

Daily Market Outlook

18th Jan '2011

Global Equity Indices		
World Indices	Last Traded	Change
BSE Sensex	18,882.25	0.12%
S&P Nifty	5,654.75	0.00%
Dow Jones	11,787.38	0.47%
Nasdaq	2,755.30	0.73%
S&P 500	1,293.24	0.74%
FTSE 100	5,999.51	-0.04%
CAC 40	3,975.72	-0.19%
Nikkei 225	10,502.86	0.04%
Hang Seng	24,156.97	-0.52%
Shanghai	2,707.10	-3.02%
Taiwan Taiex	8,925.09	-0.83%

BSE Sector Indices		
Indices	Last Traded	Change
AUTO	9,251.64	-0.08%
BANKEKX	11,878.12	0.23%
Con. Durables	5,972.23	0.25%
Capital Goods	13,656.24	-1.17%
FMCG	3,591.74	0.16%
HealthCare	6,445.53	-0.59%
IT	6,550.19	1.73%
METAL	16,155.35	-1.32%
OIL&GAS	9,943.82	-0.34%
POWER	2,778.51	-1.16%
PSU	8,697.95	-0.44%
REALTY	2,464.60	-2.37%
TECK	3,865.16	1.33%

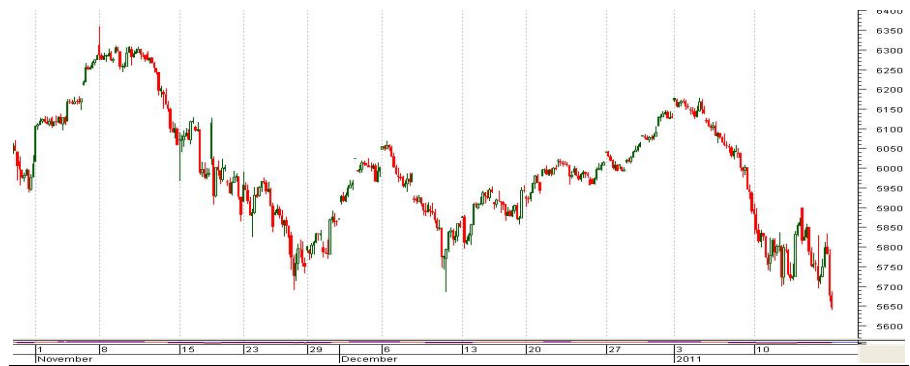
Market Summary

Indian market traded both above and below the dotted line and closed almost flat. Realty, Capital Goods, Auto and Metals faced selling pressure while IT and Banking Stocks maintained some strength. The Sensex closed at 18882, up 21 points from its previous close, and Nifty closed at 5654, no change. The CNX Midcap index was down 0.9% and the BSE Smallcap index was down 1.5%. The market breadth was negative with advances at 300 against declines of 1016 on the NSE. The top Nifty gainers were HDFC, Axis Bank, Cipla and Infosys and prime losers included Reliance Infra, Reliance Capital, Reliance Power and Associates. **The FIIs were net sellers with sales worth Rs 173 Cr (prov. cash market fig)**

Market Outlook

In the next session, NIFTY is likely to trade in the range 5600-5710. Breaching of 5600 may take NIFTY to 5550 level while sustaining above 5710 may take NIFTY to major resistance zone 5750-70. Traders are suggested to get profit out of stock specific action. Auto, Capital Goods and Realty may appear weaker while FMCG, IT and Metals may show some strength.

	LTP	S3	S2	S1	R1	R2	R3
NIFTY	5654	5500	5550	5600	5710	5757	5770
SENSEX	18882	18120	18540	18700	19000	19250	19500



Trading Strategy

S.N.	TRADE	SCRIP SYMBOL	ENTER	STOP LOSS (Rs)	TARGET (Rs)
1	Sell	Nifty Fut	Below 5628	Above 5656	5600-5550
2	Sell	Banknifty Fut	Around 10380	Above 10450	10310-10250
3	Buy	Tatasteel Fut	Above 625	Below 617	633--643
4	Sell	LT Fut	Below 1670	Above 1685	1655-1640
5	Sell	Icicibank Fut	Below 993	Above 1007	979-970
6	Sell	HDIL (Rs)	Below 155	Above 159	151-148
7	Sell	Apollotyre (Rs)	Around 58	60.10	55-53
8	Buy	Andhrabank (Rs)	Above 130	Below 125.70	135-140

Note: ** Follow all calls after 5 minutes from opening bell.

