

Morning Glance

Equity Research Desk

Indices	Value	Pts	Chg (%)
SENSEX	31892.23	161.74	0.51
NIFTY	9974.40	56.50	0.57
SGX NIFTY*	9970.00	(44.00)	(0.44)
DOW Jones	21987.56	39.46	0.18
S&P 500	2476.55	4.90	0.20
Nasdaq	6435.33	6.67	0.10
FTSE	7438.50	7.88	0.11
CAC	5123.26	37.68	0.74
DAX	12142.64	86.80	0.72
Shanghai Composite*	3371.77	4.66	0.14
Nikkei*	19515.50	(186.50)	(0.95)
Hang Seng*	27845.00	(108.16)	(0.39)

*As at 8.30 am

Most Active Call & Put Symbol	Strike Price	OI	Chg (%)
NIFTY	10000 CE	3507600	22.63
NIFTY	9800 PE	3531900	39.54

Commodity	Value	Pts	Chg (%)
NYMEX Crude (USD)	47.43	+0.14	0.30
Brent Crude (USD)	52.51	(0.24)	(0.45)
Gold (INR)	29823	659.00	2.26
Silver (INR)	40021	947.00	2.42
Copper (INR)	442	20.40	4.84
Zinc (INR)	205	6.10	3.07
Cotton (INR)	18760	280.00	1.52

Currency	Value	Pts	Chg (%)
USD/Rupee	64.02	0.12	0.19
Euro/Rupee	76.08	0.20	0.25
Pound/Rupee	82.94	(0.02)	(0.02)
Euro /USD	1.18	0.00	0.20
Dollar Index	92.67	(0.14)	(0.15)

Volatility	Value	Pts	Chg (%)
CBOE VIX	10.13	(0.46)	(4.34)
India VIX	11.68	(0.27)	(2.26)

Interest Rates	Value	Bps change
India 10-Yr Yield	6.49%	(4)
US 10-Yr Yield	2.17%	5

Trade Statistics	BSE	NSE	F & O
Turnover (INR Crs)	3322.43	27336.46	326441.39
Advance (Nos)	1603 (59%)	1104 (60%)	NA
Declines (Nos)	991 (36%)	562 (36%)	NA
Unchanged	143 (5%)	78 (4%)	NA

Market Summary

The market ended on a positive note on Friday. The market breadth was positive with more than 5 gainers for every 3 losers on BSE. 1603 shares advanced whereas 991 shares declined and 143 shares were unchanged on BSE.

BSE Sensex gained 162 points or (0.5%) to close at 31892. Nifty 50 was up 57 points or (0.6%) to settle at 9974. BSE Mid-Cap index advanced 147 points or (1.0%) to settle at 15687. BSE Small-Cap index gained 138 points or (0.9%) to settle at 16130.

Top gainer in BSE Sensex were Dr Reddys Labs (9.8%), Asian Paints (4.0%), Bajaj Auto (3.9%), Tata Motors (3.7%) and Tata Steel (1.9%) whereas top loser in BSE were TCS (6.1%), Bharti Airtel (5.4%), HDFC (5.3%), Wipro (2.3%) and Cipla (2.0%).

US markets closed positive, Dow Jones Industrial Average closed at 21988, advancing 39 points (0.2%), S&P 500 was up 5 points (0.2%) to close at 2477 and Nasdaq gained 7 points (0.1%) to close at 6435.

European markets closed positive, FTSE gained 8 points (0.1%) to close at 7439, CAC was up 38 points (0.7%) to close at 5123 and DAX was up 87 points (0.7%) to close at 12143.

