

Sensex up 112.78 points on Monday, 16 April 2018 -8th consecutive surge

Sensex rose 112.78 points or 0.3% to 34305.43.
Nifty rose 47.75 points or 0.5% to 10528.35.
Mid Cap rose 0.3%. Small Cap rose 0.6%.
BSE 500 rose 0.5%. Sensex Gainers: 19

Of 22 BSE Sectoral indices, 14 posted gains.
Advancers: 1253 Decliners: 1416 Unchanged: 207
Advance/Decline Ratio 6:7

Sensex Day's Range: 34341.46 – 33899.34
52-Wk Sensex Range: 36443.98 – 29241.48
Nifty Day's Range: 10540.15 – 10396.35
52-Wk Nifty Range: 11171.55 – 9075.15

Sensex Gainers included Hero MotoCorp +2%, Kotak Bank +1.9%, Adani Ports +1.9%, M&M +1.8% and Bajaj Auto +1.7%.

Sensex Losers included Tata Motor -5%, Infosys -3.1%, SBI -0.8%, ONGC -0.6%, Tata Steel -0.5%, ICICI Bk -0.3%, Rel Ind -0.2%.

Sectoral Gainers were Realty +1.8%, Healthcare +1.1%, FMCG +1%, Basic Materials +0.8%, Consumer Discretionary +0.7%, Finance +0.7%, Power +0.7%, Manufacturing +0.7%, Utilities +0.6%, Infrastructure +0.5%, Capital Goods +0.4%, Auto +0.3%, Bankex +0.3 and Metal +0.01%.

Sectoral Losers were IT -0.8%, TECK -0.7%, Telecom -0.5%, Consumer Durables -0.2%, Energy -0.2%, Oil & Gas -0.1%, Industrials -0.1%, PSU -0.1%.

Buzzers:

Sreeleathers +20%, Mishra Dhatu Ni +20%, Bedmutha Ind +19.9%, Indiabulls Vent +19.8%, GSS Info +17.6%, Soril Infra +16.2%.

Heavy Losers:

Crescent Leasing -20%, Sysco Ind -19.9%, Rane Brake -10.9%, Talwalkars Fitness -10%, Guj Themis -8.3%, ITL Industries -8.1%.

UCO Bank slumps 6.5% on buzz CBI books ex-chairman in fraud case:

UCO Bank fell 6.5% to Rs 20.90 reports CBI filed a case against former bank Chairman Arun Kaul relating to an alleged Rs 621 crore bank loan fraud case. The stock had hit a high of Rs 21.50 during the day. The stock had hit a low of Rs 19.15 during the day, which is also a 52-week low for the counter. The stock hit a 52-week high of Rs 44.80 on 5 May 2017. According to media reports, officials at UCO Bank had colluded with private infrastructure firm Era Engineering Infra, and investment banking firm Altius Finserve, to siphon two bank loans. After filing the case, the Central Bureau of Investigation (CBI) reportedly conducted searches at over 10 places in Delhi and Mumbai, including Kaul's residence, the premises of chartered accountants and the two firms. Kaul was the CMD of the bank between 2010 and 2015.

It is reportedly alleged that two loans worth Rs 200 crore and Rs 450 crore were given which were then diverted by these companies and not used for the purposes for which they were issued. UCO Bank reported net loss of Rs 1016.43 crore in Q3 December 2017 as against net loss of Rs 437.09 crore in Q3 December 2016. Total income declined 23.48% to Rs 3721.93 crore in Q3 December 2017 over Q3 December 2016. The Government of India held 84.23% stake in UCO Bank as on 31 March 2018 as per the shareholding pattern.

Shreyansh Industries extends gain of 4.9%:

Shares of Shreyansh Industries rose 4.9% to Rs 177.50. On Friday, the share rose 6%. Shreyansh is one of the leading industrial groups of North India promoted by the well known OSWAL family of Ludhiana. AIL is headed by Rajneesh Oswal. Over the years number of modernization-cum-expansion schemes were undertaken and the present installed capacity of manufacturing writing & printing paper, from agro-based raw materials, is 94, 000 tpa. SIL has about 12MW of captive power plant. During Q3FY18, sales have gone up by 5 per cent to Rs 117 cr. but net profit fell by 24 per cent to Rs 6.8 cr. Q3FY18 EPS is Rs 4.9. During 9MFY18, net profit surged 10% to Rs 21.2 cr. on 8% higher sales of Rs 331 cr. 9MFY18 EPS is Rs 15.4. During FY17, sales surged by 8 per cent to Rs 420 cr. but net profit by 167 per cent to Rs 23.1 cr. yielding an EPS of Rs 16.7. EPS could have been higher at Rs 23.3 but for the exceptional payment of Rs 9.1 cr. towards earlier years electricity bill. With equity capital of Rs 13.8 cr. and reserves of Rs 108 cr., the book value of the share works out to Rs 88. Debts were Rs 41 cr. Cash, investments and loans given etc stood at Rs 48 cr. This gives debt-free status.

