




**Inside
The Issue**


**Market
Outlook**

Page-3


**Technical
Picks**

Page-4-5


**Auto
Sector**

Page-6


**Commodity
Outlook**

Page-7


**Mutual
Fund**

Page-8-9

MOVERS AND SHAKERS

INDIAN INDICES

Indices	Jun-17	May-17	Monthly Change (%)
SENSEX	30921.61	31145.80	-0.72 ↓
NIFTY 50	9520.90	9621.25	-1.04 ↓
NIFTY BANK	23211.20	23424.80	-0.91 ↓
NIFTY MIDCAP 100	17729.75	17509.90	1.26 ↑
NIFTY 500	8331.60	8350.95	-0.23 ↓
NIFTY IT	10155.05	10549.10	-3.74 ↓
NIFTY REALTY	263.45	250.40	5.21 ↑
NIFTY INFRA	3201.35	3213.15	-0.37 ↓

(Source: BSE & NSE)

BSE SECTORAL INDICES

Indices	Jun-17	May-17	Monthly Change (%)
AUTO 	23408.17	24161.95	-3.12 ↓
BANKEX 	26277.96	26547.35	-1.01 ↓
CD 	16012.71	15400.15	3.98 ↑
CG 	17075.94	17596.08	-2.96 ↓
FMCG 	10428.17	10106.15	3.19 ↑
HC 	14190.58	13563.80	4.62 ↑
IT 	9833.46	10229.52	-3.87 ↓
METAL 	11374.12	11247.61	1.12 ↑
OIL&GAS 	13202.65	14247.08	-7.33 ↓
PSU 	8112.61	8677.14	-6.51 ↓
REALTY 	2043.23	1931.11	5.81 ↑
TECK 	5523.75	5710.69	-3.27 ↑

(Source: BSE)

GLOBAL INDICES

Indices	Jun-17	May-17	Monthly Change (%)
DOW JONES	21349.63	21008.65	1.62 ↑
NASDAQ	6140.42	6198.52	-0.94 ↓
HANG SENG	25764.58	25660.65	0.41 ↑
FTSE	7312.72	7519.95	-2.76 ↓
NIKKEI	20033.43	19650.57	1.95 ↑

(Source: Telequote software)

COMMODITIES

Particulars	Jun-17	May-17	Monthly Change (%)
MCX GOLD 	28439.00	28843.00	-1.40 ↓
MCX SILVER 	38344.00	40096.00	-4.37 ↓
MCX CRUDE OIL 	2968.00	3127.00	-5.08 ↓
MCX NATURAL GAS 	193.80	198.60	-2.42 ↓

(Source: Telequote software)

FOREX

Particulars	Jun-17	May-17	Monthly Change (%)
USD-INR ₹	64.58	64.51	0.11 ↑
EUR-INR €	73.67	72.41	1.74 ↑
GBP-INR £	83.79	82.82	1.17 ↑
JPY-INR ¥	57.67	58.20	-0.91 ↓

(Source: Telequote software)

FII Activity (Rs. Cr.)

Date	Gross Purchases	Gross Sales	Net Pur/Sales
Total for Jun 2017	126,653.00	123,036.18	3,616.82 ↑
Total for 2017*	677,207.90	623,853.40	53,354.50 ↑

(Source: SEBI)

MF Activity (Rs. Cr.)

Date	Gross Purchases	Gross Sales	Net Pur/Sales
Total for Jun 2017	36,713.74	29,759.47	6,954.27 ↑
Total for 2017*	247,928.62	210,111.56	37,817.36 ↑

*From Jan - 28 Jun, 2017

(Source: SEBI)



Monthly Market Roundup

Indian equity markets started the month of June with upward bias and touched all time high levels in the first week of the month. The market sentiments turned negative due to major events i.e. RBI kept interest rates unchanged, banks NPA crisis, weak global cues, US Fed rate hike and implementation of GST. Investors were cautious ahead of rollout of GST and expectations that it will hamper corporate earnings. India got freedom from tax corruption as the much awaited GST rolled out on 1st July, 2017 marking India's biggest tax reform since independence. The government will be the

biggest beneficiary as revenues will flow to it due to reduction in tax evasion and it will be positive for the growth of the Indian economy.

The month finally ended with downward bias as S&P BSE Sensex delivered negative returns of 0.72% to settle at 30921.61 and Nifty 50 lost 1.04% ending the month at 9520.90.

