



Weekly Dossier

3rd November 2017

Outlook

This week, Nifty closed exactly at around the upper band of the trading range defined by us in our previous weekly communication. It continues making higher weekly closings. Further, in a critical development, Nifty & Bank Nifty disproportionate movement, a dead lock ensued, has been perished as the Bank Nifty breaks out the consolidation. Further, thorough technical study of the weekly as well as the daily chart patterns suggests Nifty trading range for the coming week is expected to be 10360-10660.

On the last trading day of the week, Nifty ended 0.28% up at 10452.50. Positive opening failed to sustain above the early morning high followed by range bound movement in the price band of 10460 and 10400 towards ending the session with a long legged Doji candle. Recovery from day's low, backed stock specific bullish momentum, is pointing towards further highs. Hence, considering the longer-term bullish trend, we still prefer buy on dips. Downside pivotal supports are placed around 10380 and 10360. On the flip side, successful breakout of 10480 may unfold next leg of up-move towards 10550 and 10660.



Upcoming Events:

-Domestic :India's Foreign Exchange Reserve for the week ended November 03, 2017.

-Global: Euro Area Services and Composite PMI for October 2017., Euro Area Retail PMI for October 2017., ECB Non-Monetary Policy Meeting., China Balance of Trade for October 2017., Japan Foreign Exchange Reserve for October 2017., Japan Machine Orders for September 2017., China Inflation for October 2017., The U.S. Initial Jobless Claims for November 04, 2017., The U.S. Michigan Consumer Sentiment Prel for November 2017., Japan Machine Tools Orders for October 2017.

Besides, stock specific quarterly result driven volatility will be the flavour of the market. Hence, sector and stock specific trading strategies might get you favorable results.

Nifty ended 1.25% up on weekly basis at 10452.50. It kicked off the week exactly from where it ended last week. Bullish momentum continued pushing Nifty higher and higher towards the upper band of the trading range defined by us in our previous weekly note. Ending the week with a bullish body candle nearer to the weekly high of 10461.70 is definitely stimulating for the bulls. However considering the shorter term chart, which looks slightly overbought at this juncture, we prefer staying cautious on rise around 10550. Hence, Nifty getting into a trading band of 10660-10360 is very likely. In such situation, stock and sector specific trading strategies, led by quarterly result updates, might get you favorable outcome.

Nifty overall chart pattern on different time frames shows; for the second consecutive week it ended above the prolonged upward trending channel resistance placed around 10240. Also, in recent development, Bank Nifty breaking out of the prolonged consolidation zone is in line with Nifty bullish momentum. Hence, in case of retracement, Nifty bulls may find 10360 levels very alluring.

Nifty pivotal supports & resistances for the coming week - Supports- 10380, 10360 Resistances- 10480, 10550, 10660

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Positional Open Buy Call:

SUN PHARMA (CMP- 551.25): 10 days Positional buy call was given around 554-552 price zone for the TGT of 580. SL- below 540. Made high of 572.30. (5 trading sessions left).

CASTROL (CMP- 415.05): T+5 Positional buy call was given around 404-403 price zone for the TGT of 415 & 420. SL- below 398. Made high of 417.80. (1 trading sessions left).

HAVELLS (CMP- 493.60): T+5 Positional buy call was given around 488-487 price zone for the TGT of 510. SL- below 478. Made high 502.50. (1 trading sessions left).

WIPRO (CMP- 294.55): T+7 Positional buy call was given around 293-292 price zone for the TGT of 304. SL- below 286. (4 trading sessions left).

PETRONET (CMP- 259.90): T+5 Positional buy call was given around 264-263 price zone for the TGT of 273. SL- below 259. (2 trading sessions left).

Bank Nifty: long-term weekly chart



Nifty: long-term weekly chart



Weekly Chart of Sensex



Market Turnover (In Crores) 03-11-2017

Name	Last	Previous
NSE Cash	34160.95	33909.38
NSE F&O	382974.97	1064879.79
BSE Cash	15,285.99	5,055.25
BSE F&O	0.73	0.73

NIFTY Top Gainers

Name	%1D	%5D	Day Volume	Avg 5 Day Volume
Bharti Airtel	0.36	11.53	16,340,958.00	13,602,970.00
Axis Bank	1.49	11.14	9,303,981.00	16,478,180.00
Yes Bank	1.72	6.16	12,865,964.00	26,960,580.00
ICICI Bank	0.24	4.90	14,258,432.00	32,110,770.00
Lupin	1.28	4.65	780,125.00	2,739,826.00

NIFTY Top Losers

Name	%1D	%5D	Day Volume	Avg 5 Day Volume
Hero Motocorp	1.25	2.58	364,403.00	347,382.40
Tech Mahindra	0.96	2.72	1,278,344.00	3,215,530.00
Indiabulls Finance	0.86	3.58	1,772,171.00	1,448,948.00
M&M	0.34	4.10	1,084,381.00	994,598.20
UPL	0.47	6.70	881,466.00	2,583,004.00

Bulk and Block Deals

<https://www.nseindia.com/products/content/equities/equities/bulk.htm>

<http://www.bseindia.com/markets/equity/EQReports/BulknBlockDeals.aspx>

FII Derivatives Flow (In Crore) 03-11-2017

Instrument	Purchase	Sale	Net
Index Future	1108.19	1526.40	-418.21
Index Option	31368.98	30771.45	597.53
Stock Future	6963.41	6951.74	11.66
Stock Option	6932.67	6899.38	33.29

Institutional Flow (In Crore)

Institution	Purchase	Sale	Net (Last Day)	Net Wk	Net Mnth
FII	4660.27	14351.11	-9690.84	-8,337.51	-14753.2
DII	3877.08	3843.68	33.4	-354.42	7447.48

Market in Retrospect

The Indian market witnessed a tough week on the back of high volatility as the bulls and bears entangled themselves into a battle. The market surged on Monday, but profit booking on Tuesday and Thursday trimmed the gains. On Friday, both Sensex and Nifty crossed new milestones. Nifty started the week at 10,353.85, it traded in the range of 10,323.95-10,461.70. It ended the week at 10,452.50, gaining 1.25% over the week. The 30-share BSE index opened at 33,260.10, it gained 1.59% this week to settle at 33,685.56. The index traded in the range of 33,164.28-33,733.71.

Remarkably, broader markets continue to extend its gains for the past five consecutive weeks with the Nifty Midcap and Smallcap indices inflating 2.26% and 4.12%, respectively.

In the Sectoral chart, Nifty Realty, PSU Bank, and Financial Service were the top-most gainers for the week with gains of 8.44%, 4.05%, and 3.46%, respectively. Nifty IT, Metal and FMCG ended on a negative note, losing 0.21%, 0.17% and 0.09% respectively.

Stock wise, Bharti Airtel, Axis Bank, Yes Bank ended the week being among the top gainers, surging by 11.53 percent, 11.14 percent and 6.16 percent respectively, whereas UPL, M&M and Indiabulls Finance ended being among the top losers, declining by 6.70 percent, 4.10 percent and 3.58 percent respectively.

On Friday, in NSE, 907 stocks advanced, 818 declined, and 75 stocks finished unchanged. The INDIA VIX was 11.91 against 12.01 on Thursday.

MSCI Indices	Index	%Ch1D	%Ch5D	%Ch1M	%Ch3M	%Ch1Yr	PE Ratio	Est. PE	PB Ratio	Est PB
World	2043.24	0.10	0.42	1.67	3.79	22.57	20.98	17.98	2.40	2.33
ACWI	498.44	0.07	0.55	1.80	4.03	23.12	20.29	17.43	2.31	2.24
Asia Pacific	169.96	0.21	1.56	4.54	5.63	23.21	15.89	15.04	1.64	1.60
EM	1127.31	0.14	1.54	2.76	5.94	27.39	16.26	14.07	1.80	1.72

During the week, all MSCI indices ended on a positive note. It was led by Asia Pacific which gained 1.56%, followed by EM gaining 1.54%.

US European In	Index	%Ch1D	%Ch5D	%Ch1M	%Ch3M	%Ch1Yr	PE Ratio	Est. PE	PB Ratio	Est PB
Dow Jones	23516.26	0.35	0.49	3.86	6.77	31.15	19.73	18.76	3.80	3.76
NASDAQ	6714.94	0.02	2.41	2.81	5.91	32.75	47.23	23.90	3.61	4.02
S&P500	2579.85	0.02	0.76	1.79	4.36	23.52	21.67	19.36	3.21	3.09
CBOE VIX	9.77	1.61	0.31	2.73	6.42	55.75	N/A	N/A	N/A	N/A
FTSE100	7578.64	0.31	0.98	1.48	1.39	11.61	22.92	15.28	1.95	1.92
CAC40	5514.13	0.07	0.36	2.73	7.48	24.99	19.05	16.15	1.67	1.64
DAX	13479.35	0.29	2.64	4.47	10.90	30.54	19.12	15.17	1.94	1.83

US indices gained during the week as the investors assessed the latest news on quarterly results, US tax-cut plans and American employment report for the month of October. European stocks also gained on the back of Automaker shares.

CBOE VIX was down by 0.31% to 9.77 during the week.

Asian Indices ended on a positive note on the back of technology stocks. It was led by Nikkei225 gaining 3.68%, followed by KOSPI gaining 2.46%.

Indian Indices outperformed others among the BRIC Indices on better than expected earnings from most of the companies. Sensex and Nifty closed at record high of 33685.56 and 10452.50, gaining 1.59% and 1.25% respectively.

NSE VIX closed at 11.91, up by 3.79% during the week.