Macro News

- Foreign portfolio investors were buyers in the Indian debt market for the seventh month in a row in August, taking their total investment to US\$ 20 billion so far this year. In August, overseas investors pulled out US\$ 2 billion from stock markets while they pumped in US\$ 2.40 billion in debt. The significant inflow in August follows a net inflow of INR 1,160 billion in the previous six months from February- July 2017. In January, FPIs withdrew more than INR 23 billion from the debt market.
- The credit growth of all scheduled commercial banks slowed down from 10.9% in FY16 to 8.1% in FY17. The growth in aggregate deposits, on the other hand improved from 9.3% in FY16 to 15.9% in FY17, largely on account of a massive flow of funds into the banking system after the demonetisation of November 2016. The banks' non-performing assets (NPAs) continued to display the highest level of stressed advances. The gross non-performing advances (GNPA) of banks rose to 9.6% in March, 2017 from 7.5% in March, 2016. The net NPA ratio of banks stood at 5.5% in March 2017.
- Concerned over onion price rise, the government on Friday said 2,400 tonnes of onions have been imported by private traders from Egypt to boost supply and indicated facilitating more imports if rates go up unreasonably high. The consumer affairs ministry is closely monitoring onion prices, which are ruling high in the range of INR 40-50 per kg in most retail markets depending on the quality.

Institutional Activity	01-Sep	Cash Sep2017
FII (INR Crs)		
Buy	3153	3153
Sell	3986	3986
Net	(833)	(833)
DII (INR Crs)		
Buy	2823	2823
Sell	2092	2092
Net	732	732

FII Derivative Statistics (NSE)				
Particulars	Buy (INR Crs)	Sell (INR Crs)	OI (Nos)	Chg (%)
INDEX FUTURES	1437.02	1143.50	160099	6.62
INDEX OPTIONS	34058.82	32136.58	817803	6.53
STOCK FUTURES	8030.14	7937.18	734818	1.83
STOCK OPTIONS	4501.51	4490.77	31464	2,340.96
Total	48027.49	45708.03		

Gainers & Losers	Price	Chg (%)
Gainers (INR)		
Dr Reddys Labs	2217.35	9.75
Asian Paints	1214.55	3.97
Bajaj Auto	2918.65	3.92
Tata Motors	390.70	3.74
Tata Steel	649.90	1.87
Losers (INR)		
TCS	2463.20	(6.12)
Bharti Airtel	422.45	(5.40)
HDFC	1759.20	(5.25)
Wipro	296.80	(2.25)
Cipla	568.60	(2.00)

Sectoral Performance	Value	Pts	Chg (%)
S&P BSE Small Cap	16130.12	138.49	0.87
S&P BSE Mid-Cap	15686.66	146.87	0.95
S&P BSE Auto	24147.50	458.83	1.94
S&P BSE BANKEX	27625.19	184.37	0.67
S&P BSE Capital Goods	17413.29	82.44	0.48
S&P BSE FMCG	10201.23	27.11	0.27
S&P BSE Healthcare	13390.64	241.38	1.84
S&P BSE IT	10046.35	(17.48)	(0.17)
S&P BSE Metals	13531.47	247.42	1.86
S&P Oil & Gas	15247.29	70.03	0.46

Key News

After dip in Q1, Tata Motors' CV sales up 24% in Jul-Aug

Tata Motors' domestic commercial vehicles sales grow by 24.35% in the July-August period after a decline of 15.62% in the Q1FY18. The sales rose to 59,378 units in the two month period of 2017-18, from 47,750 units in the year-ago period. In Q1FY18, the company's domestic CV sales had declined 15.62% to 66,397 units, as against 78,693 units in Q1FY17.

JSW Steel to spend INR 80 bn per year from capex until 2020

JSW Steel's INR 268 billion capex plan is on track and the company plans to spend INR 80 billion this year. The company has already announced expansion of its capacity to 25 mt from 18 mt, and in the long run to 40 mt. At the same time, the company has also been exploring opportunities globally.

Infosys buyback: Promoters offer to sell shares worth INR 20.39 bn

Infosys promoters, including iconic co-founders N R Narayana Murthy and Nandan Nilekani, have offered to sell as many as 17.7 million shares worth up to INR 20.38 billion in the company's INR 130 billion buyback offer. The promoters group have expressed their intention to be part of the company's first buyback plan in its over three-decade history and have offered to tender a maximum of 17.7 million shares. At a buyback price of INR 1,150 per share, this could mean a windfall of INR 20.39 billion for the promoter group, if all the shares tendered by them are accepted in the buyback offer.

