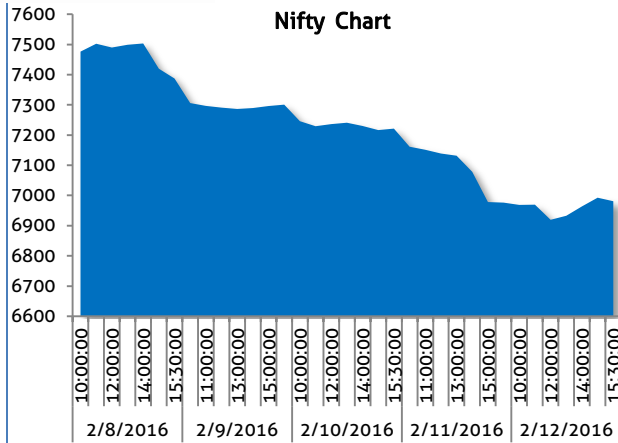


Ashika Weekly Insight

15 February 2016 to 19 February 2016



Market Outlook - Indian equity market has been hurt as Global Indices had been finding new worries for panic at regular intervals. The global sell-off intensified and had been sending our domestic index in a panic state. On the economic data front India's GDP for Q3 has come in at 7.3%, compared to revised 7.7% of second quarter and 6.6% of Q3 last year. Market had been awaiting statement from the Fed Chairman Yellen has kept the options open for a hike probably in December. Going ahead in the forthcoming week trend in global markets, investment by foreign portfolio investors (FPIs) and domestic institutional investors (DIIs), the movement of rupee against the dollar and crude oil price movement will dictate trend on the bourses in the near term.

Indices	Closing	1D	1W	1M	3M	6M	1Y
Dow Jones	15,660.2	(1.6)	(4.6)	(4.5)	(11.5)	(10.4)	(12.9)
Nasdaq	4,266.8	(0.4)	(5.4)	(8.0)	(15.8)	(15.5)	(12.2)
FTSE 100	5,537.0	(2.4)	(6.1)	(5.7)	(12.1)	(15.5)	(18.9)
CAC 40	3,896.7	(4.1)	(7.8)	(9.6)	(21.3)	(21.4)	(17.6)
DAX	8,752.9	(2.9)	(6.8)	(10.9)	(19.8)	(20.3)	(19.8)
Hang Seng	18,545.8	(3.8)	(3.3)	(6.8)	(17.0)	(22.7)	(24.1)
Nikkei 225	15,713.4	(2.3)	(7.8)	(11.2)	(20.2)	(23.4)	(12.6)
Shanghai Comp.	2,763.5	(0.6)	(0.6)	(8.4)	(24.3)	(30.3)	(12.9)
Straits Times	2,538.3	(1.7)	(0.8)	(6.3)	(14.9)	(16.8)	(25.8)
Nifty	6,976.4	(3.3)	(5.8)	(7.8)	(10.8)	(18.1)	(19.9)
Sensex	22,951.8	(3.4)	(5.7)	(7.5)	(11.3)	(18.2)	(20.3)

* As on February 05, 2016

Commodities

Commodities	Latest Price	%CH-1W	%CH-1M	
Brent Crude(\$/BBL)	31.41		(9.0)	0.7
Gold (\$/oz)	1236.60		7.1	14.0
Silver (\$/oz)	15.71		5.6	13.8
Copper (\$/MT)	4474.00		(4.5)	2.7
Alum (\$/MT)	1494.00		(2.5)	2.5
Zinc(\$/MT)	1722.00		0.8	18.5

Global Updates

USA

- First-time claims for U.S. unemployment benefits fell by more than expected in the week ended February 6th to 269,000, a decrease of 16,000 from the previous week's unrevised level of 285,000.
- In testimony prepared for delivery to the House Financial Services, Federal Reserve Chair Janet Yellen admitted that "downside risks" from exposure to the slowing Chinese economy could hurt the U.S.
- Wholesale inventories edged down by 0.1 percent in December after sliding by a revised 0.4 percent in November.
- U.S. consumer credit increased more than expected in the month of December by \$21.3 billion after climbing by \$14.0 billion in November.