On the institutional side, foreign institutional investors (FIIs) bought Rs 3,616.82 crore worth of equities during the month while domestic mutual fund houses continued their buying spree with net purchases of Rs 6,954.27 crore in June 2017.

Economic Data Wrap Up –June

- India's May Nikkei manufacturing PMI fell to 51.6 from 52.5 in Apr.
- India's May Nikkei Services PMI rose to 52.2 from 50.2 in Apr.
- India's Apr IIP growth fell to 3.1% from 3.8% in Mar.
- India's May CPI inflation fell to 2.18 from 2.99% in Apr.
- India's May WPI inflation fell to 2.17% from 3.85% in Apr.
- India's May trade deficit rose to \$13.84 bln from \$6.27 bln YoY.
- India's May core sector growth rose to 3.6% from 2.8% in Apr.

Market Outlook: July

Going ahead, Indian equity markets will remain volatile this month due to implementation of Goods and Service Tax (GST). Investors are under the cloud of uncertainty over the implications of the GST on individuals and corporates. While the government expects GST to revolutionise India's taxing system and is being marketed as one nation one tax. It will benefit industry, government and consumer as it will lower the cost of goods and services give a boost to the economy and improve ease of doing business. The tax will boost the country's fiscal health in the long term.

Further, progress of monsoon rains, trends in global markets, Q1FY18 corporate earnings, monsoon session of parliament which will be started from on 17th July, 2017 and presidential election results are the major factors which will impact the markets. On the global front, the US FOMC meeting minutes, European Central Bank (ECB) monetary policy and Japanese monetary policy will be keenly watched by market participants. Hence, we recommend investors to invest in fundamentally sound companies with long term view.

Nifty Technical Outlook: July



On the monthly chart, we are observing a doji candlestick pattern which reflects indecisiveness prevailing at current levels. In the coming month if Nifty trades and closes above 9574 level then it is likely to test 9650 – 9727 – 9815 levels. However, if Nifty trades and closes below 9466 level then it can test 9391 – 9315 – 9226 levels.

Broadly, we are of the opinion that for current month as long as Nifty holds 9391 on daily closing basis there is high probability that Nifty may test the 9800 – 9900 in couple of months. Investors should pick up quality stocks for long-term horizon to gain from the uptrend.



Balaji Telefilms Ltd



TECHNICAL PICK



Balaji Telefilms Limited is an India-based media and entertainment company. It is engaged in the production of television content. It operates through two segments: commissioned programmes and feature films. The commissioned programmes segment is engaged in the sale of television serials to channels. The feature films segment is engaged in the business of production and/or distribution of motion pictures and films. The company is into television business, movies business and digital business. Its television business consists of Chhayabani Balaji Entertainment Private Limited, Marinating Films Private Limited, Event Media LLP and BOLT Media Limited. Balaji Motion Pictures Limited (BMPL), the movie production arm of BTL, is engaged in film production and distribution of Hindi movies. Its digital business consists of ALT Digital Media Entertainment Limited (ALT Digital), a video streaming platform that allows users to watch content on screens across devices.

Technical Outlook:

On the weekly chart, the stock is in a steady uptrend. At present the momentum indicators are gaining strength. This suggests upside momentum in the counter.

Hence we recommend buying in stock at Rs 141 or on a decline up to Rs 136 with a stop loss of Rs 125 for a target of Rs 160-175 levels.

Balaji Telefilms Ltd

BUY

CMP: ₹141.80 (As on 30th June 2017)

Buy: ₹141-136

Target Price: ₹160-175

Stop-Loss: ₹125





MEGHMANI
An Essence of Excellence...



Meghmani Organics Ltd

BUY

CMP: ₹50.35 (As on 30th June 2017)

Buy: ₹48-46

Target Price: ₹65-76

Stop-Loss: ₹42



**TECHNICAL
PICK**



Meghmani Organics Limited is an India-based manufacturer of pigment and pesticide products. Its segments include pigments, agro chemicals and basic chemical. The pigments segment manufactures and distributes phthalocynine green 7, copper phthalocynine blue, alpha blue and beta blue. The agro chemicals segment manufactures and distributes technical, intermediates and formulations of insecticides. The basic chemicals segment includes basic chemicals, which undergo processing in various stages before being converted into downstream chemicals that are used by the agriculture sector and also by consumers. The others segment includes trading activity. The company produces pesticides for crop and non-crop applications, such as for public health, insect control in wood preservation and food grain storage. Its brands include Megastar, Megacyper, Megaban, Synergy and Courage. Its basic chemicals portfolio includes caustic soda, chlorine and hydrogen.