International Data

Country	Data	Forecast	Previous
UK	Construction PMI	52.1	51.9

Sharad Avasthi

Head - Equity Research

sharad.avasthi@spagroupindia.com

Tel.: +91-022-42895600

Ext.206

Analyst Certification of Independence: The analyst(s) for this report certifies that all the views expressed in this report accurately reflect his or her personal views about the subject company(ies) or issuers and no part of his or her compensation was, is or will be, directly or indirectly related to specific recommendations or views expressed in this report. The research analysts are bound by stringent internal regulations and also legal and statutory requirements of the Securities and Exchange Board of India (hereinafter "SEBI") and the analysts' compensation are completely delinked from all the other companies and/or entities of SPA Securities Limited, and have no bearing whatsoever on any recommendation that they have given in the Research Report. Disclaimer and Disclosures as required under SEBI (Research Analyst) Regulations, 2014: SPA Securities Limited (hereinafter refer as SPA Securities) and its affiliates are engaged in investment banking, investment advisory, stock broking, institutional equities, Mutual Fund Distributor and insurance broking. SPA Securities is a SEBI registered securities broking company having membership of NSE, BSE & MCX for Equity, Future & Option, Currency Derivatives segment and Wholesale Debt Market. The Company is focused primarily on providing securities broking services to institutional clients and is empanelled as an approved securities broker with all the major Nationalised, Private and Co-operative banks, Corporate houses, Insurance Companies, Financial Institutions, Asset Management Companies and Provident Fund Trusts. Details of affiliates are available on our website i.e. www.spasecurities.com.

SPA Securities Limited is registered as a Research Analyst under SEBI (Research Analyst) Regulations, 2014. SEBI Reg. No. INH00002615.

We hereby declare that our activities were neither suspended nor we have defaulted with any stock exchange authority with whom we are registered in the last five years. We have not been debarred from doing business by any Stock Exchange/SEBI or any other authorities, nor has our certificate of registration been cancelled by SEBI at any point of time.

General Disclosures: This Research Report (hereinafter called "report") has been prepared by SPA Securities and is meant for sole use by the recipient and not for circulation. This Report does not constitute a personal recommendation or take into account the particular investment objectives, financial situations, or needs of individual clients. The recommendations, if any, made herein are expression of views and/or opinions and should not be deemed or construed to be neither advice for the purpose of purchase or sale of any security, (as defined under section 2(h) of securities Contracts (Regulation) Act.1956, through SPA Securities nor any solicitation or offering of any investment/trading opportunity on behalf of the issuer(s) of the respective security (ies) referred to herein. Recipients of this Report should rely on information/data arising out of their own investigations. Readers are advised to seek independent professional advice and arrive at an informed trading/investment decision before executing any trades or making any investments.

This Report has been prepared on the basis of publicly available information, internally developed data and other sources believed by SPA Securities to be reliable, although its accuracy and completeness cannot be guaranteed. Such information has not been independently verified and no guaranty, representation of warranty, express or implied, is made as to its accuracy, completeness or correctness. Any review, retransmission or any other use is prohibited.

The information, opinions, views expressed in this Research Report are those of the research analyst as at the date of this Research Report which are subject to change and do not represent to be an authority on the subject. While we would endeavour to update the information herein on a reasonable basis, we are under no obligation to update the information. Also, there may be regulatory, compliance or other reasons that prevent us from doing so. Hence all such information and opinions are subject to change without notice.

Our salespeople, traders, and other professionals may provide oral or written market commentary or trading strategies to our clients that reflect opinions that are contrary to the opinions expressed herein, and our proprietary trading and investing businesses may make investment decisions that may be inconsistent with the recommendations expressed herein.