EUROPE

- U.K. industrial production declined at a faster pace in December, by 1.1 percent month-on-month, faster than November's 0.8 percent drop.
- French industrial output declined the most in 19 months in December by 1.6 percent month-on-month, confounding expectations for a 0.3 percent rise.
- British construction output grew at a slower-than-expected pace in December by 1.5 percent month-over-month, reversing a 1.1 percent drop in November.

ASIA

- Producer prices in Japan were down 0.9 percent on month in January following the 0.4 percent contraction in December.
- Bank of Japan policymakers were deeply divided over the negative interest rate decision in January.
- China's foreign exchange reserves declined to the lowest since 2012 to \$3.23 trillion in January. The decline was followed by a \$107.9 billion decrease in December.

Global Economic Calendar

Date	Curr.	Event	Forecast	Previous
15-Feb-16	JPY	GDP (YoY) (Q4)	-1.20%	1.00%
15-Feb-16	CNY	Trade Balance (Jan)	58.85B	60.09B
15-Feb-16	JPY	Industrial Production (MoM) (Dec)		-1.40%
15-Feb-16	INR	WPI Inflation (YoY) (Jan)	-0.15%	-0.73%
15-Feb-16	EUR	Trade Balance (Dec)		23.6B
16-Feb-16	GBP	CPI (YoY) (Jan)		0.20%
16-Feb-16	GBP	PPI Output (YoY) (Jan)		-1.20%
16-Feb-16	USD	NY Empire State Manufacturing Index (Feb)	-9.5	-19.37
17-Feb-16	GBP	Unemployment Rate (Dec)		5.10%
17-Feb-16	USD	Building Permits (Jan)	1.200M	1.204M
17-Feb-16	USD	PPI (MoM) (Jan)	-0.20%	-0.20%
17-Feb-16	USD	Industrial Production (MoM) (Jan)	0.30%	-0.40%
18-Feb-16	JPY	Trade Balance (Jan)	-680B	140B
18-Feb-16	CNY	CPI (YoY) (Jan)	1.90%	1.60%
18-Feb-16	EUR	Current Account n.s.a. (Dec)		29.8B
18-Feb-16	USD	Philadelphia Fed Manufacturing Index (Feb)	-2.9	-3.5
18-Feb-16	USD	Initial Jobless Claims		
19-Feb-16	USD	CPI (MoM) (Jan)	-0.10%	-0.10%

Indian Economy

Economy

- Industry body CII has demanded a one-time 100% income tax holiday of five years for manufacturing units in special economic zones, saying that the government's decision to impose MAT and DDT was not conducive for practical viability of units operating in SEZs.
- To encourage use of alternative fuel, the government is contemplating withdrawing import duty on used cooking oil for conversion into biodiesel which will help curb pollution, Union Minister Nitin Gadkari said.
- Uttarakhand government has decided to waive surcharge worth over Rs 180 crore imposed on unpaid electricity bills of defaulting domestic and private tubewell owners.
- With drought affecting 28 of the 30 districts in Odisha during Kharif 2015, foodgrain production in the state is likely to drop by more than 43 per cent.

Corporate

- India's third largest software exporter Wipro has executed one of its largest acquisitions in the last decade and bought US-based healthcare technology services firm HealthPlan Services for \$460 million.
- Adani Power Ltd plans to make an investment totalling Rs 18,400 crore for setting up of 1,600 Mw thermal power projects and 1,000 Mw solar projects in Karnataka.
- Commercial vehicle major Ashok Leyland has slapped a notice on its joint venture partner Nissan, alleging that it is using the equipment, installed at Nissan's factory at Oragadam, to manufacture cars, while it needs to be used to produce light commercial vehicles (LCVs). Ashok Leyland and Nissan are partners in a JV to manufacture LCVs.
- State-run power equipment maker BHEL has won a major order for the supply of two 800 MW steam generators with supercritical parameters from NTPC after outbidding competitors in an open global tender.
- Competition Commission of India (CCI) has approved Japanese insurer Nippon Life's additional 23 per cent stake purchase plan in Reliance Life Insurance in a deal worth Rs 2,265 crore.
- Britannia Industries is gearing up for a full-fledged play in the estimated Rs 85,000-crore Indian dairy market as part of its overall strategy to be a total food company.
- Country's largest telecom services provider Bharti Airtel has migrated 40,000 of its network sites across India to green technology.
- ITC Plans to enter new FMCG segments such as packaged frozen shrimp Co also looking to enter dehydrated frozen fruits and vegetables

SBI sees bad loan pressure persisting as profit sinks

State Bank of India (SBI), the nation's top lender by assets, reported its biggest fall in quarterly profit in nearly five years as bad loan provisions jumped after a central bank drive to clean up bad debts in India's banking industry. The lender accounts for almost a quarter of India's banking business. State Bank of India's third-quarter net profit plunged 62%, as it set aside more money to cover bad loans amid deepening gloom over the health of public sector banks. SBI's profit fell to Rs.1,115 crore in the three months ended 31 December from Rs.2,910 crore a year ago. On a sequential basis, profit fell 71% from Rs.3,879 crore in the preceding quarter. The profit fell far short of expectations. At SBI, loans worth Rs.20,692 crore slipped into the NPA category during the December quarter, more than triple the Rs.5,875 crore that turned bad in the September quarter. This pushed up SBI's gross NPA ratio, as a proportion of all loans, to 5.1% from 4.15% at the end of the September quarter. To manage these bad loans, the bank set aside Rs.7,645 crore in the quarter, of which about Rs.4,300 crore was used to provide for assets that turned bad under the parameters specified by the RBI's asset quality review. After the increased provisioning, net NPA ratio for December quarter stood at 2.89% of total assets, increasing from 2.14% in the September quarter. A large part of the slippages (new loans turning bad) during the quarter were from the bank's large corporate loan book, which contributed 11.2% of its gross NPAs, compared with only 1% in the previous quarter. Of the Rs.20,692 crore in loans that slipped into the NPA category in the third quarter, about Rs.14,722 crore worth of loans were reclassified following the regulator's review. SBI Chairman Arundhati Bhattacharya told a news conference on Thursday the lender has treated "around half" of the troubled loan accounts as bad and would take up the remainder in the current quarter, the bank's fiscal fourth quarter.

Corporate Action for the week

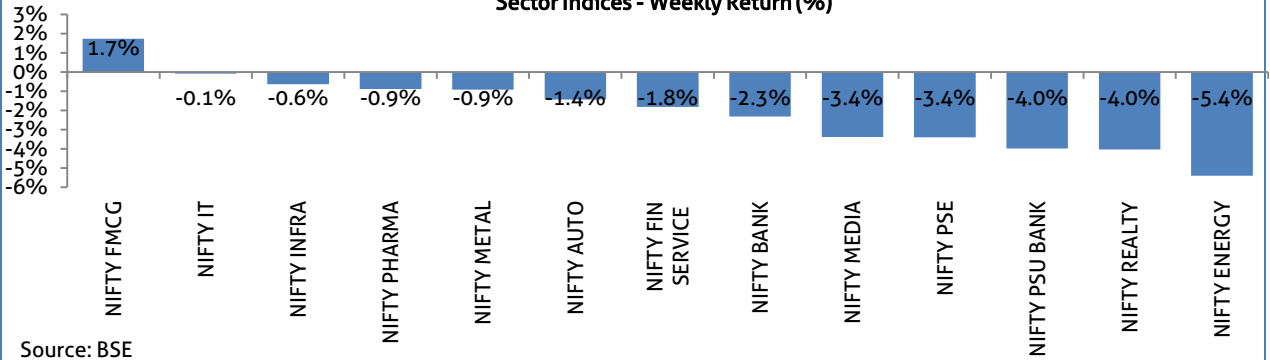
Events

Sl. No.	Script Name	Ex-Date	Purpose
1	GUJTLRM	15-Feb-16	Reduction of Capital
2	IFCI	17-Feb-16	-
3	MOLDTEK	17-Feb-16	Stock Split From Rs.10/- to Rs.2/-
4	MOLDTKPAC	17-Feb-16	Stock Split From Rs.10/- to Rs.5/-
5	PARTHAL	17-Feb-16	Reduction of Capital
6	SUNTV	17-Feb-16	-
7	VEGETABLE	18-Feb-16	Stock Split From Rs.10/- to Rs.1/-
8	GUJTLRM	15-Feb-16	Reduction of Capital