Technical Outlook:

On the quarterly chart, the stock has witnessed strong consolidation and any close above 53 levels would give a quarterly breakout which would propel upside momentum. Further, the daily RSI is gaining momentum.

Hence we recommend buying in stock on a decline up to Rs 48-46 levels with a stop loss of Rs 42 for a target of Rs 65-76 levels.

AUTO SECTOR

June Sales




Maruti Suzuki
Total Sales: 106,394 units, 7.6% yoy up
 PV Sales: 93,057 units, 1% yoy up
 Domestic Sales: 93,263 units, 1.2% yoy up
 Exports: 13,131 units, 95.8% yoy down



TVS Motor
Total Sales: 273,791 units, 11% yoy up
 2Wheeler Sales: 268,638 units, 11.8% yoy up
 3Wheeler Sales: 5,153 units, 27.7% yoy down
 Exports: 44,389 units, 13.3% yoy up



Mahindra & Mahindra
Total Sales: 35,716 units, 8% yoy down
 PV Sales: 16,170 units, 5% yoy down
 CV Sales: 15,131 units, 12% yoy up
 Exports: 1,411 units, 1% yoy up



Atul Auto
Total Sales: 3,288 units, 1.5% yoy down



Tata Motors
Total Sales: 41,358 units, 9% yoy down
 PV Sales: 11,176 units, 10% yoy down
 CV Sales: 25,678 units, 2% yoy down
 Exports: 3,504 units, 40% yoy down



Escorts
Total Sales: 5,776 units, 16.8% yoy down
 Domestic Sales: 5,669 units, 17.7% yoy up
 Exports: 107 units, 91.1% yoy up



Bajaj Auto
Total Sales: 244,878 units, 23% yoy down
 Domestic Sales: 126,975 units, 34% yoy down
 CV Sales: 40,211 units, 8% yoy down
 Motorcycle Sales: 204,667 units, 25% yoy down
 Exports: 117,903 units, 4% yoy down



Ashok Leyland
Total Sales: 12,330 units, 11% yoy up
 M&HCV Sales: 9,202 units, 6% yoy up
 LCV Sales: 3,128 units, 29% yoy up



Hero MotoCorp
Total Sales: 624,185 units, 14% yoy up



Volvo-Eicher Commercial Vehicles
Total Sales: 3,921 units, 20.5% yoy down
Eicher Branded Trucks & Buses
Total Sales: 3,885 units, 20.4% yoy down
 Domestic Sales: 3,382 units, 20.5% yoy down
 Exports: 503 units, 19.1% yoy down

COMMODITY OUTLOOK



Mustard Seed-A 'must have' commodity in your portfolio!

RM Seed August Contract

CMP: ₹ 3651 (As on 30th June, 2017)

Buy Range: ₹ 3651-3560

Targets: ₹ 3930-4100

Stop loss: < ₹ 3500

One of the major oilseeds, Mustard seed has seen a relentless fall since the beginning of this year, thanks to a good sowing and harvesting season that span from November to May. This kind of price behavior depends on the momentum of demand and supply and thus it doesn't remain constant every year. However, the period after harvest season is always very crucial, i.e. the period from June to October. After arrivals end, fresh demand can emerge from usually new points which may absorb the stored quantity in few spells. Here the opportunity lies as after seeing good arrivals, prices are usually down. Currently, we are almost near this opportunity as there is a huge eight months' time left for next arrival season and looking at the steady pace of physical demand, prices are not going to sustain at lower levels for long. Let us check the same on technical charts.

Technically, prices are in an oversold region and if we look at last six-seven trading sessions then it becomes clear that bulls are slowly gaining



momentum over bears. Also, the oilseed chart has a huge trend line breakout in its kitty that has taken place on the last day of June. The foremost support can be seen in the pattern of momentum indicators like RSI and MACD. Both these indicators have been pointing towards a positive divergence coupled with a positive crossover since a long time. Another important indicator, ADX, has fully converged and is now powering the positive territory. After gauging the efficacy of these supportive facts, a bullish reversal looks inevitable.

We recommend buying in RM Seed August contract at Rs 3651 and on dips to Rs 3580-3560 for targets in the range of Rs 3930-4100. Maintain stop loss below Rs 3500.

MUTUAL FUND

MUTUAL FUND ROUNDUP

Indian equity markets ended negative in June 2017. The barometer index, S&P BSE Sensex delivered negative return of 0.72% to settle at 30921.61 and Nifty 50 lost 1.04% ending the month at 9520.90.

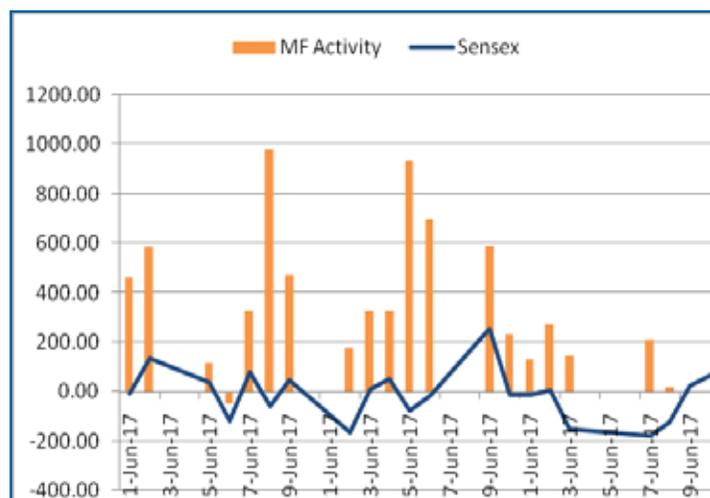
MF ACTIVITY

Indian mutual funds turned net buyers of equities to the tune of Rs 6,954.27 crore in the month of June 2017. Highest buying was recorded in the third week of the month when the fund houses made total net buy of Rs 2,462.66 crore of equities. On the other hand, foreign institutional investors (FIIs) bought Rs 3,616.82 crore worth of equities in June 2017.

MUTUAL FUND ACTIVITY IN JUNE 2017

Rs in Crores	Gross Purchases	Gross Sales	Net Investment
1 st Week	3823.46	2771.48	1051.98
2 nd Week	9368.18	7528.81	1839.37
3 rd Week	10376.46	7913.80	2462.66
4 th Week	9240.78	7867.58	1373.20
5 th Week	3904.86	3677.80	227.06
Total	36713.74	29759.47	6954.27

Note: Mutual Fund Activity as on 28th June, 2017



EQUITY SCHEME RECOMMENDATION

Scheme Name	Latest NAV*	AUM as on 31 st May 2017 (Rs in Cr)	Launch Date	Returns (%)				Min. Investment Amount	
				One Year	Three Years	Five Years	Since Inception	SIP	Lump sum
Large Cap Fund									
Birla Sun Life Frontline Equity Fund	201.49	17,404	30-Aug-02	18.99	13.48	19.13	23.13	1,000	5,000
Mirae Asset India Opportunities Fund	42.27	3,848	04-Apr-08	24.69	16.68	21.43	16.89	1,000	5,000
SBI Blue Chip Fund	34.92	13,942	14-Feb-06	15.82	15.77	20.14	11.62	500	5,000
Multi Cap Fund									
Birla Sun Life Advantage Fund	390.71	3,549	24-Feb-95	24.73	18.28	23.01	18.44	1,000	5,000
Franklin India High Growth Companies Fund	35.95	6,527	26-Jul-07	19.96	18.33	24.63	13.74	500	5,000
ICICI Prudential Value Discovery Fund	132.99	17,304	16-Aug-04	10.95	13.87	22.24	22.26	1,000	5,000
Motilal Oswal MOST Focused Multicap 35 Fund	23.78	6,785	28-Apr-14	30.41	25.67	N.A.	31.37	1,000	5,000
Mid Cap & Small Cap Fund									
DSP BlackRock Small and Mid Cap Fund	50.78	4,017	14-Nov-06	25.04	20.24	25.31	16.51	500	1,000
Franklin India Smaller Companies Fund	53.67	5,696	13-Jan-06	23.12	23.95	31.70	15.78	500	5,000
HDFC Mid-cap Opportunities Fund	51.74	16,606	25-Jun-07	28.63	20.95	26.26	17.86	1,000	5,000
Mirae Asset Emerging Bluechip Fund	45.45	3,898	09-Jul-10	34.88	27.91	31.65	23.75	1,000	N.A.
Reliance Small Cap Fund	37.01	3,767	16-Sep-10	34.79	24.45	31.93	21.06	500	5,000