Asian Indices	Index	%Ch1D	%Ch5D	%Ch1M	%Ch3M	%Ch1Yr	PE Ratio	Est. PE	PB Ratio	Est PB
Nikkei225	22539.12	0.53	3.68	9.34	12.53	31.54	19.48	19.25	1.91	1.86
Hang Seng	28603.61	0.30	0.58	1.53	3.90	26.10	13.65	12.97	1.36	1.34
STI	3382.31	0.05	0.12	4.20	1.18	20.71	11.54	15.42	1.22	1.24
Taiwan	10800.77	0.11	0.86	3.17	3.16	19.12	16.35	15.17	1.84	1.90
KOSPI	2557.97	0.46	2.46	6.83	7.17	28.94	15.93	11.03	1.12	1.17

BRIC Indices	Index	%Ch1D	%Ch5D	%Ch1M	%Ch3M	%Ch1Yr	PE Ratio	Est. PE	PB Ratio	Est PB
IBOVESPA	73823.74	0.65	3.71	0.72	9.96	16.58	21.98	14.14	1.74	1.62
Russian	1121.77	0.28	0.28	0.72	8.97	15.50	7.93	7.12	0.84	0.73
SHANGHAI Com	3371.74	0.34	1.32	0.68	3.02	7.76	16.93	14.53	1.81	1.63
SENSEX	33685.56	0.33	1.59	6.95	4.49	22.80	24.56	22.06	3.09	3.03
NIFTY	10452.50	0.28	1.25	6.01	4.38	23.19	24.03	21.18	3.13	3.02
NSE VIX	11.91	0.79	3.79	4.41	2.30	27.66	-	-	-	-

Energy	Price	%Ch1D	%Ch5D	%Ch1M	%Ch3M	%Ch1Yr
NYMEX Crude	54.84	0.55	1.74	8.77	11.85	22.79
Natural Gas	2.96	0.75	0.24	4.15	4.37	7.07

Precious Metals	Price	%Ch1D	%Ch5D	%Ch1M	%Ch3M	%Ch1Yr
Gold(\$/Oz)	1275.48	0.05	0.13	0.30	0.55	2.09
Silver(\$/Oz)	17.12	0.05	1.47	2.91	2.75	6.76

Oil extended gains over the week on signs of OPEC agreeing to extend supply cuts.

Agro Cmdty	Price	%Ch1D	%Ch5D	%Ch1M	%Ch3M	%Ch1Yr
Coffee	126.45	0.04	0.12	0.80	12.07	28.64
Cotton	69.21	0.19	1.48	2.50	1.35	0.82
Sugar	14.31	0.56	2.19	1.92	4.92	27.43
Wheat	427.25	0.29	0.00	4.63	11.91	13.29
Soybean	996.75	0.25	1.04	3.18	2.78	1.48

LME	Price	%Ch1D	%Ch5D	%Ch1M	%Ch3M	%Ch1Yr
Copper	6942.00	0.19	1.64	6.47	9.29	39.96
Aluminium	2186.00	0.58	0.83	2.58	14.09	26.29
Zinc	3231.50	0.81	1.86	1.00	15.74	29.94
Lead	2465.00	0.90	1.73	4.86	4.14	17.83
Nickel	12645.00	0.32	9.20	19.07	21.82	20.66

Among LME, Nickel gained 9.2% during the week as it is facing a deepening shortage. Demand in Electric-vehicle is also a key driver for the metal rally.

Forex	Rate	%Ch1D	%Ch5D	%Ch1M	%Ch3M	%Ch1Yr
USD Index	94.75	0.07	0.17	1.27	2.06	2.47
EUR	1.17	0.05	0.36	0.88	1.85	4.83
GBP	0.77	0.07	0.49	1.40	0.53	4.73
BRL	3.27	0.14	0.98	3.44	4.30	1.07
JPY	114.07	0.02	0.35	1.08	3.41	9.70
INR	64.60	0.01	0.69	1.39	1.41	3.32
CNY	6.63	0.27	0.35	0.39	1.36	2.08
KRW	1113.75	0.05	1.49	2.84	1.34	2.50

Money Mkt	Price	%Ch1D	%Ch5D	%Ch1M	%Ch3M	%Ch1Yr
ICE LIBOR USD	1.38	0.26	0.75	3.82	5.67	57.20
MIBOR	0.33	0.00	0.00	0.00	0.00	6.45
INCALL	5.80	0.00	0.00	0.85	0.00	7.05

US Bond Yield and USD Index dropped 2.40% and 0.17% respectively during the week on tax cut plan and American employment report.

Polymer Mkt	Index	%Ch5D	%Ch1M	%Ch3M	%Ch1Yr
HDPE	1190.00	0.00	3.48	9.17	4.39
LDPE	1280.00	1.59	1.59	4.92	6.67
Injection Grade	1200.00	0.00	1.69	10.09	16.50
General purpose	1220.00	0.00	1.67	9.91	16.19
Polystyrene HIPS	1540.00	0.00	3.14	8.45	24.19
Polystyrene GPPS	1420.00	2.74	6.58	6.77	17.36

Shipping Ind	Index	%Ch1D	%Ch5D	%Ch1M	%Ch3M	%Ch1Yr
Baltic Dry	1482.00	0.94	4.14	13.30	44.87	74.56
BWIRON	168.68	0.47	0.84	0.43	1.52	26.55

News Impact

Concall Highlights

Royal Orchid Hotels

On operational front:

- Occupancy levels in Q2 FY18 stood at over 76% Vs 69% in Q1FY18.
- Average room rates (ARR) currently stand at INR3500 Vs INR3400 last year.
- It expects 10% growth in ARR over the next two years.

Expansion plans:

- The company currently has an inventory of 3269 rooms. It plans to add 300 rooms this year and 1000 new rooms in FY19. It has already identified 700 rooms for this expansion.
- The Company currently has 47 hotels Vs 42 hotels in last year.

Land parcels:

- Management open for joint development /outright sale of Mumbai property (valued between INR50-60 Crore).
- Tanzania land to be sold off soon.

On industry:

- The management confirms the fact that there the hospitality industry is going through an up cycle. The industry is expected to flourish in the next two years.

Partnership With UK's Bespoke Hotels:

- Bespoke Hotels manages over 200 properties worldwide, with over 50 represented hotels in India, and stands as the UK's Largest Independent Hotel Group.
- ROHL now has the ability to offer its guests hundreds of hotel options across multiple global markets.

News Impact

Hindalco Industries Ltd.

Hindalco posted profit of INR 393 Cr down 11% Y-o-Y from INR 439 Cr and up 36% over previous quarter. The Company has beaten estimates numbers of Analysts surveyed by Bloomberg in terms of EBITDA. The Company's EBITDA was higher by 934% Y-o-Y and by 711% Q-o-Q basis to INR 190 Cr. While Net Sales rose by 7.80% to INR 10308 Cr from INR 9562 Cr over corresponding quarter of last year. EPS of the company stood at INR 1.76, down by 17.76% Y-o-Y basis. Net Income Margin stood at 3.81% for this quarter while registering a decline of 78 bps Y-o-Y and 103 bps Q-o-Q basis.

The Company management stated the One time loss of 105 Cr as the primary drag bringing down the Standalone Net Income of the company. The One time losses consisted of a loss on account of SC penalty that went against the Company in the states of UP and MP related to levy charged on the Bauxite movement, and the other one on Gujarat State VAT tax.

The Company states that their Cost of Production went up by 2-3% over the quarter on account of rise in input costs of Carbon which have gone up by 4-5%. The Company states that they are running at their full utilization and have achieved 1% gain from Utkal Alumina Plant over the quarter.

The Company has a Net Debt of around INR 18,600 Cr, which they don't consider much in view of their Cash Reserves, Inventories and Assets, thereby reducing any leveraging risk. Also, the Company is about to revise the Interest Rates on Long Term Debts from current 8.9% to 8% in the next Quarter, providing more relief on the Finance Costs.

The Company has raised the Aluminium Volume by 10% in the Quarter sequentially, and with LME base metal prices up by 4-5 %, their Realization per tonne of Aluminium has gone up. While this may seem to be in contrast to the fact that the base LME Aluminium price has gone up by 11-12% over last quarter, they could not realize the entire benefit as the Company is hedged upto 50% for the Half Year in advance. The Company also stated that they are hedged 20% for next fiscal year.

The Company projects a decline for the Q3 and Q4 quarters as due to Operational distortions at their Utkal Alumina Plant as well as are skeptical about the Plants shut down in China in view of coming winters on Pollution curbs. China has reported clamped down many Aluminium Plants in view of coming Winters, but there is no clarity if the Plants will restart.

News Impact

Godrej Consumer Products Ltd

- The Company continued its focus on Innovation, brand building and new product launches. The company witnessed some momentum during the quarter, however there was still some pressure on wholesalers on GST compliance which led to slow growth during the quarter.
- The primary sales of India business grew by 3.4% on YoY and 14% on QoQ basis. After a flat volume growth in Q1FY18, GCPL reported around 10% volume growth in Q2FY18. The key driver for this growth was mainly on account of passing the GST benefit to the end consumer and traction for innovative and new products. Last year, the company reported a volume growth of 9%.
- The management expects the investment in advertisement will yield benefits in upcoming quarters.

Segmentwise

- The Home Insecticide segment in India has witnessed relatively soft performance with sales growth of around 4% during the quarter, which was affected mainly due to the seasonality of the category and GST disruption. The performance of the Coil category was also down as the Wholesale channel impacted the overall segment to adjust to the new GST regime. With its market leadership and new launches in the Home Insecticide category, the management expects mid double digit growth during by FY18.
- The Hair care segment of India business continues to post sales growth of 4% on YoY. Godrej Expert Rich Crème continues to consistently deliver double-digit volume growth.
- The company has witnessed recovery in consumer demand in soap segment after 5-6 quarters. Primary sales in the category grew by 26% during the quarter as result of extending the benefits of lower GST rates through price cuts. The category witnessed robust growth and market share gain specially in Godrej No.1 soap.

News Impact

Geographically

- International business delivers constant currency sales growth of 9% driven by Africa and Europe. EBITDA margin of 17.3% which increased by 10 bps on YoY basis.
- The Indonesia business had a weak performance during the quarter, the constant currency sales declined by 7% on YoY basis. The sales growth was impacted due to high expenditure on sales promotion in Home Insecticides segment. The management expects to continue to gain market share in many brands in Indonesia.
- The Africa, USA and Middle East business remained the strongest business for GCPL in the international market. It has posted a growth of 13% on constant currency basis, led by strong performance in Hair care segment in the region. EBITDA margin declined 140 bps on YoY due to investments in scaling up wet hair care. At present, the Wet hair care category contributes around 43% to the total product portfolio and rest is contributed by dry hair products.
- The LATAM also had a strong quarter with constant currency sales growth of 30% YoY. EBITDA margin increased by 550 bps on YoY due to scale deleverage and lower employee cost.
- Europe had a good quarter with constant currency sales growth of 15% led by strong growth in branded product portfolio. Adjusted EBITDA margin increased by 220 bps on the back of positive operating leverage.

