040,712	50%	41%	1,220,424	248	249	-3.0%	-2.8%	0.5
HCLTECH	11,424	4%	1,346,562	53%	66%	214,343	939	942	-1.4%	-1.5%	3.2
GODREJIND	1,731	3%	1,281,144	85%	49%	945,192	546	548	-0.6%	-1.4%	1.8

Corporate News

- **JBM Auto** has reportedly unveiled its Eco-Life electric bus at the Auto Expo 2018 in Greater Noida. The maximum speed of the bus is 75 kmph. The seating capacity of the bus ranges between 36-40. The eco-friendly bus will cost between Rs 2 crore to Rs 3 crore depending on the customizations.
- **Maruti Suzuki India (MSI)** has showcased 'e-SURVIVOR Concept'- EV design concept and working model of next generation Suzuki Hybrid system (HEV) in New Delhi on February 7, 2018. e-SURVIVOR Concept demonstrates the company's efforts in the direction of electric mobility and presents an innovative, futuristic vision of MSI.
- **Prestige Estate Projects** has received an approval for entering into Platform Deal (Framework Agreement) for an arrangement between the company and HDFC Capital Advisors, a 100% subsidiary of HDFC, (through its investment funds), for taking up real estate developments across various geographies in the affordable/ mid-income housing segments through a mix of equity and debt funding. The total corpus of the Platform is approximately Rs 2,500 crore. The board of directors at its meeting held on February 7, 2018 approved the same.
- **Piramal Enterprises** has entered into a Joint Venture Agreement (JVA) with Bain Capital Mauritius (BCC), a Private Limited Company incorporated in Mauritius, whereby, BCC shall subscribe to 50% of equity share capital of India Resurgence Asset Management Business (TRAPL), a wholly owned subsidiary of the company. Pursuant to the said subscription, TRAPL shall cease to be a subsidiary of the company.
- Amansa Holding has bought 3,97,100 shares of **Shankara Building Products** at Rs 1,675 per share on the BSE on February 7, 2018. However, Smaller Cap World Fund Inc has sold 4,17,799 shares of the company at Rs 1,675 per share.
- Dilip Buildcon has incorporated a new Special Purpose Vehicle (SPV) – DBL Chandikhole Bhadrak Highways – to undertake the project Rehabilitation and Up-gradation to Six-Laning of Chandikhole-Bhadrak Section of NH-5 (New NH-16) from km 62.000 to km 136.500 in the State of Odisha to be executed as Hybrid Annuity Project under NHDP Phase V.
- **SML Isuzu** has unveiled new range of trucks named as Global Series (GS) and a new vehicle under passenger category at Auto Expo 2018, Greater Noida on February 7, 2018. These vehicles are in the existing GVW tonnage range and are expected to be launched shortly in the market.
- **CG Power** and Industrial Solutions (CG) has bagged an order worth Rs 107 crore from Energy Efficiency Services (EESL), Power Ministry, Government of India, New Delhi for Low Voltage Motors. The order is of significance to CG's Low Voltage Rotating Machines business as this adds momentum to the energy efficiency journey and opens up huge opportunities in energy efficient IE3 Motors segment.
- **Goa Carbon** has reported production of 20,155.000 MT (million tonnes) of Calcined Petroleum Coke for the month of January 2018. Of the total production achieved for the month, Bilaspur plant produced 3,007.300 MT of Calcined Petroleum Coke; Goa plant produced 6,542.700 MT and Pradeep plant produced 10,605.000 MT of Calcined Petroleum Coke.
- **Ador Multiproducts** has received an approval to make investment in the securities of 1908 E-ventures up to Rs 2.00 crore. The Board of Directors of the company at their meeting held on February 05, 2018, considered and approved the same.
- **Salasar Techno Engineering** has received an approval for the amalgamation of Salasar Stainless, a wholly owned subsidiary (WOS) of the company with itself. The Board of Directors of the company at their meeting held on February 07, 2018, considered and approved the same.
- **Reliance Infrastructure (RInfra)** has received Letters of Award (LOA) from Government of India undertakings for two road projects. The two projects have a combined value of Rs 1,881 crore. The road project LOAs have been received from the National Highways Authority of India (NHAI) are for the six-laning of a 69.5 km stretch of Aurangabad to Bihar-Jharkhand border (Chordaha) section of NH2 with a project cost of Rs 882 crore, and the adjoining 71.3 km stretch of the Bihar-Jharkhand border (Chordaha) to Gorhar section of NH-2 in Jharkhand for Rs 999 crore.

