

# CHANAKYA

NI POTH

## Market Whispers

- **Bindal Agro** : Purely for short term gains , ignoring the fundamentals , you can buy a few shares if you wish. Currently at Rs. 27 now can move upto Rs. 29. Make a quick exit when the time comes and keep a strong stop loss.
- **Auro Pharma** : Buyers interest has picked up considerably. After a low of Rs. 504 on 29th May share has now picked up considerably. Share price is currently Rs. 746 and will move upto Rs. 773. Many people will have a sigh of relief as they get to exit after long.
- **Trent** : Restructuring Star Bazaar store formats to smaller sizes coupled with consistent growth in Zara are further expected to accelerate Trent's consolidated financial performance. Trent has also charted an aggressive store addition strategy wherein it is expected to accelerate store additions under Westside banner. Share is currently at Rs.262 and will move upto Rs. 287 in the coming days.
- **Grindwell Norton** : Share has made a 52 week high of Rs. 446 on Friday. Has been on a strong uptrend since a low of Rs. 305 since mid Nov. 2015. Buyers interest is terrific. Grindwell Norton Limited is India's Leading Manufacturer & Exporter of Abrasives & Silicon Carbide. Company is part of Saint Gobain group.
- **AnantRaj** : Construction company of North India. Share had made a 52 week high of Rs. 70 and now at Rs. 67. Once again share is in a good uptrend right now and with the small price you can buy 100 shares and keep watch. Will move upto Rs. 73 in the coming days.
- **GAIL** : Gas Limited is the largest state-owned natural gas processing and distribution company in India. Business segments include natural gas, liquid hydrocarbon, liquefied petroleum gas transmission, petrochemical, city gas distribution, exploration and production. Share is currently at Rs. 390 and will move upto Rs. 405 in the coming days.
- **Banco India** : Auto ancillary company Banco Product is a market leader in automotive heat exchange and cooling system. Company is making it for automobile companies as well as industrial groups too. Their capacity is 21 million automotive aluminium and copper brass automotive heat exchangers and they are making about 4,000 larger industrial heat exchangers as well. That means they are catering to the automotive companies like Bajaj Auto, Hero MotoCorp, etc but apart from that they are catering to the Indian Railways and the caterpillar, the earth moving makers and all sort of things.Buy.
- **Man Infra** : Company is in a good uptrend right now. Company has recently launched its special purpose vehicle MICL Realty LLP has launched the first phase of MHADA land redevelopment project at Ghatkopar in Mumbai. Buyers interest is at its peak. Share currently at Rs. 67 and will move upto Rs. 70 in a few days.
- **Munjaj Showa** : Established in 1985, in technical and financial collaboration with Showa Corporation of Japan, the pioneering global leaders in the manufacture of shock absorbers, Munjal Showa Limited is a member of Hero Group. Share is in a good uptrend and will reach Rs. 225 in a few days.
- **Chennai Petro** : At Rs. 400 and will move upto Rs. 421 and then Rs. 442.It is a group company of IOC. Another good option is Petronet LNG. Now at 52 week low after bonus impact and a good time to buy. Fundamentals are good and will again go upto Rs. 400 in some months.

## Adani Power's Mundra plant slump sale lacks lenders' NOC

Adani Power's plans to separate its ailing asset, the 4620 MW coal-based power plant in Mundra, by slump sale to its subsidiary, Adani Power (Mundra) Ltd, will take time as the transaction has not got necessary regulatory approvals.

In its meeting held on July 3, the Board of Approval (BOA) for Special Economic Zones (SEZ) under the Commerce Ministry deferred the proposal for transfer of asset made by Adani Power, which is a co-developer of Adani Ports and Special Economic Zone Limited (APSEZ). The Mundra plant provides power for the captive consumption of APSEZ.

The reason for turning down the proposal is uncertainty over the lenders' approval of the transaction, the BOA said. It also noted the transaction does not seem to involve transfer of the debt.

The BOA's approval is mandatory to make the demerger effective as per the extant SEZ Act and rules.

