

## Market Outlook

6<sup>th</sup> Oct '2010



Indian market witnessed choppy trade today and closed with moderate losses in the end. SENSEX closed at 20407, down 68 points from its previous close, and Nifty closed at 6145, down 13 points. CNX MIDCAP index was up 0.4% and BSE SMALLCAP index was up 1.4%. The market breadth was positive with advances at 727 against declines of 551 on the NSE. Top gainers included RCOM, RELINFRA, JAIPRA, M&M, ACC, RELCAPITAL and RPOWER. Top losers are HDFC, listed as HDFCBANK, HUL, BHARTIARTL and HINDALCO. Today the scenario for FII's was quite negative with net selling of 1032.18 Cr.

	LTP	S3	S2	<b>S</b> 1	R1	R2	R3
NIFTY	6143	6040	6070	6134	6190	6222	6262
SENSEX	20475	20000	20200	20400	20600	20780	21000

### **Next Day Trading Session:**

In the next session nifty if sustained below 6134 may face more selling pressure while above 6225 it may gain good strength. Traders are suggested to buy at dips if NIFTY holds 6134. POWER, AUTO and OIL-GAS may attract good buying while IT, CEMENT and FMCG may face further selling.

### **Trading Strategy:-**

S.N	TRADE	SCRIP SYMBOL	ENTER	STOP LOSS	TARGET
1	BUY	BANKNIFTY FUT	ABOVE 12750	12700	12800-12860
2	SELL	NIFTY FUT	BELOW 6165	6295	6135-6105
3	BUY	EDUCOMP FUT	ABOVE 634	622	646-656
4	BUY	ABB FUTURE	ABOVE 933	922	944-955
5	BUY	RCOM FUT	ABOVE 181	177.90	184.50-188
6	BUY	ABAN	ABOVE 900	888	912-932
7	BUY	HDIL	ABOVE 280	275	285-295
8	BUY	CANBK	ABOVE 630	620	640-650

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

<sup>\*\*</sup>TRADERS ARE SUGGESTED TO FOLLOW STRICTLY THE STOP LOSS GIVEN IN EACH CALL



## FOLLOW UPS FOR 5<sup>TH</sup> OCT 2010 CALLS

S.N	TRADE	SCRIP SYMBOL	ENTER	STOP LOSS	TARGET	RESULT
1	BUY	BANKNIFTY FUT	ABOVE 12725	12675	12775- 12825	STOPLOSS TRIGERRED
2	BUY	NIFTY FUT	<b>ABOVE 6205</b>	6175	6235-6262	HIGH MADE 6224.6
3	BUY	SUNPHARMA FUT	<b>ABOVE 2086</b>	2070	2102-2120	CLOSED AT 2080
4	BUY	BEML FUTURE	<b>ABOVE 1164</b>	1150	1180-1200	BOTH TARGET ACHIEVED
5	BUY	BGRENERGY FUT	ABOVE 805	794	816-827	1ST TARGET HIT
6	BUY	JSWSTEEL	ABOVE 1400	1380	1420-1440	NOT EXECUTED
7	BUY	MCDOWEL-N	<b>ABOVE 1688</b>	1663	1715-1737	NOT EXECUTED
8	BUY	IFCI	ABOVE 69	67.4	71-74-76	NOT EXECUTED

	SBIN	
IBREALEST	PATNI	PANTALOONR
AREVAT&D	SINDICATE BANK	BANKINDIA
ORCHIDCHEM	SUNPHARMA	PNB
IFCI	TATAPOWER	RNRL
RPOWER	RELIANCE	RELINFRA
M&M	MARUTI	BIOCON

EXPECTED BEARISH STOCKS			
ADANIENT	MCDOWEL-N	NMDC	
HUL	TATACHEM	INFOSYSTCH	
SBIN	ULTRACEMO	HDFCBANK	
PFC	тсѕ	WIPRO	
SOBHA	YESBANK	GRASIM	

## 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.

TRIL	Kajaria Ceramics Ltd	Sutlej Textiles Ltd	Orient Ceramics Ltd
First Leasing Ltd	Shivam Autotech Ltd	UTV Software Communications Ltd	RSWM Ltd
Genus Power Ltd	United Phosphorus Ltd	Nahar Spinning Mills Ltd	MphasiS Ltd
Allied Digital Services	Bartronics India Ltd	DIC India Ltd	Dena Bank Ltd