**Traders are suggested to follow strictly the stop loss given in each call

FII's and DII's Activities (in Rs Cr.)

Date	FII's & DII Flow (BSE+NSE)		
	FII's	DII's	Net Inflow / Outflow
13-Jan-11	-112.6	242.42	129.82
12-Jan-11	-98.2	359.21	261.01
11-Jan-11	-1123.6	1064.18	-59.42
10-Jan-11	-1088.2	1018.54	-69.66
7-Jan-11	-964.6	1115.93	151.33
6-Jan-11	-213.8	-338.05	-551.85
5-Jan-11	-92.4	-101.75	-194.15

Expected Bullish Stocks

PNB	SRTRANSFIN	PETRONET	MARICO	BHARTIARTL	PATNI
IDEA	CASTROL	IGL	HDFC	JISLJALEQS	TATAGLOBAL
POWERGRID	NALCO	ADANIPOWER	AXISBANK	TCS	COREPROTEC

Expected Bearish Stocks

ZEEL	PANTALOONR	SAIL	AXISBANK	LICHSGFIN	IOB
CESC	RCF	NAGARCONST	HCC	IBREALEST	HPCL
M&MFIN	MARUTI	BAJAJ-AUTO	CANBK	DLF	HDIL

Follow-up for Technical Calls given as on 17th Dec'10

S.N.	TRADE	SCRIP SYMBOL	ENTER	STOP LOSS	TARGET	RESULT
1	Sell	Nifty Fut	Below 5638	Above 5668	5606-5580	Stop loss triggered
2	Sell	Bank Nifty Fut	Around 10565-75	Above 10640	10480-10380	Both target almost hit
3	Sell	HDFC Fut	Around 650	Above 660.10	635-625	Stop loss triggered
4	Sell	Reliance Fut	Below 997	Above 1007.10	987-980	Stop loss triggered
5	Sell	Herohonda Fut	Below 1780	Above 1800	1760-1710	1 st target hit
6	Sell	Jindalswh (Rs)	Below 1250	Above 1270	1225-1200	Both target hit
7	Sell	Jetairways (Rs)	Below 657	Above 668	645-630	Both target hit
8	Sell	Rpower Fut (Rs)	Below 143	Above 147	138-133	Both target hit

Fundamental Picks

Investors with a horizon of 6-12 months can consider following scrips for their investment. These companies have potential to give higher returns than index over a long term.

Bhushan Steel	SAIL	TATA Steel	JSW Steel
McNally Bharat	Coal India	HCC	KPR Mills
Sangam India Ltd	Garware Polyester Ltd	TT Ltd	Kajaria Ceramics Ltd
Sutlej Textiles Ltd	Banswara Syntex Ltd	Orient Ceramics Ltd	Shivam Autotech Ltd
UTV Software Ltd	RSWM Ltd	Genus Power Ltd	United Phosphorus Ltd
Nahar Spinning Mills Ltd	MphasiS Ltd	Allied Digital Services Ltd	DIC India Ltd
Dena Bank Ltd	GEI Industrial Systems Ltd	TNPL	Indoco Remedies Ltd
JK Paper Ltd	Ballarpur Industries Ltd	Arti Drugs	Monnet Ispat
Biocon	Visaka Industries	Munjal Showa	Jindal Saw Ltd
TRIL	Aurobindo Pharma Ltd		

Find the detailed report on - <http://www.fairwealth.in/Research.aspx?Type=Fundamental>