### Restructuring exercise

On June 6, the Board of

Directors of Adani Power approved the slump sale of Mundra power generating business undertaking to its subsidiary.

"This sale is for a lump sum consideration, without values being assigned to the individual assets and liabilities," the regulatory filing said, noting that the sale shall be subject to statutory and regulatory approvals.

According to the filing, the liabilities are included in the transaction along with assets.

In the detailed description, the company noted that transferring the power generating asset into a separate company will "create a clean platform" and allow Adani Power to source its funding efficiently for investing in capacity expansion of its subsidiaries and/or acquisition of assets.

When approached for comment, Adani Power spokesperson said the company's Board has approved the demerger of Mundra plant with associated assets and

liabilities, including bank loans. He added the transaction is subject to necessary approval and consent of stock exchanges, lenders, shareholders and NCLT.

The spokesperson confirmed that the BOA of SEZ had deferred the proposal until no-objection certificate is received from the banks.

"We have approached the lenders and once an approval is granted we will take the process forward as required," he said.

An analyst with a leading rating agency told that if the transfer of Mundra project to the separate subsidiary would take place, the corresponding liabilities should also be moved.

"However, it was not clear up to which extent, what portion of the debt goes off Adani Power's balance sheet," he said, adding that only after having clarity on this it will be possible to estimate the impact the transaction will have on Adani Power.

### Rescue attempts

The decision for slump sale came in the backdrop of Adani Power, Tata Power and Essar Power making attempts to rescue their ailing thermal power.

## Ranchhodbhai's Profitable thoughts

- Consider buying a few shares in **Patel Integrated Logistics**. Company has signed letter of intent with Suman Logistics and Industrial plant to acquire a warehouse of 35000 sq ft. area in Gujarat on a 30 year lease. The move is a part of th expansion plan for its warehouse business. Not a long time bet, but for quick entry and quick exit. Enter at Rs. 90 and exit at Rs. 96-100.
- The acquisition of Jaiprakash Associates cement assets is timely and opportune as it would boost **Ultratech Cements** capacity by 32% when capacity additions are becoming increasingly difficult. The move would strengthen Ultratech's regional presence particularly in the Satna and AP clusters. I recommend a buy on Ultratech for short term gains.
- After a steep fall, **Divis Lab** is now slowly recovering. Company has had a slew of bad news and after that the good news that USFDA will lift import alert imposed on the company's Unit II at Vishakhapatnam is a welcome relief. Can buy in small quantity as with any pharma company the cloud of USFDA issuing another notice is an overhang. Current trend bullish.
- **Jyothy Lab** is another good option right now , if you can hold for a few months. Company has a strong portfolio of brands such as Ujala, Maxo, Exo, Margo, Henko and Pril among others. The company is focused on improving its direct distribution network and reduce dependence on wholesale trade to drive growth in the coming years. Results also expected to be good.
- After a good run **Mahindra Holidays** may now correct a bit. But if you dont need the money, dont think of selling. This is one share which can give you good returns over the years. Company has recently declared bonus issue. Company is looking to add around 600 rooms to its inventory in the next 2-3 years as part of its expansion plan going forward. The company has a total inventory of 3152 rooms across 49 resorts by end of 2016-17.
- Last week only we had told you to continue holding and add on dips in **CDSL**. During the week, the scrip say a buyers circuit. And on Friday, the share has already touched Rs. 486. There are rumours in the market that SEBI may move it to T2T segment to curb the volatile price movement. We now recommend you exit at Rs. 490-500. Does not pay to be too greedy.
- Cable shares have caught traders fancy in the Mumbai market. Aksh Optifibre has run up quite a bit already. Now **Finolex Cable** is a good bet. Results have been good in Q4 and Q1FY18 expected to be good. The company is evolving from being a total cable solutions provider to an electrical products company. The company has expanded its product offerings to fans and switch gear. In the forthcoming quarter, the company will begin offering water heaters as well. Has potential to become multibagger.
- Something is cooking in **Goodricke Tea**. Buyers interest is tremendous. Tea shares in general expected to do well. Buy a few shares. A 140 kg shipment of orthodox speciality tea from Goodricke Group's Dejo garden in Assam fetched the company its highest ever price realisation, as the produce was sold at 45 pound a kg (Rs. 3195 per kg) , generating about Rs. 4.5 lacs. Last year the price realised was at around Rs. 1200 per kg.
- ONGC's small child, **MRPL** is a good bet right now. There will be some news about this company from the government. Add on dips in this share. Better bet than ONGC.
- If you remember, I had many times told to by Railway shares. Texmaco Infra has had a good run and would be better to exit now and then again enter at lower level. Can buy Titagarh Wagon on dips. Government may announce IPO of some railway company soon. Remember, you heard it first here.
- In railway stocks, share of **Mcnally Bharat Engineering Services** is a good bet. On Wednesday on order received of Rs. 1000 crore. The company has received an order for construction of Elamkulam station and balance work of Rs. 43.49 crore. Can do part part of the rest.
- At Rs. 24-25, one can take a small bet on **Titagarh Wagon**. Interest is tremendous as of now. The company is planning to process edible oil to give it a new life.