Interglobe Aviation Ltd

- Passenger load factor was up 179bps to 84%. Ticket yields were up by 9% to INR3.57.
- Management explained that profitability was favorably impacted by better revenue management and credits received from manufacturers related to aircraft grounding and delivery delays.
- The Company has booked part of the credits received from manufacturers on revenue side and part on cost side. Indigo's fuel cost per ASK was lower at INR1.11, despite an increase in ATF prices during the same period.
- The management guided that the first ATR fleet operation will start from December 2017 from Tirupati, Ra-jahmundry and Vijayawada. Indigo would add 21 ATR aircrafts till January 2019.
- Indigo has started receiving spare P&W engines for A320Neo and presently no A320 Neo aircrafts are grounded.
- Engine repairs are subject to 5% GST. Indigo paid GST of about INR78 Crore of aircraft maintenance expenses in Q2FY18 under protest, which company shown as receivables in balance sheet.
- Company will use most of the IPP proceeds and Free Cash Flow to buy ATR aircrafts in future.

News Impact

Everest Industries Ltd

- There Q2 earning has faced a GST pressure which may no impact their coming earnings.
- Building product's production is 14100 MT up by 6% YoY basis and revenue from this segment up by 2%.
- They are presently focusing on system selling rather than product selling. Value added product has much more penetration rather than basic product.
- Their present order book stands at 4600 MT which is nINR250 Cr also they have strong pipeline for their PEB segment stand at 2600 MT.
- They are expecting good roofing business in the coming year due to government projects.
- They are trying to improve their EBITDA margin by several dynamic steps towards it.
- They are expecting 19% growth in cement product business.
- They capital expenditure will be allocated towards the improvement of the product and their modernization.
- They are using the FY16 number as their FY18 benchmark.
- They are planning to add more products in their bucket as "Everest Jali", "Water proof board" for Mumbai region and many more. Their existing product "Everest Super" is running in the market successfully.
- "Housing for All" is fundamentally good for them, 'Pakka' house can be constructed by sloping roof and that make them qualified for this government project.
- They have diversified product range to compete with their domestic competitors however they need to put more effort to make them suitable in international market.
- Their other expenses declined INR15 Cr which drive their bottom line significantly.
- They are positive on partition wall which may generate four time revenue compare with present numbers in the coming future.
- In BP business their capacity utilization is nearly 65% and they are expecting good outlook in the coming 3-5 years.
- In PEB segment their capacity utilization is almost full and this business is not cyclical in nature like cement, so they are expecting a good out come from this segment.
- They will try to catch international market with new developments and products in future.

News Impact

Blue Star Ltd

- On a consolidated basis, revenue from operations for Q2 FY18 was INR835.71 crore which reduced marginally as compared to INR847.84 crore in Q2 FY17
- EBITDA, excluding other income and finance income for Q2 FY18 was INR45.91 crore as compared to INR40.19 crore in Q2 FY17, a growth of 14%. EBITDA Margin increased to 5.5% in Q2 FY18 from 4.7% in Q2 FY17.
- Profit before tax was INR28.78 crore in Q2 FY18 as compared to INR26.66 crore in Q2 FY17, a growth of 8%
- Tax expense for Q2 FY18 was INR8.42 crore as compared to INR7.34 crore in Q2 FY17. Effective tax rate for Q2 FY18 was 29% as compared to 28% for Q2 FY17
- Consolidated net profit for Q2 FY18 increased to INR20.78 crore from INR20.01 crore in Q2 FY17, a growth of 4%.
- Carry-forward order book as at September 30, 2017 increased by 15% to INR2120 crore as compared to INR1840 crore as at September 30, 2016.
- On a standalone basis, Blue Star had net borrowing of INR252 crore as of September 30, 2017 as compared with INR263 crore as on September 30, 2016.
- Net borrowings for wholly-owned subsidiary “Blue Star Engineering & Electronics Ltd” decreased to INR45 crore as on September 30, 2017 from INR56 crore as of September 30, 2016
- Consolidated capital employed increased marginally to INR757 crore as of September 30, 2017 from INR705 crore as on September 30, 2016

Segmentwise

1. Electromechanical Projects and Packaged Air-conditioning Systems:

- Comparable revenue was INR501.82 crore in Q2 FY18 as against INR538.67 crore in Q2 FY17. The segment results grew to INR38.30 crore, in Q2 FY18 from INR28.56 crore in Q2 FY17.
- Order inflow in Q2 FY18 was INR582 crores as compared to INR560 crores in Q2 FY17, a modest growth of 4%
- Blue Star maintained its dominant leadership position in the electromechanical space in India. Some major orders won by us during quarter two FY'18 included Cube Constructions, DLF Cyber Park, Sintex Corporate Office, Ford, Deloitte, Mehta Hospital and MRF.

News Impact

a. Central and Packaged Air-conditioning System:

- Billing cycle got delayed due to lack of sufficient clarity on interpretation of new GST rules. Bookings, however, showed some signs of recovery in the month of September
- VRF product range continued to record good growth rates
- VRF market grew by 10% in Q2FY18 and in H1 FY18, it grew by around 12%
- Major orders booked during the quarter were JSW Cement, SAMHI Hotels, Theni Anantham Silks, NTPC, Jindal India and Greenply Industries.
- Blue star continued its focus on expanding its product export business. Healthy order inflow continued for water coolers, room air-conditioners and other applied products such as VRF, AHU & chillers from various distributors and OEM customers.
- Conducted a number of distributor and consultant interactions as part of confidence building measures and also participated in number of exhibitions across Sri Lanka, Qatar, Iran and Maldives
- Export business has presence in 19 international markets, and are currently focused on deepening the penetration in these markets

2. Unitary Products:

- Comparable revenue for this segment was INR294.38 crore in Q2 FY18 as against INR262.83 crore in Q2 FY17, a comparable growth of 12%. Segment results reduced to INR15.66 crore, in quarter two FY18 as compared with INR19.79 crores in quarter two FY17.
- Drop in segment results is due to higher commodity prices and planned investments in new product categories such as water purifiers, air purifiers and air coolers

a. Room Air-conditioner business:

- Market share remained steady at 11% in Q2 FY18 as compared with the same period last year
- The Company continued to perform better in high energy efficient products such as five star inverter ACs, with growing volumes in Tier 3, 4, 5 markets

b. Commercial Refrigeration business:

- In spite of the GST impact, Blue Star grew faster than the industry during Q2 FY'18. The growth was seen across all product lines. The quarter was good for deep freezers, bottle water dispensers and modular cold rooms.

News Impact

c. Water purifiers business:

- Water purifiers are now available in 110 towns with over 450 channel partners and 1,700 retail points
- Expect segment results to be impacted by 120 bps to 150 bps for the current financial year due to continued investments in this product category, primarily in distribution, R&D and brand building

3. Professional Electronics and Industrial Systems:

- Revenue declined by 15% in quarter two FY18 to INR39.51 crore from INR46.34 crores in Q2 FY17. Segment results also degrew to INR2.85 crore, as compared with INR8.08 crore, during the same period last year.
- It was lower due to continued softness in industrial CapEx and general uncertainties arising from GST migration. Margins in this segment were impacted by low demand coupled with lower realization due to sluggish market conditions
- During the quarter, large orders were received from Karnataka Institute of Medical Sciences, Institute of Nephrology, and Reliance Jio, Axis Bank, Ordnance Factory, Jindal Steel, Hindustan Aeronautics

Other Highlights:

- The market grew by about 5% and Blue Star's growth also was pretty much in line at 4.5%-5%.
- GST applicable rate has increased to 28% as compared to a blended indirect tax impact of 24%-25%. But the MRP or the transaction value concept in GST vs the assessable value concept in under excise have ensured that there is neutrality of the GST value per unit sold. So there is no impact. So GST has not resulted in any price impact.
- Commodity prices have hardened by around 8%-10% in the last six months
- Once the company gets in to more normalcy, it is expected to achieve around 12% market share for the full financial year 2018

News Impact

Kaveri Seed

- Kaveri Seed posted 2.72% year over year growth in revenue to INR69.60 Crore. However it couldn't beat the Bloomberg Estimate of INR82.90 Crore. Over the Last six months, the company witnessed a growth of 17.51% YoY. The topline growth was mainly contributed by Cotton.
- The EBITDA grew 336.71% YoY to INR14.73 Crore. However it couldn't beat the Bloomberg consensus estimate of INR17.25 Crore. The EBITDA margin was up 1618 bps. The First half of FY18 witnessed 37.11% growth in EBITDA as against the same period last year. Other income came lower as a result of lower redemptions. Cost of production lower as a result of significantly lower write offs.
- The Net Income came in at INR20.90 Crore as against INR7.74 Crore reported for the same quarter last year, up by 170.03%. The PAT margin was up 1861 bps. PAT for the quarter surpassed the Bloomberg Consensus estimate of INR14.53 Crore. The PAT for H1FY18 came in at INR223.28 Crore, up 37.73% YoY.
- Overall rainfall was normal but dry spells in August impacted the yields of crops like maize, soybean and other short duration crops in the Industry. However, late withdrawal of monsoon helped moisture build up for Rabi season. Commodity prices have remained flat.
- This is one of the best years for cotton, Sowing happened much earlier than last year in Central and South India. North Cotton market growth was much higher than all India on the back of good crop last year. Cotton still the most profitable crop as compared to other crops. Kaveri's cotton volumes grew 28% in H1. The company also gained cotton seed market share in Gujarat, Maharashtra and Karnataka. 2 new cotton hybrids launched and 2 new cotton hybrids under demonstrations with farmers. Area Coverage during Kharif 2017, as on Sep 29, 2017 increased 19.3% for Cotton.
- Use of Illegal Herbicide Tolerance was found in few states September rains impacted quality and quantity for early picking. Pink Bollworm reported in few places. Prophylactic spray by farmers to prevent damage by pink bollworm has gone up.
- For Maize, Telangana and Karnataka constitute more than 1/3 of organized market in Kharif Hybrid Maize seed sales. Telangana and Karnataka contributed to nearly 2/3 of KSCL's Kharif maize sales in FY17. Kaveri's maize volume dropped by 12 %YoY in H1, although Q2 volumes up by 13%. Government business volumes dropped compared to last year. 3 new hybrids launched in maize for kharif season. 2 new hybrids in maize are to be launched in Rabi season. 2 new maize hybrids are under demonstration.

