

Ajmera x-change
The Growth Catalyst



Mobile Application

#Letsgetgoing



Ajmera House, Pathakwadi,
L.T. Marg,
Mumbai - 400002. INDIA

Tel: +91 22 4062 8853

Email: broking@ajmera.co.in

Website: www.ajmerax-change.co.in

EQUITY, DERIVATIVES, CURRENCY, COMMODITY, DEPOSITORY, MUTUAL FUNDS, INSURANCE* & NBFC*

VOL. 03/31

WEEKLY REPORT

10 February 2018

TOP 5 GAINERS

	09-FEB-18	02-FEB-18	VAR(%)
BOM DYEING	244.70	191.80	27.6
RELIGARE ENT	49.90	39.20	27.3
BAJAJ ELECT.	536.95	437.90	22.6
RAIN	391.65	331.80	18.0
INDBUL REAL	228.10	193.80	17.7

TOP 5 LOSERS

	09-FEB-18	02-FEB-18	VAR(%)
VAKRANGEE	202.00	263.10	-23.2
NATCO PHARM	812.35	924.35	-12.1
GLENMARK PHA535	590.85	590.85	-9.4
SHARDACROP	382.40	419.60	-8.9
PI INDUS.LTD	809.80	887.65	-8.8

INDEX SUMMARY

	09-FEB-18	02-FEB-18	VAR(%)
SENSEX	34005.76	35066.75	-3.0
NIFTY	10454.95	10760.60	-2.8
BSE TECH	6575.25	6759.87	-2.7
BSE - 100	10851.72	11115.45	-2.4
BSE -200	4583.10	4676.41	-2.0
BSE -500	14649.94	14886.09	-1.6
DOLLEX - 30	4340.08	4492.96	-3.4
DOLLEX - 200	1186.17	1215.04	-2.4
BSE - PSU	8715.18	8723.33	-0.1
BSE AUTO	25044.24	25213.33	-0.7
BSE BANKEX	28882.40	29910.23	-3.4
BSE Cap. Goods	19240.43	19939.32	-3.5
BSE CONS Dura	21218.79	21332.03	-0.5
BSE FMCG	10527.24	10684.86	-1.5
BSE Healthcare	14348.00	14067.60	2.0
BSE IT	12116.95	12494.67	-3.0
BSE METAL	15100.57	15011.79	0.6
BSE OIL & GAS	15541.87	15667.65	-0.8

Market slumps on global sell off

Key benchmark indices slumped last week following a massive sell-off in overseas stock markets triggered by spike in global bond yields. Higher bond yields make stock investments less attractive. Investor sentiment also remained negative after Finance Minister Arun Jaitley announced long term capital gains (LTCG) tax in Union Budget 2018 unveiled on 1 February 2018. The Budget proposed to tax LTCG on equities exceeding Rs 1 lakh at 10%.

In the week ended Friday, 9 February 2018, the SENSEX slumped 1,060.99 points or 3.03% to settle at 34,005.76, its lowest closing level since 4 January 2018. The Nifty 50 index tumbled 305.65 points or 2.84% to settle at 10,454.95, its lowest closing level since 3 January 2018.

Broader market, however, was resilient to selling pressure. The S&P BSE Mid-Cap index rose 60.21 points or 0.36% to settle at 16,634.91. The S&P BSE Small-Cap index rose 325.45 points or 1.82% to settle at 18,172.98. Both these indices outperformed the SENSEX.

Trading for the week started on a dismal note. The stock market fell sharply on Monday, 5 February 2018, amid global sell-off and as investor sentiment got hit after Finance Minister Arun Jaitley had announced bringing the long term capital gains (LTCG) tax in Union Budget 2018. The SENSEX had fallen 309.59 points or 0.88% to settle at 34,757.16, its lowest closing level since 12 January 2018.

The stock market registered sharp losses on Tuesday, 6 February 2018, amid global sell-off and in the aftermath of the introduction of the long-term capital gains (LTCG) tax on equities exceeding Rs 1 lakh at 10% in the Budget 2018 unveiled on 1 February 2018. The SENSEX had fallen 561.22 points or 1.61% to settle at 34,195.94, its lowest closing level since 5 January 2018.

The stock market closed the lackluster trading session with modest losses on Wednesday, 7 February 2018. The SENSEX had fallen 113.23 points or 0.33% to settle at 34,082.71, its lowest closing level since 4 January 2018.

The stock market registered modest gains on Thursday, 8 February 2018, as bargain hunting emerged on the bourses after seven straight sessions of losses. The SENSEX had risen 330.45 points or 0.97% to settle at 34,413.16, its highest closing level since 5 February 2018.