This Research Report should be read and relied upon at the sole discretion and risk of the recipient. If you are dissatisfied with the contents of this complimentary Research Report or with the terms of this Disclaimer, your sole and exclusive remedy is to stop using this Research Report. Neither SPA Securities nor its affiliates or their respective directors, employees, agents or representatives shall be responsible or liable in any manner, directly or indirectly, for the losses or the damages sustained due to the investments made or any action taken on basis of this report, including but not restricted to, fluctuation in the prices of shares and bonds, changes in the currency rates, diminution in the NAVs, reduction in the dividend or income, etc.

Compensation of our Research Analysts is not based on any specific merchant banking, investment banking or brokerage service transactions. SPA Securities may have issued other reports in the past that are inconsistent with and reach different conclusion from the information presented in this report.

SPA Securities, its affiliates and employees may, from time to time, effect or have effected an own account transaction in, or deal as principal or agent in or for the securities mentioned in this document. They may perform or seek to perform investment banking or other services for, or solicit investment banking or other business from, any company referred to in this report.

The user should consult their own advisors to determine the merits and risks of investment and also read the Risk Disclosure Documents for Capital Markets and Derivative Segments as prescribed by Securities and Exchange Board of India before investing in the Indian Markets.

A graph of daily closing prices of securities is available at www.nseindia.com and <http://economicstimes.indiatimes.com/markets/stocks/stock-quotes>. (Choose a company from the list on the browser and select the "three years" icon in the price chart).

Disclaimers in respect of jurisdiction: This report is not directed to, or intended for distribution to or use by, any person or entity who is a citizen or resident or located in any locality, state, country or other jurisdiction where such distribution, publication, reproduction, availability or use would be contrary to law or regulation or what would subject SPA Securities or its affiliates to any registration or licensing requirement within such jurisdiction. If this report is inadvertently sent or has reached any individual in such country, especially, USA, the same may be ignored and brought to the attention of the sender. This document may not be reproduced, distributed or published for any purposes

Statements on ownership and material conflicts of interest, compensation - SPA and Associates

Disclosure of interest statement	Yes/No
SPA Securities/its Affiliates/Analyst/his or her Relative financial interest in the company	No
SPA Securities/its Affiliates/Analyst/his or her Relative actual/beneficial ownership of more than 1% in subject company at the end of the month immediately preceding the date of the publication of the research report or date of public appearance.	No
Investment banking relationship with the company covered	No
Any other material conflict of interest at the time of publishing the research report	No
Receipt of compensation by SPA Securities or its Affiliated Companies from the subject company covered for in the last twelve months:	
• Managing/co-managing public offering of securities	
• Investment banking/merchant banking/brokerage services	No
• products or services other than those above	
• in connection with research report	
Whether Research Analyst has served as an officer, director or employee of the subject company covered	No
Whether the Research Analyst or Research Entity has been engaged in market making activity of the Subject Company:	No

SPA Securities Ltd: Mittal Court, A-Wing, 10th Floor, Nariman Point, Mumbai - 400 021, Tel. No. : +91-022-4289 5600, Fax: +91 (22) 2657 3708/9

For More Information Visit Us At : www.spasecurities.com

SPA CAPITAL SERVICES LIMITED

Investment Advisory services,
AMFI Reg. No. ARN-007

SPA Capital Advisors Limited

SEBI registered Category-1
Merchant Bankers
SEBI Regn. No. INM000010825

SPA COMTRADE PRIVATE LIMITED

SPA INSURANCE BROKING SERVICES LTD.

Direct Broker for Life and General
Insurance Broking
IRDA Lic. Code No. DB053/03

SPA Securities Ltd

NSE Cash
NSE Future & Option
NSE Currency Derivatives
BSE Cash
BSE Currency Derivatives
MCX-SX Cash
MCX-SX Future & Option
MCX-SX Currency Derivatives
Mutual Fund
CDSL DP
NSDL DP
SEBI Research Analyst

SEBI Reg. Nos.

INB231178238
INF231173238
INE231178238
INB011178234
INE011178234
INB261178231
INF261178231
INE261178238
ARN 77388
IN-DP-CDSL-485-2008
IN-DP-NSDL-316-2009
INH100002615