News Impact

- Hybrid Rice volumes increased by 8% in H1 in spite of drop in govt business. Introduction of new hybrid helped. Contribution of new product went up from 1% to 15% of volume. Selection Rice volumes grew by 42% in H1. Contribution of new products went up from 3% to 12%. 1 new hybrid launched in hybrid rice and 4 new products launched in selection rice. 1 new hybrid in hybrid rice and 2 new products in selection rice under demonstration.
- For Bajra volumes have dropped but new product contribution is up. New product contribution has gone up from 6% to 14% of volume. 4 new hybrids in kharif season are under demonstration. Sunflower volumes have doubled in H1 FY18 compared to H1 FY17

Outlook for the Rabi Season

- Rains in September and late withdrawal of monsoon lead to soil moisture build up which will be helpful for a good Rabi season. Vegetable market has been challenging for industry in H1 and is expected to pick up in H2. Company increased investment in R&D for the vegetable business. Demand for seed production likely to be up in Rabi as industry likely to build up inventory. Maize area in Bihar looks positive. Rabi Maize acreage and export volumes look positive for Kaveri. Plans in place for scaling up Rabi seed production. Inventory profile is much better and discards likely to be lesser than previous years.
- Cotton growth has been more than other crops this quarter but the strategy is to grow non cotton business as well. Selection Rice volume increased by more than 40%. Outlook for Hybrid Rice and Bajra is looking positive with new product contribution going up. The company is focused on strengthening distribution network beyond South and Central India, to northern, eastern and western geographies.

News Impact

Earnings Update

Tata Power

Tata Power has reported a 45 per cent decline in consolidated net profit at INR234.16 crore for the quarter ended September 30, 2017, hurt by one-off charges related to its stake in Tata Teleservices Ltd and its Rithala plant. However, the consolidated PAT stood at Rs. 386 crore (before one-off impacts of Rs. 152 crore) compared with Rs. 427 crore in the second quarter of last fiscal which includes INR52 crore PAT of PT Mitratama Perkasa. It is now held for sale and hence not consolidated. According to the company, the one-off impacts of Rs. 152 crore include provisions for Docomo and Rithala plant. The company said renewable business profits jumped over two-fold to Rs. 173 crore in the quarter under review from Rs. 86 crore in the year-ago period led by profits from renewable acquisition. It further said coal companies reported strong performance offsetting fuel under recovery at CGPL (Coastal Gujarat Power Ltd). CGPL was further impacted by forex losses of INR113 crore compared to the corresponding period last year. Consolidated revenue stood at INR7,393 crore during the quarter compared with INR7,285 crore in the corresponding period last year. Together with subsidiaries, Tata Power has achieved a power generation of 14,440 MUs (million units) from all its power plants. Tata Power said it has completed the construction of a 187-MW hydro project in Georgia, which is likely to commence soon.

Titan

Jewellery-to-watch maker Titan Company posted 67.45 per cent year-on-year rise in consolidated net profit at INR277.93 crore for the quarter ended September 30, 2017 against INR165.98 crore in the corresponding quarter last year. Consolidated total income of the company increased 29.56 per cent on year-on-year basis to INR3,517.70 crore during the quarter under review. It had posted total income of INR2,714.98 crore in the same quarter last year. Jewellery business had another good quarter following an encouraging first quarter and recorded an income of INR2710 crore as compared to INR1987 crore last year. Jewellery business grew 37 per cent over last year in Q2. Income from watches business for the quarter was INR570 crore against INR523 crore in the previous year, a growth of 8.8 per cent.

Godrej Properties

Realty firm Godrej Properties reported a 91 percent jump in its consolidated net profit at INR44 crore for the quarter to September. Net profit stood at INR23 crore in the year-ago period. Total income increased to INR536.08 crore in the second quarter of this fiscal, from INR359.04 crore in the same period of the previous year. Godrej Properties is the real estate arm of the Godrej Group. The Mumbai-based firm is developing 147 million sq ft in 12 cities.

News Impact

TORRENT PHARMACEUTICALS LTD

Torrent Pharmaceuticals Ltd. has reported financial results for the period ended September 30, 2017. The company has reported net sales of INR1507 crores during the period ended September 30, 2017 as compared to INR1472 crores during the period ended September 30, 2016. The company has posted net profit of INR204 crores for the period ended September 30, 2017 as against INR207 crores for the period ended September 30, 2016. The company has reported EPS of INR12.07 for the period ended September 30, 2017 as compared to INR12.25 for the period ended September 30, 2016.

Punjab National Bank

Punjab National Bank reported better than anticipated quarterly earnings backed by an improvement in asset quality. The bank reported a Net Profit of INR560.58 Cr, beating the bloomberg estimates of INR386.70 Cr. The Profit grew 2.04% on a yearly basis and 63.24% sequentially.

The Net Interest Income registered a growth of 3.49% YoY and 4.15% sequentially at INR4015.18 Cr beating the bloomberg estimates of INR3941.60 Cr.

On the asset quality front, the bad loans stood at 13.31% of total assets, as opposed to 13.66% in the previous quarter and 13.63% in the corresponding period previous fiscal. The NNPA stood at 8.44% of the total assets as against 8.67% in the previous quarter.

Other Income at INR1906.02 Cr was 13% of the revenue and it grew by 5.41% over INR1808.28 Cr YoY. Provisions remained high at INR2694 crore due to rise in fresh impairments, growing by 64.44% YoY and 5.24% QoQ. Fresh slippages for the quarter stood at INR3,500 crore, against INR6,649 crore in previous quarter.

The deposits grew 10.70% and advances grew 4.20% over the last year.

Provision coverage ratio improved by 100 basis points to 59.23 percent QoQ and Capital Adequacy Ratio stood at 11.56%. The NIMs for the quarter improved by 6 bps to 2.62% compared to 2.56% in the previous quarter.

The board approved dilution of 9% stake in PNB Housing Finance.

News Impact

Hindalco

Hindalco posts profit of INR 393 Cr down 11% Y-o-Y from INR 439 Cr and up 36% over previous quarter. The Company has beaten estimates numbers of Bloomberg in terms of EBITDA . The Company's EBITDA was higher by 934% Y-o-Y and by 711% Q-o-Q basis to INR 190 Cr. While Net sales rose by 7.80% to INR 10308 Cr from INR 9562 Cr over corresponding quarter of last year. EPS of the company stood at INR 1.76, down by 17.76% Y-o-Y basis. Net Income margin stood at 3.81% for this quarter while registering a decline of 78 bps YoY and 103 bps Q-o-Q basis. The Company reported a One time loss of INR 105 Cr for the quarter, similar to previous quarter's One time loss of INR 104 Cr against a One time Profit of INR 84 Cr for corresponding quarter of last year.

Vedanta Limited

Vedanta Limited posted a revenue of INR 21590 Cr, increased by 36% YoY from INR 15861 Cr and 18% QoQ basis from INR 18285Cr. The Company has beaten the estimate numbers of Bloomberg in terms of Revenue and PAT but has failed to live upto the expectations in terms of EBITDA figures. The Company's EBITDA was higher by 21% YoY and by 16% QoQ basis to INR 5669 Cr. The Company has reported a PAT of INR 2091 Cr in this quarter, growth of 37% compared with INR 1525 crores of previous Qtr and 46% compared with INR 1424 crores Sept Quarter of previous Year. EPS of the company stood at INR 5.64, higher by 17.50% YoY basis. Net Income margin stood at 9.69% for this quarter while registering a growth of 71 bps YoY and 135 bps QoQ basis. The Company's topline jumped as expected on account of higher Production Output and Prices of Metals: Copper and Aluminium.

Berger Paints India Ltd

Berger Paints India Ltd has reported net sales of INR1281.71 crores during the period ended September 30, 2017 as compared to INR1151.60 crores during the period ended September 30, 2016. The company has posted net profit of INR111.34 crores for the period ended September 30, 2017 as against INR138.78 crores for the same period previous year. The company has reported EPS of INR1.15 for the period ended September 30, 2017 as compared to INR1.43 for the period ended September 30, 2016. EBITDA for the quarter was INR199.13 crores against INR178.78 crores in the corresponding quarter last year which is increased by 11.38%.

News Impact

Orient Cement

Orient Cement standalone revenue for the quarter came in at INR523 crore, registering 17.6% yoy increase. EBITDA for the quarter rose by 349.9% yoy to INR74.6 crore with a corresponding margin expansion of 1053 bps. EBITDA margin for the quarter stood at 14.3%. The PAT for the quarter came in at INR10.15 crore vs net loss of INR29.39 crore in corresponding quarter last year.

Natco Pharma

Natco Pharma reported a 27.49% rise in consolidated net profit to INR84.4 crore for the second quarter ended 30 September, 2017. The company had posted a net profit of INR66.2 crore for the corresponding period of the previous fiscal. Consolidated total revenue of the company stood at INR432.2 crore for the quarter under review. It was INR471.1 crore for the same period a year ago.

Royal Orchid Hotels Ltd

Royal Orchid Hotel's reported impressive Q2 FY18 results. Its income from operations grew 27% YoY to INR24.72 Crores. The Company' EBITDA grew 75% YoY to INR4.06 Crores. Its EBITDA margin expanded by 447 bps to 16.42%. The Company's interest cost declined 10% YoY to INR1.35 Crore. Its PAT grew 66% YoY to INR3.14 Crore. Its PAT margin expanded by 296 bps to 12.70%.

Godrej Consumer Products

Consolidated revenue of the company increased by 2.77% to INR2506.96 crores against INR2439.35 crores over the same period. However, it failed to beat the Bloomberg consensus estimate of INR2527 crores. The quarter also witnessed a 10% volume growth, driven by new launches. EBITDA increased by 13.80% to INR551 crores against INR484 crores on YoY basis led by the volume growth. Net Profit beat the Bloomberg consensus estimate of INR349 crores and reported at INR362 crores. It was up by 12.57% against INR321.54 crores last year. The board of directors has declared an interim dividend of INR1.00 per share on face value of INR1.

Zee Media Corporation

Revenue has improved by 9.65% QoQ basis and 24.53% YoY basis. Company's EBITDA was higher by 8.32% YoY and by 11.77% QoQ basis to INR6214.60 crores. It has reported a Standalone profit of INR5.89 crores in this quarter, growth of 34.77% compared with INR4.37 crores of previous Qtr and 1.22% compared with INR5.82 crores Sept Quarter of previous Year. EPS of the company stood at INR0.13, higher by 8.33% YoY basis. Net Income margin stood at 5.40% for this quarter while registering a fall of 125 bps YoY and rise of 100 bps QoQ basis. It has achieved an EBITDA margin of 17.48% in this quarter, a fall by 262 bps YoY and rise of 33 bps QoQ basis.

News Impact

Tech Mahindra

Software firm Tech Mahindra's second quarter earnings beat analyst expectations on Wednesday as profit grew by 4.7 percent sequentially (up 29.7 percent year-on-year) to Rs 836 crore despite fall in other income and forex gain, backed by operational performance. Rupee revenue during the quarter grew by 3.7 percent quarter-on-quarter to Rs Rs 7,606 crore and dollar revenue increased 3.6 percent to USD 1,179.2 million, which were far ahead of analyst estimates. Earnings before interest and tax (EBIT) shot up 22.2 percent sequentially to Rs 840 crore and margin expanded by 160 basis points to 11 percent for the quarter ended September 2017. Forex gain for the quarter declined 16.7 percent to Rs 227 crore and other income fell 21.5 percent to Rs 322.2 crore compared with previous quarter. Tech Mahindra said it has added 21 clients during the quarter, taking total active clients list to 885. The company added 7 clients under USD 10 million category, 8 in USD 5 million band and 13 in USD 1 million band. Attrition rate (LTM) for the quarter declined to 16 percent against 17 percent in previous quarter, it added. IT utilisation in Q2 improved to 81 percent from 77 percent on sequential basis while IT utilisation (excluding trainees) was unchanged at 81 percent QoQ.

Apar Industries Ltd

Apar Industries Ltd standalone revenue for the quarter came in at Rs. 1247 crore, registering 11% yoy decline. This was largely led by decline in revenue from conductors by 31% yoy to Rs.494 crore in Q2FY18. EBITDA for the quarter fell by 11.9% yoy to Rs. 88.2 crore with a corresponding margin contraction of 8 bps. EBITDA margin for the quarter stood at 7.1%. The PAT for the quarter came in at Rs. 26 crore, yoy decline of 43.3%. This was due to higher interest expenses by 48% yoy to Rs.36.4 crore in Q2FY18 vs Rs.24.5 crore.

TCI Express

Revenue has improved 0.20% QoQ basis and 9.98% YoY basis. Company's EBITDA was higher by 17.17% YoY and by 6.84% QoQ basis to INR19.72 crores. It has reported a profit of INR13.05 crores in this quarter, growth of 7.67% compared with INR12.12 crores of previous Qtr and 30.76% compared with INR9.98 crores Sept Quarter of previous Year. EPS of the company stood at INR3.41, higher by 30.65% YoY basis. Net Income margin stood at 6.41% for this quarter while registering a rise of 45 bps QoQ and rise of 102 bps YoY basis. It has achieved an EBITDA margin of 9.69% in this quarter, a rise by 60 bps YoY and rise of 60 bps QoQ basis.

News Impact

Dabur India

Consolidated revenue reported at INR1958.90 crore in July-September quarter as against INR1981.60 crore, down by 1.15% in the year-ago period. EBITDA was up by 1.27% to INR504.22 crores as against INR497.92 crores on the back of lower expenses. PAT was reported at INR362.87 crores against INR358.27 crores during the same period. As per management, the overall business environment continued to be challenging particularly with the overseas geographies like the Middle East and Africa facing geopolitical headwinds. In India, the trade channels have largely normalised post the introduction of GST and consumer offtake has been reporting a steady growth. The board of directors has also declared an interim dividend of 125% of INR1.25 per share, aggregating a total payout of INR265.02 crore, including tax, for 2017-18.

Blue Star

On a Consolidated basis, the company reported a revenue of INR835.71 crores for the quarter ended September 30, 2017 as compared to INR897.72 crores during the same period in the previous year, representing a decline of 7%. Bloomberg consensus estimated a revenue of INR1075.70 crores for the period. EBITDA for the quarter was INR45.91 crores as compared to INR40.19 crores in Q2FY17. Other Income (including finance income) for Q2FY18 was INR4.51 crores as compared to INR10.17 crores in Q2FY17. The decrease was mainly due to receipt of higher interest on income tax refunds and income earned on temporary investments from proceeds of sale of the IT business, during the previous year. Net Profit for the quarter was reported to be at INR20.78 crores as compared to INR19.99 crores in Q2FY17. Bloomberg consensus estimated it to be at INR26.26 crores. Carry Forward Order Book as on September 30, 2017 grew by 15% to INR2120 crores compared to INR1840 crores as at September 30, 2016.

Dr. Reddy's

Dr. Reddy's Laboratories Ltd posted a better-than-expected second-quarter net profit, helped by higher revenue from its European business. Revenue from the company's European global generics business rose more than 36% from a year ago to INR242 crore. The company's net profit dropped marginally to INR305 crore versus INR309 crore a year ago, but the number beat analysts' average estimate of INR288 crore. Revenue from the company's global generics business in North America fell 11% to INR1,432 crore as consolidation among drug distributors in the region continued to erode the ability of export-driven Indian drug makers to negotiate prices.

News Impact

JSW Steel Ltd

JSW Steel Ltd posted a revenue of INR 16818 Cr, increased by 16% YoY from INR 14421 Cr and 5% QoQ basis from 15977. The Company has beaten the estimate numbers of Bloomberg in terms of Revenue but has failed to live upto the expectations in terms of EBITDA and PAT figures. The Company's EBITDA was higher by 3.5% YoY and by 16% QoQ basis to INR 3036 Cr. The Company has reported a Standalone profit of INR 883 Cr in this quarter, growth of 213% compared with INR 282 crores of previous Qtr and 23% compared with INR 714 crores Sept Quarter of previous Year. EPS of the company stood at INR 3.49, higher by 151% YoY basis. Net Income margin stood at 4.99% for this quarter while registering a growth of 42 bps YoY and 107 bps QoQ basis. The Company expenses increased on account of higher Cost of Raw materials and while Production and Raw material valuations have deeped.

Bharti Airtel

Bharti Airtel reported a 63.71 per cent year-on-year (YoY) fall in net profit at INR586.10 crore for the September quarter. The company had reported INR1,615.10 crore profits in corresponding quarter last year. On sequential basis, profit fell 5.11 per cent sequentially. Consolidated revenues for the quarter dropped 12 per cent YoY to INR21,777 crore, compared with INR24651.5 crore in the same quarter last year. Profit before tax (PBT) fell 52 per cent YoY to Rs 1,298.80 crore. Consolidated mobile data traffic at came in at 853 million MBs for the quarter, up 293.8 per cent on YoY basis. Average revenue per user (ARPU) for the quarter came in at Rs 154 which was lower than Rs 154 reported in June quarter and INR188 in the year-ago quarter. Minutes on the network rose 3.6 per cent sequentially and 39.5 per cent YoY at 437,142 million. Voice usage per customer was up 2.2 per cent QoQ at 518 million. Data customer base rose 5.1 per cent QoQ to 6.5 .

SBI Life Insurance

SBI Life Insurance reported 6% increase in net profit to INR225.47 Cr in Q2FY18 against INR212.76 Cr in the corresponding period previous fiscal. It collected net premium of INR5,384.57 crore up from INR4,921.47 crore in the year ago period. The solvency ratio stood at 2.09 Vs 2.11 in the previous quarter. Total Cost ratio deteriorated to 12.70% Vs 11.90% in the previous quarter.

Ajanta Pharma

Ajanta Pharma reported a marginal rise in consolidated net profit to INR131.89 crore for the second quarter ended 30 September. The company had posted a net profit of INR130.66 crore for the corresponding period of the previous fiscal. Consolidated income from operations also rose to INR540.38 crore for the quarter under review as against INR515.82 crore for the same period a year ago.

News Impact

Indigo

InterGlobe Aviation (Indigo) reported its best ever September-quarter profit. September is usually a weak period for airlines in India due to fewer holidays. The company's revenue from operations grew about 27% YoY to INR5,291 crore, while revenue per available seat kilometre rose about 13% to INR3.52. Passenger yields, which measure the average fare paid per mile per customer, climbed 9%. Net profit grew 294% YoY to INR552 crore.

Escorts Ltd

Topline grew 23% YoY to INR 1211.69 crores, whereas on QoQ it went up by 4.17%. EBITDA has shown a stellar performance, increasing by 107% on YoY to INR140.89 crores. The company incurred one time expenses on the account of VRS by seven employees worth of INR6.87 crores, which dragged the company's profit before taxes. last one and half year we r increasing our market share. the company expects the market share will witness increase from the Q3. Tractor segment volume grew by 31.5% . Whereas in Construction segment the company posted a volume growth of 34.3%. Its order book came at INR175 crores, delivery will be delivered for next 7-8 months.

Supreme Industries

The company announced its Q2 FY18 earnings during market hours. . The topline grew by 20% on YoY basis to INR1055.00 crores, beating bloomberg estimates of INR996 crores. On QoQ basis it was 9.18%. . EBITDA came at INR144.08 crores, higher by 8.05% on YoY. EBITDA margin contracted by 153 bps, whereas on QoQ basis it remain unchanged. . Net Income showed lower single digit growth on YoY basis, whereas on QoQ basis it slipped by 21% to INR59.81 crores. Net Income margin also posted lacklustre show, contracted by 89 bps and 81 bps on YoY and QoQ basis, respectively. In the conference call, the management mentioned that the PVC pipe price showed negative trend. Due to GST, most of the dealers did restocking and the company was unable to pass on the price hike to all the customers. Which forced the company to maintain low price for its PVC pipe price. In plastic piping business, the company command 17% volume growth in H1, and now the managment guided that it expecs witness 12 % volume growth for the whole year. The Company export grew by 46% YoY this quarter. The Company's debt stood at INR303 crore at the end of H1 FY2018 and reported cost of borrowing of 5.3% as compared to 7.2% last year.

News Impact

Mahindra lifespace

The Consolidated total income for the quarter stood at INR129.1 crore as compared to INR144.8 crores in Q2-FY2017. PAT reported at INR13.5 crore against INR32.20 crore in the corresponding quarter last year. During the quarter, the company entered into a strategic platform with IFC for investments in the integrated cities and industrial clusters business with an investment commitment of upto USD50 million by IFC.

Wockhardt

Drug firm Wockhardt reported a consolidated net loss of INR3.33 crore for the quarter ended 30 September 2017. The company had posted a net profit of INR17.02 crore for the corresponding period of previous fiscal. Total income of the company stood at INR1,076.83 crore for the quarter under review. It was INR1,083.33 crore for the same period a year ago.

HDFC Q2 FY18

HDFC Ltd reported a jump of 17.3 per cent in its consolidated net profit at INR2,869.41 crore for the second quarter to September. The company had registered consolidated net profit of INR2,446.21 crore in July-September of 2016-17. Total consolidated income increased to INR16,583.10 crore during the reported quarter, from INR14,526.69 crore in the same period a year earlier.