**KSE up 5% in upper circuit; Hits record high:**

Shares of KSE Ltd (Formerly Kerala Solvent) rose 5% in upper circuit to Rs 3, 018.65, which is a new record high. During Q3FY18, net profit rose 285% to Rs 21.2 cr. on 28% higher sales of Rs 352 cr. Q3FY18 EPS is Rs 66. 9MFY18 NP rose 1071% to Rs 48 cr. on 29% higher sales of Rs 996 cr. 9MFY18 EPS is Rs 150. FY17 net profit was up 106% to Rs 15.6 cr. on 13% higher sales of Rs 1047 cr. FY17 EPS was Rs 49.0. With equity of Rs 3.2 cr. and reserves of Rs 84 cr., the book value of the share is Rs 273. Investments are Rs 35 cr. and cash etc are Rs 15 cr. Debt is Rs 39.4 cr. Gross bloc is Rs 87 cr.

Incorporated in 1963, KSEL is engaged in the production of cattle feed, solvent extracted coconut oil, rice bran oil, de-oiled and oiled coconut cakes and other oil cakes. The dairy units at Konikkara near Thirur and other unit at Thalayathy near Palani started processing milk on in FY2000. The sophisticated 2000 LPD ice cream plant was set up in Konikkara unit at a cost of Rs.1 cr. The commercial production started in 2002-03. By introducing a wide range of flavors and having a strong distribution network, Vesta Ice Cream promoted by KSE marked its presence in Kerala and neighbouring states. After years of its inception, Vista Ice Cream is as beloved as ever and it continues to make its own signature brand in ice cream.

Dewan Housing surges 4.5%:

Dewan Housing rose 4.5% to Rs 570.80. During Q3FY18, net profit surged 25% to Rs 306 crore on 18% higher operating revenue of Rs 2,634 crore. Q3FY18 EPS stands at Rs 9.8 against Rs 7.8 in Q3FY17. Net interest margin in Q3FY18 stood at 3.03% against 2.99% in FY17. DHFL's gross NPA stood at 0.96% as at Q3FY18. During 9MFY18, net profit surged 27% to Rs 678.8 crore on 11.5% higher operating revenue of Rs 7,656 crore. 9MFY18 EPS stands at Rs 27.5 against Rs 21.6 in 9MFY17. During FY17, net profit surged 16.7% to Rs 749.3 crore on 22.3% higher operating revenue of Rs 7,851.6 crore.. FY17 EPS stood at Rs 29.6 (post bonus) against Rs 25 in FY17.

DHFL recently raised total of Rs 14, 00 crore via Non-Convertible Secured Debentures (NCDs). Founded in 1984 by the Wadhawan Group, DHFL is the second housing finance company (after HDFC and LIC Housing Finance) in India's private sector DHFL focused on low and medium income group in India is one of the largest and fastest growing mortgage segment. With equity capital of Rs 313.2 and reserves of Rs 7862.7 crore the book value of the share works out to Rs 261.

GRUH Finance spurts 3.6% after strong Q4 earnings:

GRUH Finance rose 3.6% to Rs 634.50 after net profit rose 18.2% to Rs 130.5 crore on 16.4% increase in total income to Rs 484.3 crore in Q4 March 2018 over Q4 March 2017. The stock had hit a high of Rs 651.50 and a low of Rs 611.20 during the day. The stock hit a 52-week high of Rs 713.55 on 19 Jan 2018. The stock hit a 52-week low of Rs 367.70 on 17 April 2017. Net profit rose 22.3% to Rs 362.7 crore on 13.4% increase in total income to Rs 1687.19 crore in the year ended March 2018(YoY). GRUH Finance said disbursements during the year ended 31 March 2018 amounted to Rs 5259 crore as compared to Rs 4125 crore during the corresponding period in previous year, representing a growth of 27%. Loan assets have increased from Rs 13244 crore as on 31 March 2017 to Rs 15568 crore as on 31 March 2018, registering a growth of 18%.

The aggregate non-performing assets (NPAs) of the company are 0.45% of the loan assets as on 31 March 2018 as against 0.31% of the loan assets as on 31 March 2017. All NPAs have been fully provided and Net NPAs are Nil, the company said. Gruh Finance said that its board recommended issuing bonus shares in the ratio of 1:1 (i.e. 1 equity share for each equity share held as on the record date to be fixed for the purpose) to the shareholders of the company. Further, the company's board granted its in-principle approval for issuance of on-shore and/or off-shore debt instruments denominated in Indian currency and/or an foreign currency, not exceeding Rs 5100 crore, through private placement. GRUH Finance is a housing finance company registered with National Housing Bank. The company falls under the category of non-banking financial company (NBFC).