- TATA Steel has achieved its target of 708

Corporate Highlights

- **JSW Steel** plans to infuse Rs 3,800 crore in Ispat industries in the next 2-3 years. The country's third largest steel maker JSW Steel had acquired nearly 45% stake in debt-ridden Ispat Industries for Rs 2,157 crore in December last year
- **IT hardware firm HCL Infosystems** has received a contract from Kerala State Electronics Development Corporation (Keltron) for providing laptops and netbooks to the state government's IT@School project. "HCL Infosystems has been selected as the leading vendor to provide over 6,500 units of laptops and netbooks.
- With rubber prices going up, tyre manufacturer **JK Tyre & Industries** has decided to hike price of its products by two to four per cent. The price revision in the range of two to four per cent would be made effective from the last week of this month across the country.
- **Realtor Parsvnath Developers** expects to cut net debt to Rs 700 crore by December as revenues from projects start to flow in tack with a bounce back gathering steam after a slowdown.
- **Triveni Engineering & Industries Ltd** has signed an agreement with US-based Lufkin Industries Inc to extend its licensing agreement by another 12 years. The firm, which is into manufacturing engineered-to-order (ETO) mechanical equipment, such as steam turbines and high speed gears, among others, besides sugar, said it expects its gears business to grow substantially after inking the new agreement.

Economic News

The Reserve Bank of India (RBI) chief said the country is facing surging inflation and it needs to calibrate monetary policy in order to manage inflation and also support growth. The RBI will hold its quarterly monetary policy review on January 25, when it is widely expected to raise rates by at least 25 basis points. The RBI is seen raising rates by a total of 75 basis points in 2011.

Forthcoming Results

18-Jan-11	ABC Bearings	Container Corp	HCL Tech	Modern India
	Advanced Micro	Dev Credit Bank	HT Media	MSP Steel
	Anil	Dhruv Estates	INDIAB POWER	NIIT Tech
	Automobile Corp	Elcid Invest	Indiabulls Real Est	Opto Circuits
	Automotive Stamp	Everest Inds	ING Vysya Bank	Petronet LNG
	Bajaj Finserv	Exide Inds	Mastek	Popular Est
	BAJFINANCE	Flex Foods	Mindtree	Prism Cement
	Cadila Health	Gail India	MM Forgings	RPP Infra
	Shree Rani Sati	Solar Inds	State Bank Mysre	Tata Elxsi

Forthcoming Corporate Actions

Scrip Name	Ex-Date	Purpose
Midday Multi	20 Jan 2011	Scheme of Arrangement
Rossell Tea	20 Jan 2011	Stock Split from Rs. 10/- to Rs. 2/-

Forthcoming dividends

Scrip Name	Ex-Date	Amount
Siemens	18 Jan 2011	Dividend
Siemens Health	19 Jan 2011	Dividend
VTM	19 Jan 2011	Interim Dividend
Hexaware Tech	20 Jan 2011	Interim Dividend
Pfizer	20 Jan 2011	Interim Dividend
Wyeth	20 Jan 2011	Interim Dividend

Global Scenario: US Data

Date	Statistic	For	Actual	Market Expects	Prior	Remarks
18-Jan	Empire Manufacturing	Jan	-	12	10.57	-
18-Jan	Net Long-Term TIC Flows	Nov	-	NA	\$27.6B	-
18-Jan	NAHB Housing Market Index	Jan	-	16	16	-
19-Jan	MBA Mortgage Purchase Index	14-Jan	-	NA	2.20%	-
19-Jan	Housing Starts	Dec	-	550K	555K	-
19-Jan	Building Permits	Dec	-	560K	530K	-

Daily Market Outlook



20-Jan	Initial Claims	15-Jan	-	425K	445K	-
20-Jan	Continuing Claims	8-Jan	-	3900K	3879K	-
20-Jan	Existing Home Sales	Dec	-	4.80M	4.68M	-
20-Jan	Leading Indicators	Dec	-	0.60%	1.10%	-
20-Jan	Philadelphia Fed	Jan	-	20.5	20.8	-
20-Jan	Crude Inventories	15-Jan	-	NA	-2.15M	-

Figures and information are taken from www.bseindia.com, www.Bloomberg.com and [capitaline database](http://capitaline.com).

Disclaimer: The above mentioned ideologies are based on the research done at Fairwealth research department. Fairwealth securities Ltd will not be responsible for any kind of losses incurred by any part either directly or indirectly based on our research results, though we have presented to the best of our knowledge.



FAIRWEALTH SECURITIES LTD.

H.O.: Plot No. 651-652, Udyog Vihar, Phase-5, Gurgaon 122001 (Haryana)

Phone: 0124-3024400, Fax: 0124-3024474

Website: www.Fairwealth.in . Email: info@fairwealth.in

Mumbai : