



Market Outlook

20th Aug '2010

Technical View of the Market



Nifty crossed the 5500 mark and sustained above it for the first time since February 5, 2008. Strong global cues led Indian indices to close strong; SENSEX closed at 18454, up 197 points and Nifty at 5540, up 61 points from the previous close. CNX MIDCAP index was up 1% and BSE SMALLCAP index was up 0.8%. The market breadth was positive with advances at 801 against declines of 483 on the NSE. BANKING, METALS and FMCG attracted good buying while REALITY appeared weak. Top gainers included ACC, ICICIBANK, HDFC, JAIPRA, JINDALSTEL and AMBUJACEM. Top losers are listed as ONGC, TATAPOWER, TATAMOTORS, WIPRO, BHARTIARTL, UNITECH and RCOM.

	LTP	S3	S2	S1	R1	R2	R3
NIFTY	5540	5400	5434	5490	5555	5610	5650
SENSEX	18454	17910	18000	18370	18500	18700	19000

Next Day Trading Session:


In the next session 5555 may act as strong resistance for NIFTY traders are suggested to take fresh long position only if it sustains above 5555. 5434 may act as strong support level. BANKING STOCKS, HEALTH CARE and METALS may attract more buying while AUTO, IT and OIL-GAS may face selling pressure.

Trading Strategy:-

S.N	TRADE	SCRIP SYMBOL	ENTER	STOP LOSS	TARGET
1	SELL	NIFTY FUTURE	BELOW 5497	5523	5470-5455
2	BUY	BANKNIFTY FUT	ABOVE 11111	11058	11160-11190
3	BUY	INDIANB FUT	ABOVE 260	256	264-268
4	BUY	ACC FUT	ABOVE 886	877	895-902
5	BUY	ICICIBANK FUT	ABOVE 1015	1000	1030-1040
6	BUY	SESAGOA	ABOVE 335	325	345-352
7	SELL	FEDRALBANK	BELOW 353	359	347-340
8	BUY	AXISBANK	AROUND 1355	1339	1375-1390

NOTE: ** FOLLOW ALL CALLS AFTER 5 MINUTES FROM OPENING BELL.

**TRADERS ARE SUGGESTED TO FOLLOW STRICTLY THE STOP LOSS GIVEN IN EACH CALL

EXPECTED BULLISH STOCKS 		
TATASTEEL	JINDALSTEL	TATACHEM
TCS	KOTAKBANK	HDFCBANK
RANBAXY	SUNPHARMA	PATALOONR
GRASIM	CHAMBLFERT	ADANIENT
JETAIRWAYS	KFA	HINDZINC
BHUSANSTL	MPHASIS	TULIP

EXPECTED BEARISH STOCKS 		
NALCO	RCOM	ONGC
UNITECH	TATAPOWER	NTPC
RELIANCE	BPCL	TATACHEM
SINTEX	IDEA	MARUTI
M&M	HEROHONDA	RENUKA

Fundamental View: Fairwealth Research Team

Fundamental Picks

Investors who have a horizon of 6-12 months can buy the following companies. The companies have potential to give higher returns than index over a long term.

Shivam Autotech Ltd	UTV Software Communications Ltd	RSWM Ltd	Genus Power Ltd
United Phosphorus Ltd	Nahar Spinning Mills Ltd	Mphasis Ltd	Allied Digital Services Ltd
Bartronics India Ltd	DIC India Ltd	Dena Bank Ltd	Nectar Lifesciences Ltd
GEI Industrial Systems Ltd	TNPL	Indoco Remedies Ltd	JK Paper Ltd
Ballarpur Industries Ltd	Aarti Drugs	Balkrishna Ltd.	McNally Bharat
Ess Dee Aluminium	Hyderabad Industries	Monnet Ispat	Biocon
Alembic	Visaka Industries	Munjaj Showa	Jindal Saw Ltd

Find the detailed report through:-

<http://www.fairwealth.in/Research.aspx?Type=Fundamental>.

- ✓ Dena Bank has achieved its target of Rs. 108
- ✓ Visaka Industries has achieved its target of Rs. 180
- ✓ Man Industries has achieved its target of Rs. 90
- ✓ Aarti drugs has achieved its target of Rs 135
- ✓ Indoco Remedies has achieved its target of Rs 465, call given at Rs. 388
- ✓ Riddhi Siddhi Gluco Biols has achieved its target of 258, call given at 216
- ✓ Ess Dee Aluminium has achieved its target of Rs 520
- ✓ TNPL has achieved its target of Rs. 115

GLOBAL SCENARIO:

US DATA

Date	Statistic	For	Actual	Market Expects	Prior	Remarks
18-Aug	Crude Inventories	14-Aug	-0.818M	NA	-2.99M	Decreased
19-Aug	Initial Claims	14-Aug	-	475K	484K	-
19-Aug	Continuing Claims	7-Aug	-	4500K	4452K	-
19-Aug	Leading Indicators	Jul	-	0.20%	-0.20%	-
19-Aug	Philadelphia Fed	Aug	-	7.5	5.1	-
24-Aug	Existing Home Sales	Jul	-	5.14M	5.37M	-

World Market Indices

World Indices	Previous Close	Value	%Change
<u>US Markets</u>			
Dow Jones	10,405.85	10,415.54	0.09
Nasdaq	2,209.44	2,215.70	0.28
S&P 500	1,092.54	1,094.16	0.15
<u>European Markets</u>			
FTSE 100	5,302.87	5,308.78	0.11
CAC 40	3,647.93	3,666.76	0.52
<u>Asian Markets</u>			
Nikkei 225	9,240.54	9,362.68	1.32
Hang Seng Index	21,022.73	21,072.46	0.24
Shanghai	2,666.30	2,687.98	0.81
Taiwan Taiex Index	7,924.10	7,928.94	0.06

*Data is taken at 5.00p.m IST

Institutional Turnover

Fig in Cr.

Date	FII's	DII's	NET
17/08/2010	516	-400.12	115.88
16/08/2010	558.4	-433.91	124.49
13/08/2010	717.2	33.38	750.58
12/8/2010	449.4	-656.05	-206.65
11/8/2010	192.9	23.5	216.4
10/8/2010	613.7	-540.67	73.03

DII's data is on provisional basis

Corporate Highlights

Usha Martin Education & Solutions has announced the launch of Usha Martin People Search (UMPS) which will offer innovative recruitment solutions to the industry and at the same time facilitate placements of students of Usha Martin Academy.

ABC India has secured four orders worth Rs. 114 crore for logistics for infrastructure and industrial projects. Besides the new orders, the company continues to execute prestigious contracts in logistics for infrastructure projects such as Alstom Projects India to deliver hydropower equipment to NHPC's 2000-MW Subansiri Project in Arunachal Pradesh and for BEML to deliver metro coaches to Delhi Metro. ABC India's total order book in project logistics currently stands at Rs. 165 crore.

Silverline Animation has announced that it has acquired a fully operational animation studio in Chennai. The studio is required to deliver the committed services work.

MIC Electronics has secured 17 different orders collectively worth Rs 18.63 crore from the Indian Railways. Of these 17 projects, most prominent include provision of a video train information display system for Eastern Railway and of Electronic Train Indication Board for Northern Railway worth Rs 2.78 crore and Rs 2.54 crore respectively.

Forthcoming Results

20-Aug-10				
Acknit Inds	Atlas Cycle	Ishita Drugs	Oswal Yarns	Twilight Litaka
Ansal Buildwell	Blue Blend India	Mcdowell Hold	Photoquip India	United Brew Hldg
21-Aug-10				
Eldeco Hous	Kerala Ayur	Odyssey Tech	Sankhya Info	Shamken Spin
Hanil Era Tex	Madhucon Proj	Precision Cont	Shamken Cotsyn	VAS Infra
Jog Engineering	Mangalam Vent	Ravinay Trad	Shamken Multi	Yashraj Cont
22-Aug-10				
Sonal Adhsv	-	-	-	-

Forthcoming Corporate Action

Scrip Name	Ex-Date	Purpose
Redington India	20-Aug-10	Stock Split from Rs. 10/- to Rs. 2/-
Zodiac Cloth	23-Aug-10	BONUS 1:2
Bank of Rajasthan	24-Aug-10	Amalgamation
Samruddhi Cement	24-Aug-10	Amalgamation
Solectron EMS	24-Aug-10	Amalgamation

Forthcoming Dividends

Scrip Name	Ex-Date	Amount	Scrip Name	Ex-Date	Amount
Asit C Mehta Fin	20-Aug-10	0.5	BL Kashyap	23-Aug-10	1
Chennai Petro	20-Aug-10	12	Coastal Road	23-Aug-10	0.7
Daiichi Kark	20-Aug-10	2	Financial Tech	23-Aug-10	2
DPTL	20-Aug-10	4	Hindustan Oil	23-Aug-10	0.5
Garden Silk	20-Aug-10	1.8	Kilburn Engr	23-Aug-10	1.5
MM Forgings	20-Aug-10	1.5	Polyspin Expo	23-Aug-10	1
Orient Cerm	20-Aug-10	2	Tilaknagar Inds	23-Aug-10	2.5
Shardul Sec	20-Aug-10	1.2	TRIMURTHI DR	23-Aug-10	0.03
Aadi Inds	23-Aug-10	0.5	UP Hotels	23-Aug-10	4
Basant Agro	23-Aug-10	0.06	Vikas Globalone	23-Aug-10	0.5

Figures and information taken from www.bseindia.com, www.Bloomberg.com and Capitaline database

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