- **Minda Corporation** has inaugurated its state of art Die Casting manufacturing plant at Chakan, Pune. The company has set up its third state of art Die Casting manufacturing facility exclusively for Aluminum Gravity Die Casting & Low Pressure Die Casting with machining in Pune for two and four wheeler products. It has made an initial investment of Rs 100 crore for new Die Casting manufacturing facility.
- **ESAB India** has received an approval for the acquisition of the welding business of Sandvik Asia, Pune. The acquisition is by way of business transfer agreement of speciality alloys business only. The Board of directors of the company at its meeting held on February 07, 2018 has approved for the same.
- **Gujarat Alkalies and Chemicals** has received an approval to set up 39600 MTPA Chlorotoluenes Plant at Dahej Complex at an estimated project cost of Rs 120 crore. The expected project completion date is 18 months from zero date.
- **Orient Press** has commenced commercial Production of Flexible Packaging Material at Noida Unit from February 5, 2018. The said Unit/Factory is located at Plot no. 103, Sector- Ecotech-I Extn. Gr. Noida, G.B. Nagar in state of Uttar Pradesh.
- **Ashoka Buildcon** in mutual agreement with Mumbai International Airport (MIAL) has decided to withdraw from GVK SKY City Project with no financial or otherwise implications to the company.
- **VKJ Infradevelopers** has received an approval to acquire more than 60% stake in a company which is already engaged in infrastructure business. The board of director at its meeting held on February 6, 2018 approved the same. The board also approved issue of equity shares on preferential basis for consideration other than cash.
- **Bhagyanagar India** has entered into share purchase agreement on February 6, 2018 to acquire Aanvik Mercantile as wholly owned subsidiary. The company has acquired 45,000 equity shares at a face value of Rs 10 each amounting to Rs 4,50,000 which constitutes 100% of the paid up capital of Aanvik Mercantile.
- **Pacheli Industrial Finance (formerly known as Dhoot Industries)** has acquired stake in three entities to increase its profitability. The company has acquired 90% stake in TAP Infrastructure LLP. The LLP has with it a Real Estate project situated in Andheri, Mumbai. It is a SRA project having 427 slums and the measurement of the plot is 5763 square meters.
- **Maharashtra Seamless** has successfully bagged prestigious order worth Rs 522 crore (\$81.40 million) from **ONGC** for the supply of seamless casings for their Oil & Gas exploration activities.
- **HT Media** has received an approval for investment in common shares of betterU Education Corporation (betterU), a Canada-based education technology company with business in developing countries like India, China. The board of directors at its meeting held on February 6, 2018 approved the same. The transaction is expected to be completed by March 01, 2018.
- **Hero MotoCorp** has unveiled an exciting new range of products at the Auto Expo - The Motor Show 2018. The fresh product range has been developed to cater to a global customer profile.
- **ICICI Bank** has received an approval for domestic fund raising by way of issuance of senior unsecured long term bonds/ Basel III compliant unsecured subordinated perpetual Additional Tier 1 bonds in single/multiple tranches on private placement basis. The Committee of Executive Directors of the Bank at their meeting held on February 6, 2018, approved the same.
- **Oriental Bank of Commerce (OBC)** is planning to raise an amount up to Rs 3571.00 crore by way of Preferential Allotment of equity shares to Government of India. The meeting of Board of Directors of the Bank is scheduled on February 09, 2018 to consider the same.
- **Tata Motors'** subsidiary – Jaguar Land Rover (JLR) has reported a rise of 3% in global sales to 49,066 units in January 2018. Jaguar sales were up by 1% year-on-year with 14,066 units sold amid strong demand for the Jaguar XF Sedan, including the long-wheelbase XFL in China. Global Land Rover sales rose by 4% with 35,000 units sold, primarily reflecting continuing strong demand for the Range Rover Velar and Land Rover Discovery.
- Bank of India has reportedly put over Rs 2,400 crore of distressed assets on the block, including the accounts of Jai Balaji, Jyoti Power, Privilege Power and Vandana Vidhyut. A total of 25 accounts are up for sale, with a number of big-ticket loans in the power sector.