Dividend

Sl. No.	Script Name	Ex-Date	CMP	Div. Amt	Div Yield(%)
1	SRF	15-Feb-16	1081	5	0.46
2	CARBORUNIV	16-Feb-16	172.95	1	0.58
3	GAIL	16-Feb-16	325.7	2.5	0.77
4	PFC	16-Feb-16	146.3	4.5	3.08
5	BERGEPAIN	17-Feb-16	237.65	0.65	0.27
6	RECLTD	17-Feb-16	162.1	12	7.40
7	AUROPHARMA	18-Feb-16	659.6	0.7	0.11
8	NHPC	18-Feb-16	19.85	0.92	4.63

Sector Indices - Weekly Return (%)



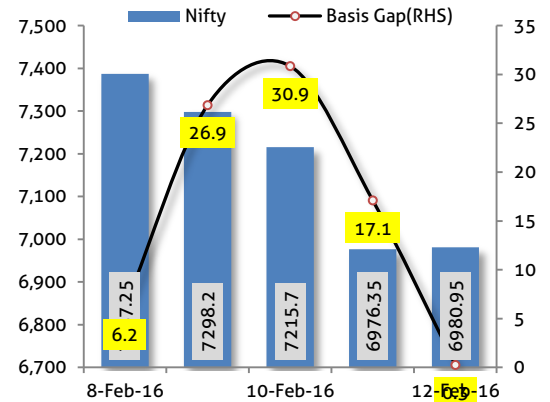
Source: BSE

Technical Analysis- NIFTY



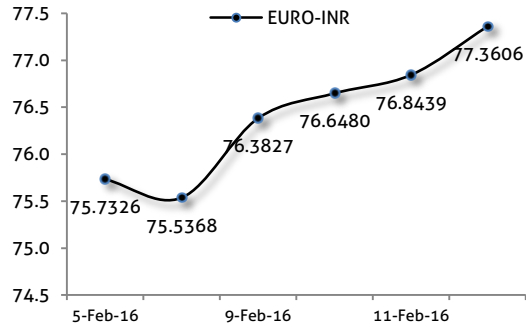
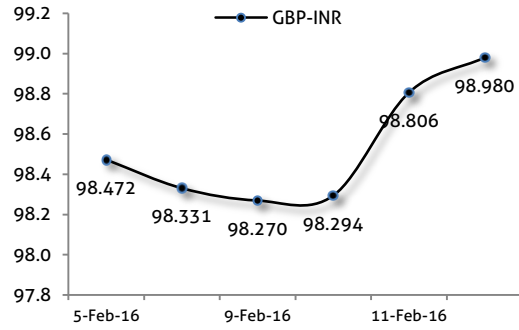
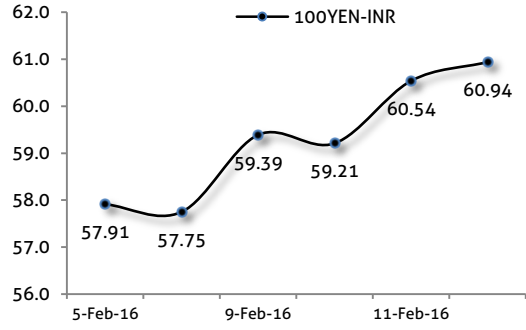
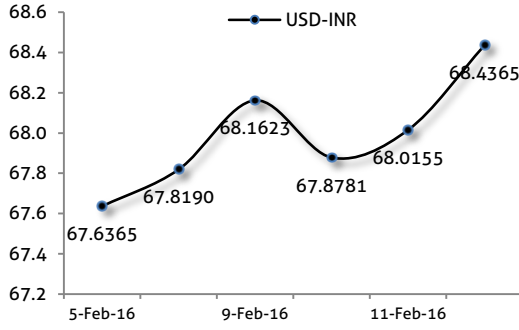
Nifty- Technical

Indian equity market has been hurt as Global Indices had been finding new worries for panic at regular intervals. The global sell-off intensified and had been sending our domestic index in a panic state. On the economic data front India's GDP for Q3 has come in at 7.3%, compared to revised 7.7% of second quarter and 6.6% of Q3 last year. Market had been awaiting statement from the Fed Chairman Yellen has kept the options open for a hike probably in December. Going ahead in the forthcoming week trend in global markets, investment by foreign portfolio investors (FPIs) and domestic institutional investors (DIIs), the movement of rupee against the dollar and crude oil price movement will dictate trend on the bourses in the near term.