Cox & Kings advances 3.5%:

Holidays and education travel group Cox & Kings rose 3.5% to Rs 242.70. Last fortnight, it said, that its 100% subsidiary Prometheon Enterprises (PEL) has sold 11.58 per cent stake in Prometheon Holdings (UK) (PHUK) to an investee company of SSG Capital Management. Cox & Kings currently operates under three verticals-leisure, education and hybrid hotels. PEL earlier held 65.58% of PHUK, which houses the education and hybrid hotels businesses. Post stake sale, Cox & Kings will hold 54% of PHUK through PEL while SSG Capital will hold 46%. In November 2017, SSG Capital had bought The Rohatyn Group's (TRG) entire stake of 34.42% in PHUK. The company will receive \$ 75.6 million after transaction expenses and tax which translates to Rs 450 crore. In continuation with our efforts to unlock value across businesses Cox divested 11.58% stake in PHUK to SSG Capital.

During Q3FY18, net profit rose 431% to Rs 85.5 cr. on 2% lower income of Rs 1348 cr. Q3FY18 consolidated EPS is Rs 5.0. During 9MFY18 net profit shot up by 104% to Rs 489.4 cr. on 318% higher income of Rs 4833 cr. 9MFY18 EPS is Rs 28.6. During FY17, net profit rose 318% to Rs 211.7 cr. on 4% lower income of Rs 7153 cr. FY17 EPS was Rs 12.6. With equity capital of Rs 88.3 cr. and reserves of Rs 2511 cr., the book value of the share is Rs 147. With net debts of Rs 1217 cr., the net DER worked out to 0.47:1.

Hinduja Global (HGS) moves up 4.3%:

HGS rose 4.3% to Rs 960.45. HGS said, last fortnight, that it is scouting for acquisitions in South America and Eastern Europe as it looks to further strengthen its capabilities to support clients across geographies like North America, UK and Europe. HGS recently bought AxisPoint Health for USD 14 million and acquired majority stake in Element Solutions (USD 5 million), is also open to opportunities that can help build new capabilities in areas like digital, analytics and automation and artificial intelligence. "We are interested in expanding our footprint to South America and Eastern Europe. These can give us near-shore capabilities and language diversity to support clients in North America and UK and Europe," HGS CEO Partha DeSarkar told PTI.



He added that HGS has leveraged acquisitions to grow its footprint and add capabilities. HGS bought a healthcare platform company, Colibrum in March 2015. Besides, it had also acquired a significant part of MphasiS BPO business in India in September 2015. "HGS continues to evaluate various acquisition options that are in line with our strategic focus be it for building new capabilities in areas such as digital, analytics and automation and AI or for gaining access to markets," DeSarkar said. He added that HGS strategy is to look at small to medium acquisitions, mainly to acquire new capabilities, strengthen offerings and enter into new markets. HGS -- which serves brands across nine verticals -- has over 46,000 employees across 69 delivery centres in seven countries. With tiny equity of Rs 20.7 cr. and reserves of Rs 1316 cr., the book value of the share is Rs 643.

Kellton Tech gains 4.6%

Kellton rose 4.6% to Rs 79.00 after hitting a fresh 52-week high of Rs 83 (Ex-bonus basis). The share had become ex-bonus 1:1 on 27 March 2018. Kellton Tec, a CMMI Level 5 is amplifying its innovation lead in the digital with focus on Artificial Intelligence, Cognitive Solutions, Blockchain, Big Data, Analytics, Cloud, Chatbots, Internet of Things among others. The efforts have led to development of IP-based platforms like an IoT, Mobility Framework, SehatSense for cloud-based healthcare, Chatbot Solution Framework, Media Solution & DevOps Solution Framework among others.

Q3FY18, net profit rose 23% to Rs 17 crore on 33% higher revenue of Rs 211 crore. Q3FY18 EPS is Rs 3.3. 9MFY17, net profit rose 19% to Rs 46 crore on 27% higher sales of Rs 571 crore. 9MFY18 EPS is Rs 9.7. FY17, net profit climbed 74% to Rs 53.8 crore on 71% higher sales of Rs 615 crore. FY17 EPS was Rs 11.4. With equity capital increasing to Rs 47.2 crore and reserves of Rs 129.7 crore, the book value of the share is Rs 37.5. Net DER is 0.4:1. The gross block is Rs 182.4 crore.

Asian Markets:

Asian markets were: Nikkei + 0.3%, Hang Seng – 1.6%, Shanghai – 1.6%.

European Markets:

European markets were: FTSE - 0.4%, CAC 40 - 0.06%, DAX + 0.04%.

Crude:

Crude Oil was trading at \$66.48/barrel.

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