Gokaldas Exports Ltd

- Consolidated Sales rose by 41.40% to INR260.69 crore in Q2-18 from INR184.37 crore in Q2-17. QoQ sales rose by 9.66% to INR260.69 crore in Q2-18 from INR237.73 crore in Q1-18.
- Net loss has been declined to (INR9.27) crore in Q2-18 from (INR26.93) crore in Q2-17.
- EBITDA margin expanded by 880 bps point on YoY basis in this quarter.
- Their top line has improved significantly however due to higher employee benefits expense bottom line came under pressure.
- They are trying to improve their margins by acquiring new client in their portfolio and also improving profitability through cost optimization and efficiency improvements.

Lupin

Pharma major Lupin on Monday reported 31.28 per cent year-on-year fall in consolidated net profit at Rs 455 crore for the quarter ended September 30, 2017 against Rs 662.19 crore in the corresponding quarter last year. Total revenue from operations slipped 7.89 per cent year-on-year to Rs 3,951.96 crore during the quarter under review. It had posted a total revenue of Rs 4,290.51 crore in the same period last year. Lupin's North America sales during Q2 stood at Rs 1,361.10 crore compared with Rs 1,601.8 crore during Q1 FY2018 and Rs 1,997.8 crore during Q2 FY2017, accounting for 35 per cent of Lupin's global sales.

News Impact

Kajaria Ceramics Ltd

Kajaria Ceramics Ltd has posted a revenue of INR671.23 crores, increased by 6.68% YoY and 6.85% QoQ basis. . Company's EBITDA was lower by 5.17% YoY and higher by 14.18% QoQ basis to INR 123.15 crores. It has reported a Consolidated profit of INR 56.95 crores in this quarter, rise of 16.44% on QoQ basis. The company has could not meet Bloomberg estimates in terms of Net Profit . However it has met Revenue estimate and surpassed in terms of EBITDA. Cost of materials consumed and Power & Fuel Cost has gone up. EPS of the company stood at INR 4.00, higher by 0.25% YoY basis and 25% on QoQ. It has achieved an EBITDA margin of 18.35% in this quarter, a fall by 229 bps YoY and rise of 118 bps QoQ basis.

Cera Sanitaryware

Cera Sanitaryware standalone revenue for the quarter came in at INR296 crore, registering 13% yoy increase. EBITDA for the quarter rose by 7.8% yoy to INR46.1 crore with a corresponding margin contraction of 73 bps. EBITDA margin for the quarter stood at 15.6%. This margin contraction was led by rise in cost of material consumed as proportionate to sales (8.3% in the current quarter vs 7.3% corresponding quarter of last year). The PAT for the quarter came in at INR 27.3 crore, yoy increase of 3.6%.

Ramco Cements

Ramco Cements standalone revenue for the quarter came in at INR 1066 crore, registering 8.7% yoy decline. EBITDA for the quarter fell by 14.5% yoy to INR 301.5 crore with a corresponding margin contraction of 191 bps. EBITDA margin for the quarter stood at 28.3%. This margin contraction was driven by rise in power & fuel expenses and transportation & handelling charges by 43.4% yoy and 17.9% yoy, respectively. The PAT for the quarter came in at INR168.5 crore, yoy decline of 18.6%.

News Impact

Domestic News

Auto Sales Update for the Month of October 2017

Companies	Oct'17	Oct'16	YoY Chg	Sep'17	MoM Chg
Maruti Suzuki	146,446	133,793	9.46%	163,071	-10.19%
Hyndai	49,588	50,017	-0.86%	50,028	-0.88%
Toyota	12,403	11,651	6.45%	12,335	0.55%
M&M	51,149	52,008	-1.65%	53,663	-4.68%
Tata Motors	53,197	52,813	0.73%	53,965	-1.42%
Ashok Leyland	12,914	12,533	3.04%	15,370	-15.98%
Escorts	10,205	8,970	13.77%	10,353	-1.43%
Eicher Motors	69,492	59,127	17.53%	70,431	-1.33%
TVS Motors	317,411	308,690	2.83%	359,000	-11.58%
Hero MotCorp	631,105	663,153	-4.83%	720,739	-12.44%
HMSI	466,535	492,367	-5.25%	600,918	-22.36%
Bajaj Auto	382,464	356,168	7.38%	428,752	-10.80%

While the festive cheer had boosted auto sales in September, the Diwali month of October saw muted growth. From the numbers that have started trickling in from the auto majors, it seems this month would be posting a rather flat growth compared to October 2016, which had both the festivals, Dusserah & Diwali, falling in the same month. Bajaj Auto reported a growth of 7.38% YoY but a drop of 10.80% MoM basis in terms of units sold. Toyota India sold 12,403 units, up 6.45% YoY and 0.55% MoM basis. HMSI reported a disappointing performance in terms of units sold in October'17. They sold 466,535 units, down by 5.25% YoY and 22.36% MoM basis. Hyundai India's performance remained stable during October'17. They sold 49,588 units, marginally down by 0.86% YoY and 0.88% MoM basis. According to the numbers reported by TVS Motors, they sold 317,411 units of vehicles, up by 2.83% YoY but down 11.58% MoM Basis. Hero Motocorp announced its October total unit sales numbers. It sold 631,105 units, down by 4.83% on YoY and 12.44% MoM basis. Eicher Motors performed exceptionally well while reporting 17.53% growth on YoY basis. Escorts' registered a stellar performance by selling 10,205 units while reflecting a growth of 13.77%. Maruti Suzuki sold 146,446 units, up 9.46% YoY but down by 10.19% MoM basis. Mahindra & Mahindra reported a disappointing number in terms of units sold, down by 1.65% YoY & 4.68% MoM basis. Tata Motors sold 53,197 units, up 0.73% YoY but dropped by 1.42% MoM basis.

News Impact

Shapoorji Pallonji JV to invest in three assets

In less than month since its formation, the Allianz Group-Shapoorji Pallonji Group's joint platform for commercial properties has identified three assets spread over total 6 million sq ft for investment across the country. These commercial properties with leasable space of 2 million sq ft each comprise both brownfield and greenfield assets in Pune, Bengaluru and Hyderabad. It is expected that these asset buys will entail equity value of \$300 million, while the asset valuation will be close to half a billion as the joint entity will leverage the asset to part finance the same. The joint entity has already signed term sheets for all three assets and is currently in the process of conducting due diligence on these. Of these, one asset is brownfield and is close to completion, while the rest are greenfield projects with development potential. The first deal through this platform is expected to be concluded in the first quarter of 2018. The proposed platform's strategy will be to leverage structural trends in six Tier-I cities to build a long term, cash flow producing office portfolio by acquiring a blend of develop-to-core, forward purchases, stabilised or stabilising assets. In the backdrop of an ongoing transformation in business environment, Indian real estate is witnessing a robust rise in investment inflow as both foreign and domestic institutional investors are infusing more funds into the sector.

Haryana govt signs Rs 20,000 cr worth MoU for logistics parks

The hub will be spread over an area of 600 acres near Gurugram, and the public-private project is expected to generate employment for six lakh people. The Haryana government signed a memorandum of understanding (MoU) with Verbind, an integrated trade facilitation services organisation, to set up a logistics and trading hub in the state that would attract investment to the tune of INR20,000 crore. Under the MoU, the government will facilitate Verbind's efforts to obtain necessary permissions, registrations, approvals and clearances with reference to the projects from relevant departments, in line with existing rules, policies and regulations. The Haryana State Industrial and Infrastructure Development Corporation (HSIIDC) will be the nodal agency for the project.

Torrent may announce Unichem's domestic business buy today

India's oldest drug maker Unichem BSE 0.59 % has finally found a suitable buyer for its domestic formulations business in Torrent Pharma. Torrent is likely to announce the acquisition on Friday for a total consideration of Rs 3,250 crore, making the Ahmedabad-based drug maker among the top five drug firms in the domestic market, said multiple sources aware of the matter. Both companies have their board meetings scheduled in Mumbai for Friday. The domestic portfolio, especially its Losar brand of cardiovascular drugs, is believed to be of great interest to the acquirers. Market share of the Losar brand of drugs, used in the treatment of high blood pressure, improved by 4.8% in FY17 and maintained its top rank, Unichem had said in its investor presentation on May 30.

News Impact

India services activity rises in October on higher demand

The Nikkei/IHS Markit Services Purchasing Managers' Index rose to 51.7 last month - its highest since June - from 50.7 in September. In July and August, the index was below the 50-mark that separates growth from contraction. During those months, confusion over product pricing following the implementation of the new Goods and Services Tax pushed manufacturing and services sectors into contraction. However, services demand has been recovering since September and the latest survey showed the new business sub-index, a proxy for both domestic and foreign demand, rose to 51.5 in October from 51.1 a month before. Firms raised prices at a sharper rate to end-consumers than their costs rose, signaling a pickup in inflation over coming months. Retail inflation held steady at an annual pace of 3.28 percent in September, below the Reserve Bank of India's medium-term target of 4 percent.

Tata Communications betting big on IoT, to spend \$100 million in 2-3 years

Tata Communications Ltd is set to invest about USD 100 million in the Internet of Things (IoT), a digital space the company is betting big on in the next few years. The Mumbai-based company has already rolled out its dedicated IoT network in 38 cities across the country, along with a platform to manage the services that supports very low power consumption. Tata Communications will also expand its LoRa network in India by 2018. LoRa network is a low-power wide-area network (LPWAN), a powerful tool for mapping smart city applications and urban planning at a low bit rate. Tata Communications is focusing on the enterprise business, mostly in the B2B domain, and will be leveraging on first-mover advantage in building large networks and synchronising with robust platforms in association with global leaders, the company official added.

HCC JV bags Rs 497-crore order for Pune Metro

Hindustan Construction Company (HCC) today said its joint venture firm has bagged a contract worth Rs 497 crore for Pune Metro. The contract is for construction of nine elevated metro stations. The total length of Pune Metro-phase 1 is 32 km. Hindustan Construction Company, a lead partner in the joint venture with AL FARA'A, has been awarded Rs 497.09 crore contract by the Maharashtra Metro Rail Corporation Ltd for Pune Metro Rail Project. HCC's share in the JV is 51 per cent (Rs 253.5 crore). The project is to be completed in 110 weeks.