Note: Returns as on 30th June, 2017, Returns < 1 yr annualized, Returns > 1 yr compounded annualized

DEBT SCHEME- LIQUID FUNDS RECOMMENDATION

Scheme Name	Latest NAV*	AUM as on 31 st May 2017 (Rs in Cr.)	Returns (%)				
			One Month	Three Months	Six Months	One Year	Since Inception
Liquid Fund							
DSP BlackRock Liquidity Fund	2355.26	16,402	0.53	1.63	3.27	6.85	7.66
HDFC Liquid Fund	3250.66	31,985	0.52	1.63	3.26	6.81	7.31
Ultra Short Term Fund							
Birla Sun Life Cash Manager Fund	398.93	7,668	0.62	1.78	3.46	7.73	7.50
Franklin India Ultra Short Bond Fund	22.73	10,419	0.71	2.16	4.36	9.36	8.99
Reliance Money Manager Fund	2281.85	17,607	0.63	1.83	3.53	7.78	8.35

Note: NAV and Returns as on 30th June 2017, Returns < 1 yr annualised, > 1 yr compounded annualised.

ELSS SCHEME RECOMMENDATION

Scheme Name	Latest NAV*	Launch Date	Returns (%)			
			OneYear	Three Years	Five Years	Since Inception
Birla Sun Life Tax Relief 96	27.31	06-Mar-08	21.27	18.56	22.13	11.38
DSP BlackRock Tax Saver	42.00	18-Jan-07	22.16	16.61	21.36	14.72
Franklin India Taxshield	508.59	10-Apr-99	14.38	15.94	19.22	24.25
Motilal Oswal MOST Focused Long Term Fund	15.96	15-Jan-15	36.71	N.A.	N.A.	21.13

Note: NAV and Returns as on 31st June 2017, Returns < 1 yr annualised, > 1 yr compounded annualised

THE MONTH AHEAD KEY FINANCIAL EVENTS JULY 2017



JULY 01

- Indian GST Implementation
- Indian Automobile Sales Data, by Automakers



JULY 03

- Indian Nikkei Manufacturing PMI
- Chinese Caixin Manufacturing PMI
- UK Manufacturing PMI



JULY 05

- Indian Nikkei Services PMI
- US FOMC Meeting Minutes



JULY 06

- ECB Monetary Policy Meeting Accounts
- US Trade Balance



JULY 07

- US Non-Farm Employment
- UK Industrial Production
- ALL G20 Meetings



JULY 10-14

- Indian Automobile Sales Data, by SIAM
- Indian FDI Equity Inflow



JULY 12

- Indian Industrial Production (IIP)
- Indian Consumer Price Index (CPI)
- European Industrial Production



JULY 13

Chinese Trade Balance



JULY 14

- Indian WPI Inflation
- US Industrial Production



JULY 14-17

Indian Trade Data



JULY 17

- Chinese GDP
- Chinese Industrial Production
- Indian Monsoon Session of Parliament Starts



JULY 20

- Japanese Monetary Policy
- Japanese Trade Balance
- ECB Monetary Policy
- Indian Presidential Election Result