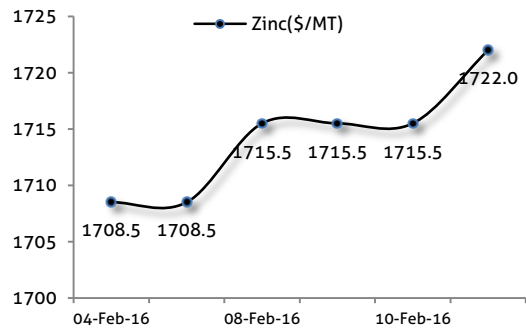
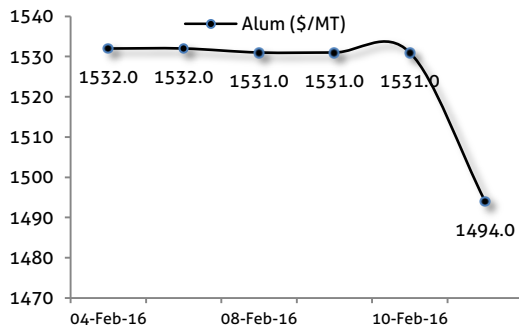
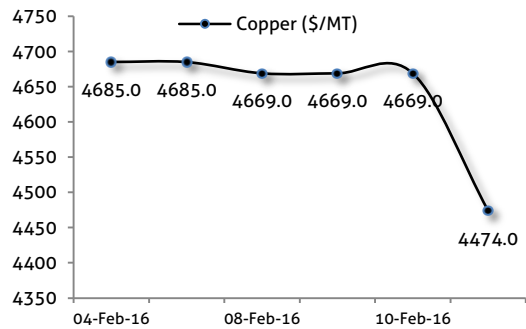
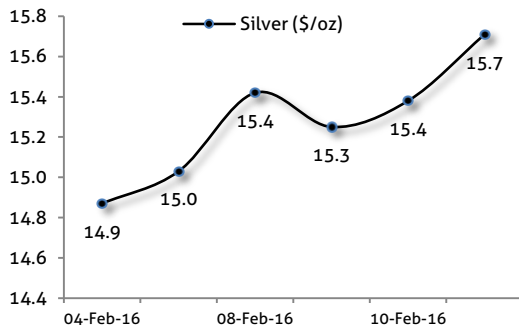
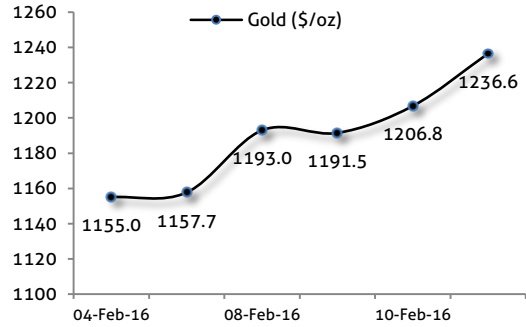
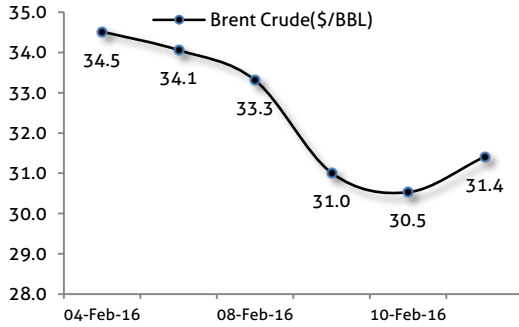