- Tata Power Delhi Distribution (TPDDL), a joint venture (JV) of **Tata Power** and the Government of Delhi has implemented GPS mapping technology to map its underground cables along with RFID (Radio-frequency Identification Detector) marker installation on cable splices for speedier fault location and resolution. TPDDL is the first utility in the country to implement the above technologies.
- **Tata Steel** is eyeing sales of Rs 1,000 crore from its home solution products over the next years. The company expects revenue from the retail interior steel home solutions in the current fiscal to be about Rs 200 crore.
- **Tata Consultancy Services (TCS)** has been positioned as a Leader in NelsonHall's SAP HANA and S/4HANA Services 2017 NEAT. This recognition is a validation of the company's strategy, capabilities and investments in consulting and transformation services leveraging SAP HANA.
- **Yes Bank** has successfully completed issuance of its maiden \$600 million bond issue in the international debt markets. The Bond issuance is for a tenor of 5 years and is rated 'Baa3' by Moody's Investors Service. The Bond will be listed on the London Stock Exchange International Securities Market (LSE ISM), the Singapore Exchange Securities Trading (SGX), and the India International Exchange IFSC at GIFT City, Gandhinagar.
- **Ashok Leyland** is reportedly planning to invest around Rs 100 crore in the electric vehicle (EV) technology over the next two-three years. The company is also planning to showcase the prototype of its first EV product at the upcoming Auto Expo 2018, scheduled to start this week in New Delhi.

Economy

- **Import duty hike in Budget to earn about Rs 7,000 crore revenue: Hasmukh Adhia**

Days after release of Union Budget 2018, expressing optimism over the government's decision to increase customs duty on certain items, Finance Secretary Hasmukh Adhia has said that the government will receive about Rs 7,000 crore revenue, on account of import duty hike in 45 items.

Adhia, however, clarified that import duty hike is not for collection of revenue because the import of these items are not too much and the country is not getting too much of revenue, but at the most, the country will get something like Rs 6,000-7,000 crore due to extra import duty. He also noted that the government has taken this decision to give a push to the MSMEs for domestic manufacturing, as this industry is in a position to make many of these items.

Besides, Finance Secretary mentioned about a phased manufacturing programme in electronic manufacture industry and for which increasingly they will be putting more duty on the final product, then on second level of spare part and third level of spare part. The idea is to encourage assemblers to make more and more components in India.

In the Budget 2018, Finance minister Arun Jaitley proposed an increase in customs duty on a range of products, from fruit juice to mobile phones. He proposed to increase customs duty on mobile phones from 15% to 20%, on some of their parts and accessories to 15% and on certain parts of TVs to 15%. This measure will also promote creation of more jobs in the country.

- **Task to strengthen weak public finances left on next administration: Fitch Ratings**

Fitch Ratings in its latest report stated that the Indian government's budget has pushed back fiscal consolidation, leaving much of the task of strengthening weak public finances to the next administration after the 2019 general elections. However, it said that the budget target revisions are modest, and are balanced by positive reform momentum and a strong economic outlook. Besides, it noted that postponement of consolidation in part reflects policies to support the economy, which was held back last year by weak investment and disruptions caused by demonetisation and the introduction of the Goods and Services Tax (GST).