range of Rs. 340 to Rs. break 400. After a two day break out beyond this range share will move further uptrend. The Spun Silk facility at Himatsingka manufactures 100% Spun Silk yarn as well as Silk yarns blended with Wool, Tussar & Linen which is speciality of this company.

→ **Merck** : Merck India is part of a pharma company founded in 1668 and is the world's oldest pharmaceutical and chemical company. In September last year , share price was Rs. 681 and it is now close to reaching double. Currently the price is Rs. 1141 and is expected to move towards Rs. 1164 and then Rs. 1187.

→ **Finolex Pipe** : Company produces pipes for agriculture , column pipes, casing pipes and solvent cement. Company has manufacturing plants in Pune, Ratnagiri in Maharashtra and Masar in Gujarat. Company has 15000 direct and indirect retail outlets in India. Q4 results have been very good and now Q1 result also expected to be good. Share price at Rs. 645 and will touch Rs. 675 in a few days.

→ **India Nippon** : India Nippon Electricals Limited makes the entire range of 2/3



wheelers, digital and analog ignition products. Company has units in Hosur, Pondicherry, Rewari and Kolhapur. Share price is currently at Rs. 662 and will reach Rs. 693 in a few days. Buy at current level. Company has made a 52 week high of Rs. 728 in the month of April 2017.

→ **LG Balakrishna** : LGB, one of the leading industries in South India was established way back in 1937. Started with a fleet of 250 buses, LGB grew into India's leading Roller chain manufacturer. 10% of its products are exported to USA, European countries, Australia, South Africa, Japan etc. Currently auto ancillary companies are all the rage and this share is a good pick. At Rs. 783, will touch Rs. 801 in a few days.

→ **Auto Axles** : Another auto ancillary company AutoAxle is also just at the cusp of a good uptrend and it is a good time to buy this share now. Company is a joint venture between Kalyani group and Meritor Inc , USA. The company manufactures drive axles, non-drive axles, front steer axles, specialty & defence axles and drum & disc brakes. Target Rs. 787.

→ **Birla Corporation** : Share has made a 52 week high of Rs. 939 on Friday and then closed at Rs. 933.Strong uptrend in the offing and will touch Rs. 952 in the coming days.

→ **GSFC** : Q4 revenues and margins fell in the fertiliser business but the chemical segment saw a strong performance .FY 2016-2017 was very bad from the fertiliser perspective. Company expects improvement in the fertiliser margins and volumes in FY 18 on the back of better rainfall

## Midcap Mania

- **Graphite India** : After making a 52 week high of Rs. 192, share is again at Rs. 173. Expect strong earnings growth from current distressed levels led by solid volumes and improved spreads.Earnings at an inflection point with improved industry demand-supply outlook led by closures, consolidation and reduced Chinese exports of both steel & electrodes. Share price will move upto Rs. 183 in a few days.
- **Balaji Telefilms** : After the successful Kumkum Bhagya now a spin off Kundali Bhagya to kick off soon. Share has recently made a 52 week high of Rs. 177. Now at Rs. 173 and will move upto Rs. 184 in a few days.Share has started a steep climb since the level of Rs.111.
- **Himatsingka Seide** : Share is moving in a

### SHAH FOODS LIMITED

CIN: L15419GJ1982PLC005071

Regd. Office: Kalol-Mehsana Highway, PO.-Chhatral,TA.--Kalol, Dist. Gandhinagar, PIN - 382729.