On the technical front Nifty witnessed intense selling pressure throughout the week and ended with a decline of 6.79%. On the technical front Nifty since March 2015 onward had been on a continuous downtrend which had lead the Index to trade amidst the downward sloping channel line . Nifty is now testing the lower panel of the channel line, inability to sustain above the said support level might prove catastrophic for the market and would continue its existing downtrend for a prolonged period. On the retracement principle too the crucial 50% retracement considering the rally since August 2013 is also breached at 7120 and now further violation of 6900 which currently is the 200 weekly dma might target lower levels of 6650 (being 61.8% retracement level). Other correlated market like that of DJIA, USDINR too is acting adverse against our domestic Index. However amidst all such pessimism Nifty is now in oversold price region on oscillator front which being the only positive aspect for the market right now. Hence in the forthcoming week though 6900 remains a crucial support but risk remains high for a long trade and it would be wiser to follow the trend. On the F&O front increase in OI followed by decrease in price indicating short buildup in Nifty Future. Indian VIX again surged by 15% and presently trading at high of 25%. PCR though decreased marginally to 0.78. On the option front fresh long addition were seen in 7000 and above strike prices while at the same time put option of 7000 & 6700 witnessed the same in an attempt to hedge for further downside.

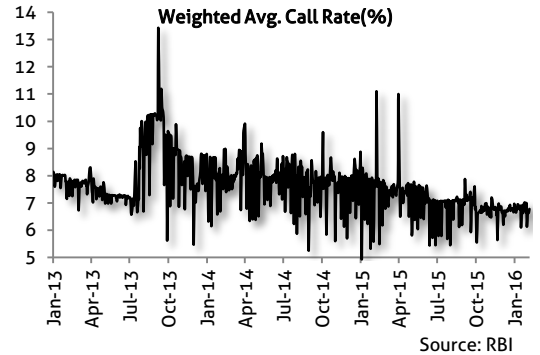
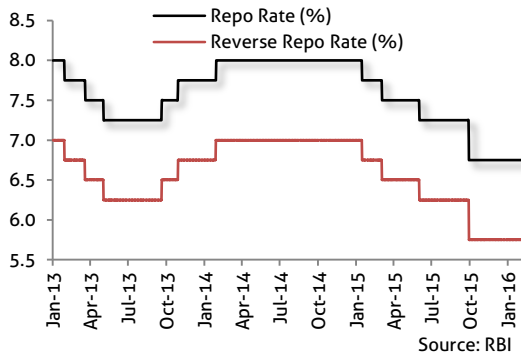
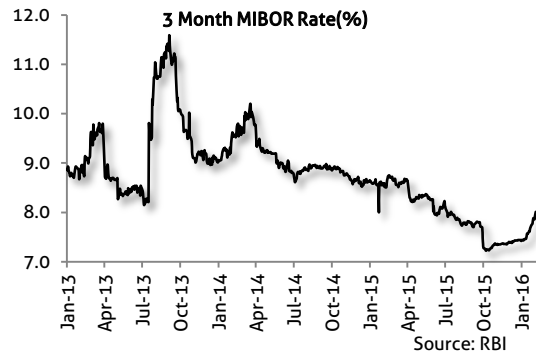
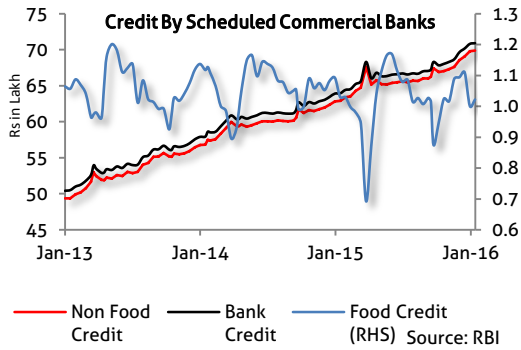
Currencies



Commodities



Banking Updates


 Weekly Call Status – 8th Feb 2016 – 12th Feb 2016

Particulars.	No. of Calls (nos.)	Gross profit/Loss (Rs.)	Profit booked (nos.)	Loss booked (nos.)	Exit at Cost
STKFUT	0	0	0	0	0
IDXFUT	0	0	0	0	0
STKOPT	0	0	0	0	0
IDXOPT	0	0	0	0	0
STBT-BTST	6	6414	5	1	0
CASH	18	13381	10	8	0
Total Calls	24	19795	15	9	0
OPEN POSITION	7	0	0	0	0