The US-based agency has stated that in the Union Budget for 2017-18, the government announced new spending initiatives including measures to boost rural incomes, an ambitious National Health Protection Scheme intended to provide health insurance cover to 50 crore Indians, and funding for the construction and upgrading of medical colleges and hospitals. It noted that this spending will benefit a large section of the public ahead of general elections due by May 2019. Adding further, it said that the government has revised the fiscal deficit target at 3.5% of GDP for 2017-18 and projected 2018-19 deficit at 3.3% of GDP,

compared with original targets of 3.2% and 3%, respectively. It indicated that the fiscal slippage of 0.3% of GDP in both 2017-18 and 2018-19 is relative to last year's budget targets of 3.2% and 3% of GDP, respectively.

According to the report, the target for FY18 was missed largely because of higher expenditure. It also said that this government's initial fiscal plan, set out in 2014, aimed to reduce the deficit to 3% of GDP by FY18 - the level consistent with the Fiscal Responsibility and Budget Management (FRBM) Act of 2003. It pointed out that despite this slippage, the government stated in the budget that it plans to adopt a ceiling of 40% of GDP for central government debt, as recommended by the FRBM Committee in January 2017, compared to an estimated 50% of GDP in 2017-18. It added that this would be a positive step towards a more prudent fiscal framework, if eventually adhered to, even if debt is unlikely to fall below the ceiling by 2022-23, as recommended by the committee.

➤ **Govt's MSP fixation plan to have marginal impact on inflation: SBI research**

The State Bank of India (SBI) research in its latest report has said that the government's decision to fix the minimum support price (MSP) of kharif crops like paddy at least 50 percent higher than the cost of production, will have marginal impact on India's inflation. It also pointed out that an early implementation of the MSP scheme that will be 1.5 times higher than farmers' production costs along with price compensation support and other innovative schemes for the rural sector will pave the way for a transformational change in rural economy going forward.

According to the report, presently, the Commission for Agricultural Costs and Prices (CACP) has three different definitions of production costs – A2 (actual paid out cost), A2+FL (actual paid out cost plus imputed value of family labour) and C2 (comprehensive cost including imputed rent and interest on owned land and capital). Allaying fears of increased market prices of the crops, it said that the recent debate in public domain of whether the MSP is fixed over the production costs A2+FL and C2 is meaningless as long as the government compensates the farmer over and above the prevailing gap between the market price and MSP of that particular crop.

Finance Minister Arun Jaitley in Union Budget for 2018-2019, had announced fixation of MSP of coming Kharif (summer sown) crops, which include maize, soyabean and pulses, at least one-and-half times the cost of production. He noted that the MSPs of most of rabi (winter sown) crops have already been raised. He hopes that the decision would prove to be an important step towards doubling the income of farmers. He also said that NITI Aayog, in consultation with Central and State governments, will put in place a fool-proof mechanism so that farmers will get adequate price for their produce.

➤ **BMI Research revises India's FY19 fiscal deficit forecast to 3.5% of GDP from 3.3% earlier**

With policymakers seeking to promote economic growth by reducing the pace of fiscal consolidation, the Fitch group company, BMI Research in its latest report has revised India's fiscal deficit forecast to 3.5 percent of gross domestic product (GDP) for the fiscal year 2018-2019 (FY19) as against its earlier estimate of 3.3 percent. It also said that there is room for fiscal slippage as the government seeks to achieve its 7.5 percent growth target.

According to the report, Union Budget for FY19 (April-March) that was presented by Finance Minister Arun Jaitley on February 01, seeks to support growth and job creation at the expense of a slower pace of fiscal consolidation as policymakers aim to achieve a \$5 trillion economy by 2025. The report also stated that while the Indian government loosened its central fiscal deficit target for FY19, it did not abandon its fiscal consolidation plans completely, but instead pushed its 3 percent fiscal deficit target back by a year to FY20.