Telephone : 079-26448371, 02764-233931  
email: nirav.shah@shahfoods.com

---

**NOTICE**

Notice is hereby given, pursuant to Regulation 29(1) of the SEBI (LODR) Regulations,2015 that the 02/2017-18 meeting of the Board of Directors of the Company will be held on Saturday, 05/08/2017 at "CHHATRAL",Kalol-Mehsana Highway, Taluka Kalol, Gandhinagar - 382729 to approve and take on record the un-audited results with limited review certificate for the Quarter ended 30/06/2017.

By order of the Board of Directors  
Sd/-  
Nirav Shah  
Managing Director  
(DIN: 01880069)

Date : 19/07/2017  
Place : Ahmedabad

### DYNAMIC INDUSTRIES LIMITED

CIN : L24110GJ1989PLC011989

Plot No. 5501/2, Phase III, Nr. Trikampura Cross Road, G.I.D.C., Vatva, Ahmedabad - 382445  
Tel : 25897221-22-23, Fax: 25834292  
Email : accounts@dynamind.com Website : www.dynamind.com

---

**NOTICE**

Notice is hereby given that 28<sup>th</sup> Annual General Meeting (AGM) of the members of the Company will be held on Monday 14<sup>th</sup> August, 2017 at 11:30 a.m. IST at the registered office of the company situated at Plot No. 5501/2, Phase III, Nr. Trikampura Cross Roads, G.I.D.C. Vatva, Ahmedabad – 382445, Gujarat. Notice of the meeting setting out the ordinary business to be transacted thereat along with the Audited Financials Statement and Consolidated Financial Statement for the year ended on 31<sup>st</sup> March, 2017, Auditors Report and Directors Report has been sent to the members at their registered address and by e-mail to those members whose E-mail ID is registered. Members are hereby informed that the notice of the meeting and all other documents incidental to notice is available on website of the Company www.dynamind.com and copies of the said documents are also available for inspection at the registered office of the company on all working days during business hours up to the date of AGM. A members entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote on a poll instead of himself and the proxy need not be a member of the Company. The instrument appointing proxy to be valid should be deposited at the registered office of the Company not less than 48 hours before the commencement of the meeting.

Notice is hereby given Pursuant to provisions of section 91 of Companies Act, 2013 read with rule 10 of the Companies (Management and Administration) Rules, 2014 and Regulation 42 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Register of Member and Share Transfer Book will remain close from Saturday, 12<sup>th</sup> August, 2017 to Monday, 14<sup>th</sup> August, 2017, for payment of dividend, if declared.

By Order of the Board  
Sd/-  
Dipakkumar N. Choksi  
Managing Director  
DIN : 00536345

Place : Ahmedabad  
Date : 21st July, 2017

### DYNAMIC INDUSTRIES LIMITED

CIN : L24110GJ1989PLC011989

Plot No. 5501/2, Phase III, Nr. Trikampura Cross Road, G.I.D.C., Vatva, Ahmedabad - 382445  
Tel : 25897221-22-23, Fax: 25834292  
Email : accounts@dynamind.com Website : www.dynamind.com