News Impact

Indian IT industry could see upturn next year: Chandrashekhar

According to Nasscom's President R. Chandrasekhar, Indian IT industry is perfectly poised to see an upturn next year as investments in technology gather momentum particularly in USA. The industry is on track to post 7-8% growth in exports in the current fiscal. He insisted that there is no need of altering the export growth projections for 2017-18 as the all the factors relevant to this had already been taken into account which includes changes in technology, global economics, and global politics including political protectionism. He also mentioned that there are expectations of an upturn in BFSI segment in USA, greater investment in technology and hardening of interest rates. The USA accounts for more than 60% of Indian IT exports, and the BFSI segment accounts for a big chunk of that.

Adani buys Rlnfra's Mumbai power biz for INR1,000 cr, aims to reduce debt

Adani Transmission said it had completed the acquisition of operational transmission assets of WRSS Schemes of Reliance Infra for INR1,000 crore. In effect, its power-wheeling network crossed the 8,500 circuit km mark. It further said ATL completed the acquisition of 100 per cent stake of WRTM and WRTG, with operational transmission lines aggregating 3,063 ckt kms, with a deal valuation of INR1,000 crore. This acquisition is in sync with the ATL strategy to enhance the value of its stakeholders through organic as well as inorganic growth.

Alembic Pharma acquires US-based firm Orit Labs

Alembic Pharmaceuticals announced that through its wholly owned subsidiary, Alembic Pharmaceuticals Inc., it has completed the acquisition of West Caldwell, New Jersey, USA based generic drug developer, Orit Laboratories LLC along with real estate, owned by Okner Realty LLC. With this acquisition, Alembic will now have a total of 69 abbreviated new drug application (ANDA) approvals (61 final and 8 tentative) from United States Food & Drug Administration (USFDA). Financial details of the transaction was not disclosed. The acquisition increases Alembic's breadth and capabilities in the US with a competent R&D team bringing complementary skill sets in soft gelatin based oral solids and oral liquids.

CCEA gives nod to INR10,000 crore SBA for fertiliser subsidy

The government gave ex-post facto clearance to implementation of the Special Banking Arrangement (SBA) of INR10,000 crore for payment of outstanding claims towards fertiliser subsidy in 2016-17. The government is making available urea and 21 grades of P&K (phosphate and potassium) fertilisers to farmers at subsidised prices through fertiliser manufacturers and importers. To make funds available to fertiliser companies against their subsidy claims, the finance ministry had approved the SBA of INR10,000 crore with government interest liability limited to G-Secs rate.

News Impact

Govt approves sale of entire 73% stake in Dredging Corp

The government approved the sale of its entire 73.47% stake in Dredging Corporation of India Ltd (DCI). cabinet has approved the sale of government's entire 73.47% stake in the company which could fetch about INR1,400 crore to the exchequer.

NTPC's unit 2 of Bongaigaon thermal power project to begin commercial operation on Nov 1

NTPC Ltd's Unit 2 of 250 MW of Bongaigaon Thermal Power Project (3 X 250 MW) will be declared on commercial operation w.e.f 01.11.2017. With this, the commercial capacity of NTPC would become 43642 MW and that of NTPC Group would become 50858 MW.

Indian Oil's INR273-cr KSPL augmentation project gets green nod: Official

State-owned Indian Oil Corp(IOC) has been given green nod for augmenting its Koyali-Sanganer pipeline (KSPL) capacity up to 6 million tonnes per annum (MTPA) from existing 4.6 MTPA at a cost of INR273.23 crore. The company's proposal is to expand KSPL, which traverses from Koyali in Gujarat to Sanganer in Rajasthan, by augmenting the capacity of pumping stations located at Vadodara, Pali and other allied facilities.

HPCL buy to push ONGC's rating in upper limit: Moody's

Oil and Natural Gas Corp. Ltd's planned acquisition of a majority stake in refiner Hindustan Petroleum Corp. Ltd will create India's first integrated oil and gas company but will cause the state-owned firm's leverage to approach the upper limit of its rating, according to Moody's. The transaction also allows the government to monetise its HPCL ownership without losing ultimate control of the company. Based on HPCL's average market capitalisation over last three months, the government's stake is worth about INR35,000 crore, which ONGC may fund through borrowings of INR25,000 crore and the rest with cash on hand and the liquidation of investments.

Bharti Telecom to buy 4.62% stake in Airtel for up to INR9,623 crore

Bharti Telecom Ltd, the holding company of Bharti Airtel Ltd, will acquire up to 4.62% stake in India's largest telco. The weighted average market price for Airtel's share trade in the last 60 days has been kept at INR417.35 and Bharti Telecom has said that the acquisition price would not be higher by more than 25% of the price computed as per the weighted average market price of the Airtel stock. As per this, the total size of the deal could be between INR7,700 crore and INR9,623 crore.

News Impact

IDFC-Sriram Group merger called off; firms unable to reach common ground

IDFC Ltd and Shriram Group called off a potential merger. IDFC stated that despite best efforts, IDFC Group and Shriram Group have not been able to reach common ground on a mutually acceptable swap ratio for the merger. Accordingly, both parties have agreed to call off discussions on a potential merger and the exclusivity period pursuant to the CES Agreement entered into between the concerned parties stands terminated with immediate effect.

Power Grid to raise money for capital expenditure

Power Grid expects new orders from Indian railways for electrification of 2000 Kms. It is also planning to raise INR14,000 crore via bonds in FY18. The funds will be used for capital expenditure of Power Grid and providing loans to wholly-owned projects. The move is positive for the company as it would help the company to execute and capitalize its pending projects. It also expects new orders from Indian railways for electrification. PGCIL has a strong project pipeline of ~INR1,40,000 crore, which ensures strong visibility for capex and project completion over FY17-19E. PGCIL can sustain high capitalisation to capex ratio at more than 1.3x (FY17- 1.27x) over the next 2-3 years led by stepped-up focus on commissioning.

News Impact

Global News

The Bank of England

The Bank of England (BOE) has raised interest rates for the first time in more than 10 years to head off rising inflation. The Central Bank's Monetary Policy Committee voted 7-2 in favour of increasing the base rate from 0.25% to 0.5%. The minutes from the MPC's meeting indicated that the Central Bank is in no hurry to raise interest rates again and that further increases will be limited.

Governor Mark Carney said: "It isn't so much where inflation is now but where it is going that concerns us." Carney stressed that rates would "gently" rise as inflation eases in the foreseeable future. The Central Bank expects the inflation rate to have peaked at 3.2% in October and will be at 3% for the year as a whole. The Bank had previously said that inflation would be 2.8% for 2017.

Meantime, the BOE forecasted relatively gloomy growth outlook. Mr Carney said: "The pace at which the economy can grow without generating inflationary pressures has fallen relative to pre-crisis norms. This reflects persistent weakness in productivity growth since the crisis and, more recently, the more limited availability of labour." This has also been exacerbated by the Brexit vote, he believes. "Uncertainties associated with Brexit are weighing on domestic activity, which has slowed even as global growth has risen significantly," he said. The BOE now estimated that the U.K. economy would grow by 1.6% in 2018 and by 1.7% the year after, unchanged from projections it made in August.

Despite some concern about the validity of a rate hike as the growth is slowing down and much uncertainty from Brexit, we think rate hike is a positive step. The reason is that if the rate left at its current low level, it will encourage rampant borrowing which will store up a dangerously large pile of debt for the future, which households and businesses will not be able to service when interest rates start rising again. In short, the BOE needs to raise rates to end an era of cheap borrowing. If the interest rate remained unchanged, households are set to borrow more than they can afford and save less than they will need for the future.

In addition, Brexit fears have reduced the supply of workers since many EU nationals are returning home or not coming, whilst the weaker Pound is less of an incentive for migrant workers. This, in turn, is leading to supply constraints which could increase wages and combined with excess demand is further propelling inflation higher. Without higher interest rates, continued excess demand growth will cause domestic inflation to remain well above the BoE's target level of 2%.

News Impact

Global News

Brent Extends Rise Above \$60 on Enthusiasm OPEC May Prolong Cuts

Brent extended its gains above \$60 a barrel amid speculation that OPEC may extend its supply-restraint deal, a move seen pushing down global stockpiles and offsetting rising U.S. drilling. Futures rose as much as 0.6 percent in London. Prices surged last week to levels not seen since 2015 after Saudi Arabian Crown Prince Mohammed bin Salman said he backs extending the cuts beyond March. Global inventories are down to about 160 million barrels above the five-year average and prices are heading toward “fair” levels, Qatar Energy Minister Mohammed Al Sada said Sunday in Doha. U.S. drillers added one rig last week, according to data released Friday.

Good Times Seen Fading for China Coal Giant as Prices Recede

What the Chinese government gives to its coal miners, it may also take away. China Shenhua Energy Co., the nation’s biggest producer of the fuel, has reported five straight quarterly profit gains, a bounty due to a price surge after the government last year limited output and started cutting overcapacity. That run may be set to end as regulators switch their attention toward forcing prices lower, according to analysts at UOB Kay Hian Holdings Ltd. and Jefferies Group LLC.

Iron Ore Holdings Spike as Steel Curbs Hinder Demand in Top User

Iron ore holdings stacked up at China’s ports have surged to the highest level in two months, adding to signs that the nation’s widespread curbs on steelmakers’ output are starting to bite as policy makers clamp down to try to ensure clean air over winter. The stockpiles expanded 2.7 percent to 135.75 million tons last week to post the biggest gain since February, according to data from Shanghai Steelhome E-Commerce Co. on Monday. That caps the fourth weekly rise in five, and puts holdings back on a path toward the record 141.5 million tons hit in June.

LME Considers New Nickel Contract to Tap Boom in Electric Cars

Buoyed by rebounding trading volumes and signs commodities are attracting more investors, the London Metal Exchange is targeting further growth by tapping the boom in electric cars. The LME is considering starting a nickel sulphate contract as part of a trio of new products that take advantage of growing demand for battery metals, according to Chief Executive Officer Matthew Chamberlain. The launch is 18 months away at best, he said in an interview Friday, ahead of the metalindustry’s annual gathering in London.

News Impact

INDIA INSIGHT: Bank Recapitalization without RBI Cuts May Fizzle

The Indian government's plan to inject 2.1 trillion rupees (\$32 billion) into public sector banks is a big band aid -- on a much bigger problem. Without further rate cuts by the central bank, the program will be enough only to help the banks meet their regulatory capital requirements by March 2019, according to analysis by Bloomberg Economics. High real interest rates are straining corporate balance sheets, generating fresh non-performing loans.