Besides, the government outlined a fiscal deficit target of 3.3 percent of GDP in FY19 as against a revised estimate of 3.5 percent in FY18, indicating some fiscal consolidation, albeit at a slower pace than that recommended under the Fiscal Responsibility and Budget Management (FRBM) framework. Moreover, the FY19 budget saw a further increase in overall expenditure, with the biggest allocation going to transport, rural development, agriculture, education, and healthcare, as the key focus is supporting long term growth.

CNX Nifty



Technical View

Nifty Spot Daily (10476.70) :- Nifty opened flat and then slid down towards 10477 (low10446) and managed to recover and close around the support . For the day Hurdle is placed at 10624-10707 and if sustains below 10477 can see 10446-10413 and a close below will be bearish and can see 10174-10098. On the higher side highest hurdle is 10735 for some revival in trend.

Bank Nifty was bearish from opening and faced hurdle on the upside is 25859-26053 (26078) . A close above 25864-26053 will be see some recovery. Support for the day is around 25230.

PIVOT POINTS

Scrip Name	CMP	RB2	RB1	PP	SB1	SB2	Scrip Name	CMP	RB2	RB1	PP	SB1	SB2
ACC	1,587	1,698	1,645	1,603	1,560	1,507	COALINDIA	298	309	302	296	290	283
APOLLOTYRE	261	279	268	259	250	238	DLF	225	239	232	227	221	214
ASHOKLEY	133	139	135	132	129	124	CONCOR	1,343	1,383	1,357	1,336	1,314	1,288
AXISBANK	559	589	575	563	552	538	ADANIENT	197	209	203	198	193	188
BANKBARODA	154	160	157	154	152	149	DRREDDY	2,111	2,188	2,150	2,118	2,087	2,048
BATAINDIA	697	723	707	694	681	665	DISHTV	75	80	77	75	73	71
BEML	1,213	1,319	1,267	1,225	1,183	1,131	EICHERMOT	28,010	29,631	28,645	27,847	27,049	26,063
BERGEPAIN	247	261	254	248	242	235	ENGINERSIN	167	173	170	167	165	162
BHARATFIN	1,005	1,166	1,094	1,035	977	905	EQUITAS	140	145	142	139	136	133
BHARATFORG	706	733	720	709	699	685	EXIDEIND	204	212	208	204	201	196
BOSCHLTD	19,245	20,205	19,754	19,389	19,023	18,572	FEDERALBNK	93	98	96	94	92	90
BPCL	476	493	484	476	467	458	GODFRYPHLP	849	908	880	857	835	807
BRITANNIA	4,550	4,739	4,638	4,556	4,475	4,374	GODREJCP	1,012	1,054	1,033	1,015	998	977
CANFINHOME	460	497	479	466	452	434	GODREJIND	546	579	564	551	539	524
CGPOWER	86	89	87	86	84	82	HAVELLS	504	547	523	504	485	461
ADANIPOWER	407	423	415	409	402	394	HEROMOTOCO	3,566	3,683	3,624	3,576	3,528	3,469
ALBK	58	63	60	59	57	54	HINDALCO	246	260	253	248	242	235
CHENNPETRO	369	387	377	369	361	351	AMBUJACEM	248	267	258	251	244	235
AMARAJABAT	790	819	800	785	769	750	HINDPETRO	396	432	412	396	380	359
APOLLOHOSP	1,133	1,190	1,161	1,138	1,115	1,086	HINDZINC	289	297	292	288	284	280
ARVIND	385	401	392	385	378	369	ESCORTS	912	941	925	912	899	883
CHOLAFIN	1,296	1,377	1,333	1,298	1,262	1,218	IBREALEST	201	213	206	201	195	188
CIPLA	569	603	584	568	552	532	IBULHSGFIN	1,274	1,382	1,329	1,286	1,243	1,190
ASIANPAINT	1,121	1,143	1,129	1,118	1,106	1,092	ANDHRABANK	46	50	48	47	45	44
AUOPHARMA	616	639	625	613	602	588	ICIL	99	104	101	98	96	93
BAJFINANCE	1,642	1,742	1,691	1,650	1,609	1,558	IDFC	52	54	53	52	52	51
BALRAMCHIN	114	123	118	115	111	107	IGL	292	303	298	293	289	283
BANKINDIA	141	152	147	143	138	133	FORTIS	124	133	127	122	117	111
COLPAL	1,099	1,127	1,113	1,102	1,090	1,076	INDIACEM	153	161	157	154	151	147
BHEL	94	97	95	94	93	91	INDIGO	1,212	1,250	1,227	1,209	1,190	1,167
CUMMINSIND	818	836	827	819	811	802	GLENMARK	569	594	582	572	563	551
DALMIABHA	2,705	2,843	2,774	2,719	2,663	2,594	INDUSINDBK	1,662	1,760	1,715	1,679	1,643	1,598
CADILAHC	396	422	409	398	388	375	INFIBEAM	154	159	156	153	151	148
CAPF	677	711	692	677	662	643	INFY	1,109	1,142	1,126	1,112	1,099	1,083
CASTROLIND	188	196	191	187	182	177	IOC	405	415	410	406	402	397
CENTURYTEX	1,225	1,364	1,299	1,245	1,192	1,127	GRASIM	1,058	1,120	1,091	1,067	1,043	1,013
CESC	978	1,061	1,022	990	957	918	ITC	275	283	279	276	273	269
DCBBANK	165	176	171	166	162	157	HCLTECH	939	991	963	940	917	889
							JETAIRWAYS	747	800	766	739	712	678
							JINDALSTEL	253	283	269	257	246	231