Sl No	Entry Date	Stocks	Type	Position	Bidding Price	Target Price	Stop Loss	Status (Booked/Exit/SL/TA)	Exit Rate	Exit Date	Profit/(Loss) from each call	Net profit/Loss
1	4-Feb-16	LT	CASH	BUY	1135	1180	1110	BOOKED	1145	8-Feb-16	10	890
2	4-Feb-16	SRTRANSFIN	CASH	BUY	834	865	819	BOOKED	865	8-Feb-16	31	3720
3	5-Feb-16	HEROMOTOCO	CASH	BUY	2545	2620	2510	BOOKED	2565	8-Feb-16	20	800
4	5-Feb-16	KOTAKBANK	CASH	BUY	684	705	674	BOOKED	690	8-Feb-16	6	882
5	5-Feb-16	AXISBANK	CASH	BUY	395	407	389	BOOKED	407.5	8-Feb-16	12.5	3175
6	8-Feb-16	IRB	CASH	BUY	240	250	235	SL	235	9-Feb-16	-5	-2085
7	8-Feb-16	YESBANK	CASH	BUY	778	810	765	SL	765	9-Feb-16	-13	-1677
8	8-Feb-16	GODREJCP	CASH	BUY	1260	1300	1240	SL	1240	9-Feb-16	-20	-1600
9	9-Feb-16	LUPIN	CASH	BUY	1835	1880	1820	BOOKED	1884	9-Feb-16	49	2695
10	9-Feb-16	ICICIBANK	CASH	BUY	208	218	203	SL	203	11-Feb-16	-5	-2405

Sl No	Entry Date	Stocks	Type	Position	Bidding Price	Target Price	Stop Loss	Status (Booked/Exit/SL/TA)	Exit Rate	Exit Date	Profit/(Loss) from each call	Net profit/Loss
11	9-Feb-16	EXIDEIND	CASH	BUY	127	135	124	SL	124	12-Feb-16	-3	-2364
12	9-Feb-16	ASIANPAINTS	CASH	SELL	882	865	892	BOOKED	865	11-Feb-16	17	1938
13	10-Feb-16	RELIANCE	CASH	BUY	963	988	950	SL	950	11-Feb-16	-13	-1352
14	10-Feb-16	INFY	CASH	BUY	1125	1195	1095	SL	1095	11-Feb-16	-30	-2670
15	11-Feb-16	BEL	CASH	SELL	1153	1110	1175	BOOKED	1110	12-Feb-16	43	3741
16	11-Feb-16	JETAIRWAYS	CASH	SELL	566	545	575	BOOKED	532	11-Feb-16	34	6018
17	11-Feb-16	ARVIND	CASH	SELL	274	260	280	BOOKED	260	12-Feb-16	14	5110
18	11-Feb-16	BANKBARODA	CASH	SELL	114	105	119	OPEN				
19	12-Feb-16	HEROMOTOCO	CASH	SELL	2475	2400	2510	SL	2510	12-Feb-16	-35	-1435

BTST-STBT Call

Sl No	Entry Date	Stocks	Type	Position	Bidding Price	Exit Rate	Exit Date	Profit/(Loss) from each call	Net profit/Loss
1	5-Feb-16	M&M	BTST	BUY	1217	1222	8-Feb-16	5	415
2	8-Feb-16	WIPRO	STBT	SELL	545	535	9-Feb-16	10	1840
3	9-Feb-16	SUNPHARMA	BTST	BUY	853	852	10-Feb-16	-1	-118
4	9-Feb-16	LICHSGFIN	STBT	SELL	423	418	10-Feb-16	5	1185
5	10-Feb-16	RELINFRA	BTST	BUY	441	444	11-Feb-16	3	681
6	10-Feb-16	VOLTAS	STBT	SELL	270	263.5	11-Feb-16	6.5	2411.5
7	12-Feb-16	BHARTIARTL	BTST	BUY	319				
8	12-Feb-16	JUSTDIAL	STBT	SELL	412				

Gross Profit/Loss Earned (Rs)	19796
Less: Expenses (Rs)*	-1647
Net Profit/Loss (Rs)	17607

*Considering Brokerage & Taxes @ 0.03%

Note: The above profit/loss is based on all open position carried forward from the previous week.
Cash Calls are calculated on a margin of Rs. 1,00,000.

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