Tata Steel Swings to Quarterly Profit on Volume, Price Gains

Tata Steel Ltd. swung to a profit in the second quarter as the Indian mill benefited from a recovery in global steel prices and an increase in volumes, although it missed analyst estimates. The company reported a 9.76 billion rupee (\$150 million) profit for the three months ended September, compared with a loss of 799 million rupees a year earlier, according to a statement from the steelmaker Monday. That compares to an average forecast of 16.6 billion rupees from analysts' estimates compiled by Bloomberg. Revenue climbed about 20 percent from a year earlier.

Credit Suisse Favors Chinese Steelmakers Among Material Stocks

China's steel sector will benefit from rising demand, shrinking capacity in 2018, and improving pricing power over iron ore producers, Credit Suisse analysts including Yang Luo write in note dated Tuesday. This comes amid spike in Iron Ore Holdings attacked up in China's Ports to highest levels in over 2 months according to data from Shanghai Steelhome E-commerce Co.

India's Plan to Cease Thermal Coal Imports Could Hurt Indonesia

The Indian government's long-term plan to increase the nation's reliance on local coal supplies, along with a shift toward cleaner renewable energy, is likely to lead to a halt in thermal coal imports by fiscal 2020. That would reduce shipments by Indonesian coal miners.

Top Miner Says \$10,000 Copper Possible as Deficits to Widen

Copper could test record highs above \$10,000 a metric ton as the supply-demand balance shifts to "substantial" deficits from 2018, according to top producer Codelco, which offered its most bullish outlook in years. The forecast is an about turn for the Chilean state-owned company that accounts for just under 10 percent of the world's mined copper output. The producer was less optimistic just a few months ago.

News Impact

Truckers and Tire Makers Tumble, Allison Soars

Industrials underperformed broader market as the sector suffered several earnings disappointments. General Motors fell as analysts warned far off tech payoffs would not offset a North America auto slow-down while Tesla shares declined as Model 3 production concerns further plagued the stock. Expect earnings from Cummins, Eaton and CH Robinson Tuesday, among other companies.

BHP Wants More Copper as Electric Car Fever Drives Prices

BHP Billiton Ltd., the world's biggest miner, wants to own even more copper deposits as electric cars drive an increasingly bullish outlook for metal. The company is already the fourth-largest copper producer. Malchuk said that an electric car will use about 80 kilograms (176 pounds) of copper, quadruple the amount used in a regular petrol vehicle, and that some models could need as much as 105 kilograms. With BHP forecasting 140 million electric vehicles on the road by 2035, that would equate to about 12 million tons of demand from the sector over the period, he said.

Higher Prices Seen Boosting Ethanol Output by India Sugar Mills

Sugar mills in India may supply more than 1.1b liters of ethanol to oil refiners in 12-month period that begins on Dec. 1 after govt raised price of the fuel that's blended with gasoline, according to Indian Sugar Mills Association. That compares with an estimated 650m liters likely to be supplied to refiners a year earlier. India's cabinet on Wednesday approved to increase prices of ethanol to 40.85 rupees/liter for 2017-18 from 39 rupees for the previous year, according to government statement.

Paper Industry Expects Prices to Rise Soon

The Indian paper industry is expecting an increase in the prices of pulp and paper in the coming months in line with the increase in global prices. Internationally, prices were low about two years ago but they have improved now, Harsh Pati Singhania, vice-chairman and managing director, JK Paper Ltd., told Bloomberg Quint at the sidelines of an event in New Delhi today. Globally, there has been a major increase in pulp prices and, therefore, international producers have increased prices. If that remains the case in pulp prices, there may be an increase in prices in the domestic market as well.

News Impact

India's Steel-Production Growth to Drive Up Coking Coal Imports

Indian steel demand is set to accelerate along with the government's plan to promote affordable housing and infrastructure construction. That's likely to spur India's coking coal imports in the coming decade, especially from Australia, given that coal produced domestically is primarily used in power generation.

Billionaire Agarwal's Vedanta Shines as Metal Rally Gathers Pace

Billionaire Anil Agarwal's Vedanta Ltd., which posted a 47 percent jump in second-quarter profit, said it expects an even better second half after metals climbed to multi-year highs and as volumes increase. Net income rose to 20.9 billion rupees (\$320 million) in the three months through September, from 14.2 billion rupees a year earlier, the unit of London-listed Vedanta Resources.

RUBBER: Futures Decline on Bearish Chinese Data, Stronger Yen

Rubber for April delivery, the most-active contract on Tokyo Commodity Exchange, -1.4% to settle at 192.8 yen/kg. March rubber, contract with highest open interest, -1.1% to 192.8 yen, Most-active contract -4.5% in October, second monthly decline; -27% YTD. Bearish Chinese data and strengthening Japanese yen are pressuring prices, says Kazuhiko Saito, analyst at Fujitomi, broker in Tokyo.

Events

CORPORATE ACTION BONUS / RIGHTS / STOCK SPLIT / DIVIDEND / FCCB / M&A / WARRANTS ETC.

Company	Record Date	Ex-Date	Details
Gillette India Ltd			Cash dividend of INR10 effective 06-11-17
Supreme Industries Ltd			Cash dividend of INR3 effective 06-11-17
Dabur India Ltd			Cash dividend of INR1.25 effective 07-11-17
Phillips Carbon Black Ltd			Cash dividend of INR6 effective 07-11-17
Godrej Consumer Products Ltd			Cash dividend of INR1 effective 08-11-17
TVS Motor Co Ltd			Cash dividend of INR2 effective 08-11-17
PI Industries Ltd			Cash dividend of INR1.50 effective 09-11-17
Shriram Transport Finance Co Ltd			Cash dividend of INR5 effective 10-11-17
Sumeet Industries Ltd			Corporate meeting effective 10-11-2017
Esaar India Ltd			Stock split 1 for 10 effective 10-11-2017

Domestic Events

- **November 10, 2017:** India's Foreign Exchange Reserve for the week ended November 03, 2017.
- **Quarterly Results:** Jaiprakash Power Ventures Ltd, Avadh Sugar, Welspun Corp Ltd, Century Textiles & Industries Ltd, Torrent Power Ltd, Petronet LNG Ltd, KEC International Ltd, Housing & Urban Development Corporation Ltd, Parag Milk Foods Ltd, Indian Bank, Gulf Oil Lubricants India Ltd, Larsen & Toubro Infotech Ltd, Thomas Cook (India) Ltd, Varun Beverages Ltd, Alembic Pharmaceuticals Ltd, DCM Shriram Ltd, Magadh Sugar, Hindusthan National Glass & Industries Ltd, Manappuram Finance Ltd, Orient Paper, Bharat Heavy Electricals Ltd, Cipla Ltd, Future Retail Ltd, Dhampur Sugar, Finolex Cables Ltd, Thermax Ltd, Himatsingka Seide Ltd, GlaxoSmithKline Consumer Healthcare Ltd, Himachal Futuristic Communications Ltd, NLC India Ltd, Tata Coffee Ltd, Indian Overseas Bank, Aditya Birla Capital Ltd, L&T Technology Services Ltd, Balrampur Chini Mills Ltd, Nagarjuna Fertilizers and Chemicals Ltd, Ashok Leyland Ltd, Shree Cements Ltd, Hinduja Global Solutions Ltd, Thermax Ltd, Bombay Dyeing & Mfg Company Ltd, Nagarjuna Oil Refinery Ltd, Arvind Ltd, Vardhman Textiles Ltd, Steel Strips Wheels Ltd, Bharat Forge Ltd, Pidilite Industries Ltd, Petronet LNG Ltd, Gujarat State Fertilizers & Chemicals Ltd, Mahanagar Gas Ltd, CESC Ltd, Meghmani Organics Ltd, JK Lakshmi Cement Ltd, Chennai Petroleum Corporation Ltd, Voltas Ltd, Muthoot Finance Ltd, City Union Bank Ltd, Amara Raja Batteries Ltd, Tata Motors Ltd, Inrasoft Technologies Ltd, Allcargo Logistics Ltd, TV Today Network Ltd, NHPC Ltd, Heritage Foods Ltd, V-Mart Retail Ltd, Amrutanjan Health Care Ltd, SRF Ltd, Tata Motors Ltd, Jindal Steel & Power Ltd, Titagarh Wagons Ltd, Coffee Day Enterprises Ltd, Aurobindo Pharma Ltd, Steel Authority of India Ltd, Hindustan Petroleum Corporation Ltd, Page Industries Ltd, Magma Fincorp Ltd, Dr. Lal Path Labs Ltd., Bajaj Electricals Ltd, IL&FS Transportation Networks Ltd, Alkem Laboratories Ltd, IL&FS Investment Managers Ltd, Lloyds Steels Industries Ltd, Balaji Telefilms Ltd, Deccan Cements Ltd, HSIL Ltd, West Coast Paper Mills Ltd, State Bank of India, Muthoot Capital Services Ltd, Bank of Maharashtra, MRF Ltd, Eveready Industries India Ltd, Bharat Petroleum Corporation Ltd, Hindustan Copper Ltd, Oil India Ltd, Jai Corp Ltd, TVS Electronics Ltd, Mahindra & Mahindra Ltd, NHPC Ltd, Birla Corporation Ltd, Coal India Ltd, Punj Lloyd Ltd, Britannia Industries Ltd, Adani Power Ltd, Minda Corporation Ltd, Kirloskar Brothers Ltd, Genus Power Infrastructures Ltd, Suprajit Engineering Ltd, JK Cement Ltd, Larsen & Toubro Ltd, Minda Industries Ltd.

Global Events

- **November 06, 2017:** Euro Area Services and Composite PMI for October 2017.
- **November 07, 2017:** Euro Area Retail PMI for October 2017.
- **November 08, 2017:** ECB Non-Monetary Policy Meeting., China Balance of Trade for October 2017., Japan Foreign Exchange Reserve for October 2017.
- **November 09, 2017:** Japan Machine Orders for September 2017., China Inflation for October 2017., The U.S. Initial Jobless Claims for November 04, 2017.
- **November 10, 2017:** The U.S. Michigan Consumer Sentiment Prel for November 2017., Japan Machine Tools Orders for October 2017.

Source of News : The content may have been taken from The Economic Times, Business Standard, Business Line, Mint and other leading financial newspapers and financial portals BSE,NSE, Bloomberg, Moneycontrol & others.



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Stock Recommendation	Expected absolute returns (%) over 12 months
Strong Buy	>20%
Buy	between 10% and 20%
Hold	between 0% and 10%
Sell	0 to <-10%
Neutral	No Rating

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