Scrip Name	CMP	RB2	RB1	PP	SB1	SB2
HDFC	1,785	1,841	1,811	1,786	1,762	1,732
HEXAWARE	356	391	374	361	347	330
JSWENERGY	82	88	85	83	80	77
BAJAJFINSV	5,012	5,176	5,078	4,999	4,919	4,821
JSWSTEEL	290	303	296	290	283	276
JUBLFOOD	2,000	2,091	2,043	2,004	1,965	1,917
JUSTDIAL	432	475	454	437	420	399
ICICIBANK	333	342	337	333	329	324
KAJARIACER	603	628	613	601	588	573
KPIT	212	223	217	212	208	202
KSCL	469	506	486	470	454	434
KTKBANK	133	139	136	134	131	128
L&TFH	157	169	164	159	154	149
LICHSGFIN	503	521	512	505	498	489
INFRATEL	339	367	354	343	332	318
LT	1,334	1,400	1,369	1,345	1,320	1,289
LUPIN	806	844	820	800	781	757
BIOCON	591	622	607	595	582	567
M&M	747	793	772	754	737	715
M&MFIN	441	472	456	443	430	414
MARUTI	8,922	9,399	9,172	8,988	8,805	8,578
MCDOWELL-N	3,127	3,299	3,211	3,140	3,068	2,980
MOTHERSUMI	355	372	363	355	348	339
KOTAKBANK	1,036	1,065	1,051	1,039	1,027	1,013
MRF	68,827	70,587	69,632	68,859	68,087	67,132
MFSL	515	551	535	521	507	491
NCC	110	121	116	112	107	102
CANBK	314	341	328	318	308	296
NTPC	165	174	168	164	159	153
OIL	356	380	368	358	348	336
DABUR	338	355	347	341	335	327
MRPL	115	122	119	116	114	111
MUTHOOTFIN	403	424	412	402	391	379
NBCC	204	215	210	205	201	196
PAGEIND	19,350	21,112	20,276	19,600	18,924	18,088
DHFL	500	538	520	505	491	473
NESTLEIND	7,007	7,227	7,120	7,033	6,946	6,839
NIITTECH	838	880	856	837	818	794
PEL	2,651	2,783	2,698	2,629	2,560	2,475
PETRONET	246	259	252	247	241	234
PIDILITIND	865	892	879	869	858	845
PCJEWELLER	380	459	422	393	363	326