The stock market closed with strong losses on Friday, 9 February 2018, weighed by weak global stocks. The barometer index, the S&P BSE SENSEX fell 407.40 points or 1.18% to settle at 34,005.76.

Banks stocks witnessed selling pressure. Yes Bank (down 6.99%), IndusInd Bank (down 5.94%), Kotak Mahindra Bank (down 5.19%), HDFC Bank (down 4.94%), ICICI Bank (down 2.40%), Axis Bank (down 1.32%) and State Bank of India (down 0.17%), edged lower.

Auto stocks declined. Two-wheeler maker Bajaj Auto fell 3.63% to Rs 3,124.75.

Market Commentary

Tractor major Mahindra & Mahindra (M&M) fell 2.41% to Rs 749.95.

Car major Maruti Suzuki India fell 0.60% to Rs 8,946.45.

Tata Motors fell 3.87%. Tata Motors' consolidated net profit surged 988.6% to Rs 1214.60 crore on 16% growth in net sales to Rs 74156.07 crore in Q3 December 2017 over Q3 December 2016. The company announced Q3 result after market hours on Monday, 5 February 2018.

In a separate announcement made after market hours on Monday, 5 February 2018, Tata Motors said that the company and Warburg Pincus have mutually decided to call off the transaction in Tata Technologies. As per the transaction announced on 15 June 2017, Warburg Pincus was to acquire approximately 43% stake in Tata Technologies from Tata Motors and other Tata entities.

However, due to delays in securing regulatory approvals as well as due to the recent performance of the company not meeting internal thresholds because of market challenges, the parties to the transaction have mutually decided not to proceed with closure of the transaction. Tata Motors will continue to explore strategic options to sell its stake in Tata Technologies and remains positive on the outlook of the business.

Motorcycle major Hero MotoCorp fell 2.14%. Net profit rose 4.3% to Rs 805.43 crore on 14.8% growth in net sales to Rs 7305.49 crore in Q3 December 2017 over Q3 December 2016. The result was announced after market hours on Tuesday, 6 February 2018.

Earnings before interest, taxes, depreciation and amortization (EBITDA) stood at Rs 1158 crore in Q3 December 2017. EBITDA margin contracted to 15.9% in Q3 December 2017 from 16.9% in Q3 December 2016.

Hero MotoCorp chairman, managing director and chief executive officer, Pawan Munjal, said that the company grew on all key performance parameters including revenue, PAT and earnings before interest, taxes, depreciation and amortization (EBITDA) during the quarter, bucking the severe headwinds on the commodities front. With an enhanced focus on the premium segment and scooters, the company is confident of carrying the growth momentum forward, Munjal added.

IT stock declined. TCS (down 5.62%), Wipro (down 5.16%) and Infosys (down 2.62%), edged lower.

Telecom major Bharti Airtel ended almost flat at Rs 421.75. The company announced that Singapore Telecommunications (Singtel), Asia's leading communications and ICT solutions group and a long term partner of Bharti Airtel, will invest Rs 2649 crore in Bharti Telecom, the promoter company of Bharti Airtel, through preferential allotment of shares. The announcement was made on Monday, 5 February 2018.

The transaction is subject to the shareholders' approval of Bharti Telecom. The funds raised will be used towards debt reduction. With this investment, Singtel's total stake (along with its affiliates) in Bharti Telecom will increase to 48.9%.

Singtel currently holds 47.17% stake in Bharti Telecom. Bharti Enterprises continues to hold over 50% stake in Bharti Telecom.

The fresh round of investment highlights the confidence of Singtel in Bharti Airtel, and the increased attractiveness of the Indian telecom sector following the recent consolidation. The investment comes within 23 months of Singtel's participation in Bharti Telecom's right issue of Rs 2500 crore, which was completed in February 2016.

Drug major Sun Pharmaceutical Industries (Sun Pharma) rose 5.72% to Rs 582.65. It was the top gainer in the Sensex pack last week. The company will announce its Q3 results on 14 February 2018.

Sun Pharma announced after market hours on Monday, 5 February 2018, that a fire was observed at the solvent storage area at the company's Ankleshwar, Gujarat plant in the early hours of 4 February 2018. The plant manufactures intermediates and active pharmaceutical ingredients (APIs). The fire was put off by the site firefighting team with support from the DMPC fire tenders. There were no injuries during this incident and the situation is under control. There was no direct loss of production because of this incident. A detailed investigation is under progress, company said.

Drug major Dr. Reddy's Laboratories rose 3.43% to Rs 2,194.80. State-run Coal India 2.84% to Rs 300.45. Tata Steel rose 2.08% to Rs 683.65. State-run Power Grid Corporation of India rose 0.36% to Rs 193.20.