Ltd			
Nectar Lifesciences Itd	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	Munjal Showa
Jindal Saw Ltd			

Find the detailed report through:-

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

- ✓ DIC India Ltd has achieved its target of Rs. 340
- ✓ GEI Industrial Systems Ltd has achieved its target of Rs. 170
- ✓ 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
4-Oct	Factory Orders	Aug	-0.50%	-0.40%	0.50%	Decreased
4-Oct	Pending Home Sales	Aug	4.30%	1.00%	4.50%	Increased
5-Oct	ISM Services	Sep	-	51.8	51.5	-
6-Oct	MBA Mortgage Application	1-Oct	-	NA	-0.80%	-
6-Oct	ADP Employment Change	Sep	-	18K	-10K	-
6-Oct	Crude Inventories	2-Oct	-	NA	-0.475M	-
7-Oct	Initial Claims	2-Oct	-	455K	453K	-
7-Oct	Continuing Claims	25-Sep	-	4450K	4457K	-
7-Oct	Consumer Credit	Aug	-	-\$3.0B	-\$3.6B	-

### **World Market Indices**

World Indices	Previous Close	Value	%Change
US Markets			
Dow Jones	10,829.68	10,751.27	-0.72
Nasdaq	2,370.75	2,344.52	-1.11
S&P 500	1,146.24	1,137.03	-0.80
European Markets			



FTSE 100	5,555.97	5,559.33	0.06
CAC 40	3,649.81	3,675.57	0.71
Asian Markets			
Nikkei 225	9,381.06	9,518.76	1.47
Hang Seng Index	22,618.66	22,639.14	0.09
Shanghai	2,610.68	2,655.66	1.72
Taiwan Taiex Index	8,246.10	8,200.43	-0.55

<sup>\*</sup>Data is taken at 5.00p.m IST

## **Institutional Turnover**

Fig in Cr

Date	FII's	DII's	NET
1/10/2010	1964.2	-671.08	1293.12
30/09/2010	4755.8	-1521.63	3234.17
28/09/2010	894.8	-905.32	-10.52
27/09/2010	1307.2	-611.3	695.9
24/06/2010	1338.7	-879.83	458.87

DIIs data is on provisional basis

### **Corporate Highlights**

**Gulf Oil Corporation** has announced a restructuring of the explosive business of the company. Gulf Oil Corporation has been in business for 50 years. Over these years it has diversified organically and inorganically.

**OnMobile Global** has acquired the leading 3G video technology and mobile solutions developed over eight years by Silicon valley-based Dilithium Networks Inc.

**JSW Energy**, a part of JSW Group has announced the successful commissioning of the second unit of 135 MW of the 8X135 MW power project at Barmer in Rajasthan, achieving commercial operation with effect from 04 October 2010.

### **Forthcoming Results**

Date	Companies
6-Oct-10	Ayoki Merc, Natraj Fin, Pfizer, Wyeth
7-Oct-10	Globsyn Info, Indage Vintners, JSL Inds
8-Oct-10	Dynacons Sys, Elcid Invest, Encore Soft, REI Agro, SRM Ener



## **Forthcoming Corporate Action**

Scrip Name	Ex-Date	Purpose
ROCKON FIN	6-Oct-10	Stock Split from Rs. 10/- to Rs. 5/-
Diamant Infrastructure	7-Oct-10	Stock Split from Rs. 10/- to Rs. 2/-
Zee Entert	7-Oct-10	Scheme of Arrangement
Havells India	8-Oct-10	BONUS 1:1
Responsive Inds	8-Oct-10	Stock Split from Rs. 10/- to Re. 1/-
Ram Ratna Wires	14-Oct-10	Stock Split from Rs. 10/- to Rs. 5/-

## Forthcoming dividends

Scrip Name	Ex-Date	Amount
Avon Corp	6-Oct-10	0.3
Koffee Break	7-Oct-10	0.02
Poona Dal	7-Oct-10	0.9
State Bank Trav	7-Oct-10	8
Sterling Green	7-Oct-10	0.6
Zee Entert	7-Oct-10	2
Greaves Cotton	8-Oct-10	3
Greaves Cotton	8-Oct-10	7.5
Gini Silk	13-Oct-10	0.75
Kilitch Drugs	14-Oct-10	1
Noida Toll	14-Oct-10	0.5
Aishwarya Tele	15-Oct-10	0.25

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



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