JULY 26

- US FOMC Meeting
- UK Prelim GDP



JULY 28

US Advance GDP



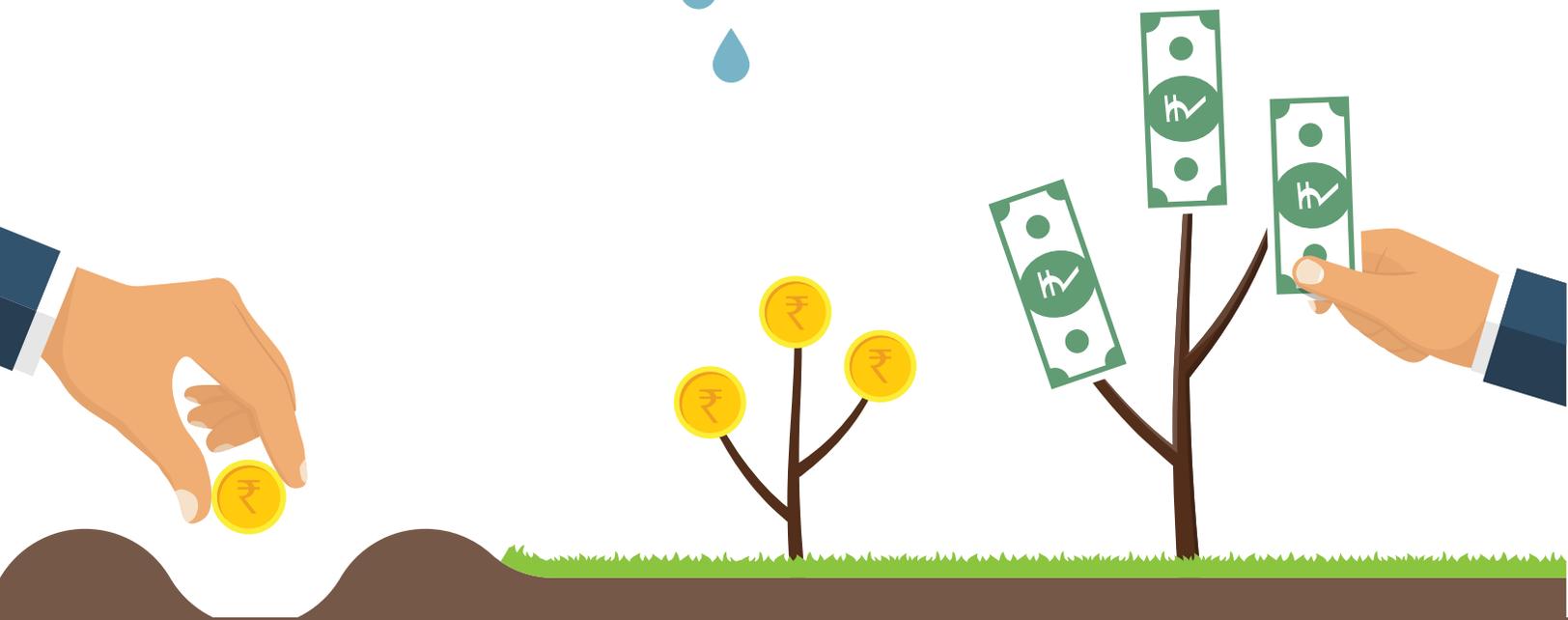
JULY 31

- Indian Core Sector Growth
- Indian Government Finance





A disciplined approach to wealth creation



Small amounts invested every month through SIP can help you generate long term wealth for a financially secured future

Equities & Derivatives | Commodities | Currency | Bonds | IPO | Mutual Fund Advisory | PCG | Depository | Online Trading | Mobile Trading | Merchant Banking

Registered Office: E-5 Ratlam Kothi, Indore – 452001 (M.P). BSE - INB/INF 010705532; NSE – INB/INF 230783938;
NSDL : IN-DP-NSDL-165-2000; CDSL: IN-DP-CDSL-317-2005; AMFI – ARN 15114; SEBI - RA INH000002764

Disclaimer: This document has been prepared by Arihant Capital Markets Ltd (hereinafter referred to as Arihant). This document does not constitute an offer or solicitation for the purchase and sale of any financial instrument by Arihant. This document has been prepared and issued on the basis of publicly available information, internally developed data and other sources believed to be reliable. Whilst meticulous care has been taken to ensure that the facts stated are accurate and opinions given are fair and reasonable, neither the analyst nor any employee of our company is in any way responsible for its contents. This document is prepared for assistance only and is not intended to be and must not alone be taken as the basis for an investment decision. The user assumes the entire risk of any use made of this information. Arihant and/or its affiliates and/or employees may have interest/positions, final or otherwise in securities/commodities, which are the subject of this document or in related investments and may have acted upon or used the information contained in this document or the research or the analysis on which it is based, before its publication. This is just a suggestion and Arihant will not be responsible for any profit or loss arising out of the decision taken by the reader of this document. Affiliates of Arihant may have issued other reports that are inconsistent with and reach different conclusion from the information presented in this report. Any decision to purchase or sell as a result of the opinions expressed in this report will be the full responsibility of the person authorizing such transactions. The products/instruments discussed in this report may not be suitable for all investors. Any person subscribing to or investing in any product/instruments should do so on the basis of and after verifying the terms attached to such product/ instrument. Products/instruments are subject to market risks and returns may fluctuate depending on various factors. Past performance of the products/instruments does not indicate the future prospects & performance thereof. Such past performance may not be sustained in future. The investors shall obtain, read and understand the risk disclosure documents, offer documents and/or any other relevant documents before making any decision for investment. This information is subject to change without any prior notice. No matter contained in this document may be reproduced or copied without the consent of the firm.