On the macro front, Markit Economics data of a monthly survey on the performance of India's services sector in January 2018 showed that the Nikkei India Services PMI increased to 51.7 in January from 50.9 in December 2017. The data was unveiled on Monday, 5 February 2018.

The Reserve Bank of India (RBI) kept policy rates unchanged after a policy meet on Wednesday, 7 February 2018. On the basis of an assessment of the current and evolving macroeconomic situation, the Monetary Policy Committee (MPC) of RBI decided to keep the policy repo rate under the liquidity adjustment facility (LAF) unchanged at 6%. Consequently, the reverse repo rate under the LAF remains at 5.75%, and the marginal standing facility (MSF) rate and the bank rate at 6.25%.

The decision of the MPC is consistent with the neutral stance of monetary policy in consonance with the objective of achieving the medium-term target for consumer price index (CPI) inflation of 4% within a band of +/- 2%, while supporting growth. The MPC reiterated its commitment to keep headline inflation close to 4% on a durable basis.

RBI introduced the Marginal Cost of Funds based Lending Rates (MCLR) system with effect from 1 April 2016 on account of the limitations of the base rate regime. With the introduction of the MCLR system, it was expected that the existing base rate linked credit exposures shall also migrate to MCLR system.

P/E Ratio

HIGH P/E RATIO STOCKS*

COMPANY	PRICE (09 FEB 2018)	52 WEEK		PE	IND. PE
		HIGH	LOW		
Rain Industries	392	476	76	440	8
Sundaram Clayton	5051	6195	3250	244	12
NIIT	97	119	72	242	5
Adani Enterp.	210	221	89	219	8
S C I	78	114	62	215	7
JK Tyre & Indust	177	192	112	201	16
MMTC	57	102	49	195	8
Piramal Enterp.	2640	3065	1739	167	24
Linde India	516	599	360	165	13
Marksans Pharma	40	58	34	143	13
Indian Hotels	137	161	101	117	40
Thomas Cook (I)	238	274	186	98	23
Trent	317	361	230	98	8
EIH	180	232	101	95	40
Sequent Scien.	76	147	65	91	13
Aegis Logistics	262	300	170	89	8
A B B	1592	1744	1170	83	23
Gillette India	6539	7197	4025	81	20
Blue Dart Exp.	4508	5422	3831	81	31
Motherson Sumi	360	395	226	80	12
BASF India	2118	2430	1121	79	13
Raymond	965	1141	493	77	17
Hind.Copper	79	111	55	75	6
Jubilant Life	942	1039	600	74	13
Johnson Con. Hit	2308	2775	1310	74	26
Elgi Equipment	336	344	198	71	16
P & G Hygiene	9286	9900	6668	71	20
Birla Corpn.	1002	1290	668	70	33
JK Lakshmi Cem.	415	535	375	69	33
3M India	18803	20097	10750	69	8
Apollo Hospitals	1122	1357	959	69	17
B H E L	95	122	81	69	23
Praj Inds.	95	132	61	66	8
Titan Company	797	938	411	65	14
Britannia Inds.	4635	4964	3052	65	25
Symphony	1694	2213	1154	63	9
Glaxosmi. Pharma	2451	2770	2309	63	21
UPL	711	902	681	61	4
Nestle India	6959	8001	5957	61	25
Blue Star	742	845	541	59	26
Essel Propack	279	317	226	59	10

* BSE 500 companies

HIGH P/E RATIO STOCKS*

COMPANY	PRICE (09 FEB 2018)	52 WEEK		PE	IND. PE
		HIGH	LOW		
Dr Reddy's Labs	2195	3033	1902	59	24
Timken India	819	1008	601	59	14
Asian Paints	1132	1261	954	59	23
Whirlpool India	1534	1680	950	58	9
Asahi India Glas	362	439	197	58	12
Dabur India	340	368	263	58	21
Siemens	1233	1470	1123	57	23
Hind. Unilever	1335	1411	841	57	20
Berger Paints	247	286	217	57	23
CRISIL	1946	2100	1752	57	10
Carborundum Uni.	361	428	253	56	17
Pidilite Inds.	878	972	662	54	13
Havells India	515	593	396	53	23
Kansai Nerolac	504	608	344	52	23
V I P Inds.	356	394	136	49	13