Scrip Name	CMP	RB2	RB1	PP	SB1	SB2
POWERGRID	196	200	197	195	193	190
RAYMOND	919	965	937	915	892	864
PFC	109	113	111	109	108	106
RBLBANK	481	504	491	480	469	455
PNB	157	172	165	159	153	146
GSFC	126	131	128	125	123	120
RELCAPITAL	442	465	453	444	435	424
HDFCBANK	1,873	1,942	1,908	1,881	1,853	1,819
HDIL	51	54	53	52	51	50
HINDUNILVR	1,313	1,348	1,331	1,317	1,302	1,285
RELIANCE	894	918	906	897	887	875
IDBI	58	61	59	58	56	55
SAIL	83	89	86	84	82	79
SHREECEM	16,997	17,873	17,345	16,919	16,492	15,964
PTC	94	98	96	94	93	90
SIEMENS	1,217	1,330	1,278	1,235	1,193	1,140
RAMCOCEM	730	780	754	733	712	686
SINTEX	22	22	22	22	21	21
IFCI	23	25	24	23	22	21
SBIN	293	304	298	294	289	283
SOUTHBANK	27	28	28	27	27	26
SRF	1,776	1,851	1,807	1,771	1,736	1,692
INDIANB	330	346	338	331	324	316
SRTRANSFIN	1,325	1,451	1,391	1,343	1,295	1,235
SUNPHARMA	550	570	559	550	541	529
TATACHEM	681	723	704	688	672	652
TATAGLOBAL	280	298	287	278	269	258
TATAMTRDVR	211	218	214	212	209	205
TATASTEEL	662	702	683	667	651	632
IRB	219	229	224	220	216	211
TITAN	784	817	801	788	775	759
TORNTPOWER	246	259	251	245	239	231
TV18BRDCST	54	56	55	54	53	52
TVSMOTOR	649	685	668	654	641	624
UNIONBANK	124	132	128	125	122	118
UPL	701	728	716	706	696	684
VEDL	316	345	331	320	308	294
VGUARD	211	224	218	212	207	201
STAR	693	717	702	690	678	663
VOLTAS	600	641	618	600	581	558
YESBANK	333	354	344	336	328	317
SUNTV	933	1,108	1,027	962	897	817

Scrip Name	CMP	RB2	RB1	PP	SB1	SB2
SUZLON	13	13	13	13	13	13
MARICO	300	308	304	301	298	294
ZEEL	581	598	588	580	572	563
TATAMOTORS	378	394	386	379	373	365
TATAPOWER	85	88	86	85	83	82
AJANTPHARM	1,332	1,388	1,355	1,328	1,302	1,269
TECHM	603	634	618	606	593	578
TORNTPHARM	1,376	1,469	1,410	1,362	1,314	1,255
MGL	973	1,006	986	970	954	935
BAJAJ-AUTO	3,136	3,254	3,198	3,153	3,108	3,052
BALKRISIND	1,106	1,162	1,125	1,096	1,066	1,029
CEATLTD	1,520	1,609	1,567	1,532	1,498	1,456
ONGC	190	196	192	190	187	183
HCC	34	38	36	35	33	32
ORIENTBANK	108	115	111	109	107	103
RELINFRA	431	456	444	434	424	412
BHARTIARTL	430	466	449	436	422	405
DIVISLAB	1,013	1,039	1,025	1,014	1,003	989
MCX	729	763	740	722	703	680
MINDTREE	717	739	729	720	712	701
GAIL	460	478	468	459	450	440
NMDC	130	134	132	130	129	126
SYNDIBANK	64	67	65	64	63	62
TATAELXSI	973	1,027	1,000	979	957	930
GRANULES	119	124	121	119	117	114

Scrip Name	CMP	RB2	RB1	PP	SB1	SB2
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