---

**NOTICE OF E-VOTING**

Notice is hereby given that pursuant to provisions of section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended from time to time, and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is providing its members e-voting facility to exercise their right to vote on resolutions proposed to be passed in the 28<sup>th</sup> Annual General Meeting (AGM) of the Company scheduled to be held on Monday, 14<sup>th</sup> August, 2017 at 11:30 a.m. IST at Plot No. 5501/2 Phase III, Nr. Trikampura Cross Roads, G.I.D.C. Vatva, Ahmedabad – 382445, Gujarat. Members may cast their votes using an electronic voting system from a place other than venue of the AGM (remote e-voting). The Company has engaged the services of Central Depository Services (India) limited as agency to provide e-voting facility. The communication relating to remote e-voting inter alia containing User ID and Password along with the copy of the Notice Convening the AGM has been dispatched to the members. This Communication and the Notice of the meeting are available on the website of the Company www.dynamind.com and on the website of CDSL at www.evotingindia.com.

The remote e-voting facility shall commence on Friday, 11<sup>th</sup> August, 2017 from 9:00 a.m. IST and end on Sunday, 13<sup>th</sup> August, 2017 at 5:00 p.m. IST. The remote e-voting shall not be allowed beyond the said date and time.

A person, whose name appears in the Register of Members/Beneficial owners as on cut-off date i.e. 7<sup>th</sup> August, 2017 shall be entitled to avail the facility of remote e-voting.

Any person who becomes the member after dispatch of the notice of the meeting and holding the shares as on cut-off date i.e. 7<sup>th</sup> August, 2017, may obtain the User ID and password by sending a request at ahmedabad@linkintime.co.in the detailed procedure for obtaining User ID and Password is also provided in Notice of the AGM which is available on Companies Website and CDSL's website. If the member is already registered with CDSL for e-voting then he/she can use his/her existing User ID and Password for casting the vote through remote e-voting.

The facility of voting through ballot papers shall be made available at the meeting and the members attending the meeting who have not cast their vote by remote e-voting shall be able to vote at the meeting through ballot papers at AGM.

For details relating to remote e-voting, please refer to the Notice of the AGM. In case of any queries relating to voting by electronic means, please refer to the Frequently Asked Questions (FAQ's) and e-voting user manual for Shareholders available at the Downloads section of www.evotingindia.com or contact at toll free No. 1800-200-5533. In case of any grievances connected with facility for voting by electronic means, please contact CDSL, 17<sup>th</sup> Floor, PJ Towers, Dalal Street, Fort, Mumbai-400 001. Tel: 022-22723333/8588.

The members who have cast their vote by remote e-voting may attend the meeting but shall not be entitled to cast their vote again.

By Order of the Board  
Sd/-  
Dipakkumar N. Choksi  
Managing Director  
DIN : 00536345

Place : Ahmedabad  
Date : 21st July, 2017

## Mutual Fund Corner

### Invesco India Banking Fund

SBI Chief has clearly stated in a recent interview that buy SBI now , you will not get the shares at this level by mid 2018.

And hence we decided to focus on a banking fund this week. Results season has started, and this time results are expected to be on a recovery mode.

The objective of the Scheme is to generate long-term capital growth from a portfolio of equity and equity-related securities of companies engaged in the business of banking and financial services.

If you see the table below you will realise that top bets done by the fund manager are private sector banks.

The fund is managed by Amit Ganatra since Nov 2010. The fund has 20 stocks in its portfolio. The fund has 97.31 % of the AUM invested in Equity,2.71 % in Debt.

Apart from the shares mentioned in the table, the fund manager has also invested in LIC Housing Finance, MCX, Bajaj Fiancne, City Union Bank, SBI etc.

The fund can be compared with Birla Sun Life Banking and Financial Services Fund, ICICI Prudential Banking & Financial Services Fund, Reliance Banking Fund etc.

We reiterate, currently you still have a good window to invest in banking funds.



Top Holding	
HDFC Bank	27.12 %
ICICI Bank	16.70 %
Indusind Bank	10.19 %
Kotak Bank	8.21 %
Can Fin Homes	3.56 %
Portfolio Break-up	
Giant	71.97 %
Large Cap	9.22 %
Mid Cap	17.84 %
Small Cap	1.60 %



nkaj Pat...  
dila MD, ...  
firm Cad...  
said its chair...  
Patel H...  
Manag...  
company.