LOW P/E RATIO STOCKS*

COMPANY	PRICE (09 FEB 2018)	52 WEEK		PE	IND. PE	DIVY (%)
		HIGH	LOW			
Unichem Labs.	370	382	234	1	24	1
Balrampur Chini	120	183	106	5	20	3
NLC India	101	123	88	6	9	7
C P C L	376	477	340	6	10	6
GHCL	306	358	204	8	13	2
M R P L	118	146	99	8	10	5
Aban Offshore	187	280	161	11	14	0
DCM Shriram	545	628	270	11	21	1
Trident	73	110	67	12	17	2
Indo Count Inds.	105	210	92	12	12	1
Guj Alkalies	743	932	370	14	15	1
Infosys	1112	1220	862	15	33	3
Bajaj Hindusthan	14	19	13	15	20	0
SpiceJet	142	156	59	15	19	0
Wipro	285	335	229	16	33	0
Welspun India	67	100	59	16	17	1
J B Chem & Pharm	300	363	255	17	24	0
Apar Inds.	767	909	675	19	23	1
Nava Bharat Vent	148	184	111	23	26	1
MphasiS	896	918	522	25	33	2

Newever Trade Wings to declare Quarterly Result

Newever Trade Wings will hold a meeting of the Board of Directors of the Company on 14 February 2018.

O.P Chains announces board meeting date

O.P Chains will hold a meeting of the Board of Directors of the Company on 14 February 2018.

Fraser & Company to hold board meeting

Fraser & Company will hold a meeting of the Board of Directors of the Company on 14 February 2018.

SORIL Holdings & Ventures schedules board meeting

SORIL Holdings & Ventures will hold a meeting of the Board of Directors of the Company on 14 February 2018.

Auroma Coke schedules board meeting

Auroma Coke will hold a meeting of the Board of Directors of the Company on 14 February 2018.

KLK Electrical announces board meeting date

KLK Electrical will hold a meeting of the Board of Directors of the Company on 14 February 2018.

Lakhotia Polyesters (India) to discuss results

Lakhotia Polyesters (India) will hold a meeting of the Board of Directors of the Company on 14 February 2018.

Vaswani Industries announces board meeting date

Vaswani Industries will hold a meeting of the Board of Directors of the Company on 14 February 2018.

Shilpi Cable Tech announces board meeting date

Shilpi Cable Technologies will hold a meeting of the Board of Directors of the Company on 14 February 2018.

Nu Tek India to hold board meeting

Nu Tek India will hold a meeting of the Board of Directors of the Company on 14 February 2018.

Niraj Cement Structurals to announce Quarterly Result

Niraj Cement Structurals will hold a meeting of the Board of Directors of the Company on 14 February 2018.

Globus Spirits to hold board meeting

Globus Spirits will hold a meeting of the Board of Directors of the Company on 14 February 2018.

Aplaya Creations schedules board meeting

Aplaya Creations will hold a meeting of the Board of Directors of the Company on 14 February 2018.

Future Enterprises -DVR to announce Quarterly Result

Future Enterprises -DVR will hold a meeting of the Board of

Directors of the Company on 12 February 2018, to consider and approve the Unaudited Financial Results for the third quarter and nine months ended 31st December 2017.

Bullish Bonds & Holdings to hold board meeting

Bullish Bonds & Holdings will hold a meeting of the Board of Directors of the Company on 14 February 2018.

Globe Industrial Resources to hold board meeting

Globe Industrial Resources will hold a meeting of the Board of Directors of the Company on 13 February 2018.

Bazel Intl. announces board meeting date

Bazel Intl. will hold a meeting of the Board of Directors of the Company on 14 February 2018.

Achal Investments to table results

Achal Investments will hold a meeting of the Board of Directors of the Company on 14 February 2018.

Tijaria Polypipes to hold board meeting

Tijaria Polypipes will hold a meeting of the Board of Directors of the Company on 14 February 2018.

Covidh Technologies to declare Quarterly Result

Covidh Technologies will hold a meeting of the Board of Directors of the Company on 14 February 2018.

Jaypee Infratech to hold board meeting

Jaypee Infratech will hold a meeting of the Board of Directors of the Company on 13 February 2018.

Funny Software to announce Quarterly Result

Funny Software will hold a meeting of the Board of Directors of the Company on 13 February 2018.

NR International to hold board meeting

NR International will hold a meeting of the Board of Directors of the Company on 14 February 2018.

Vedavaag Systems to convene board meeting

Vedavaag Systems will hold a meeting of the Board of Directors of the Company on 12 February 2018.

Virgo Global to table results

Virgo Global will hold a meeting of the Board of Directors of the Company on 14 February 2018.

Aroma Enterprises (India) to conduct board meeting

Aroma Enterprises (India) will hold a meeting of the Board of Directors of the Company on 14 February 2018.

Frontier Informatics to discuss results

Frontier Informatics will hold a meeting of the Board of Directors of the Company on 14 February 2018.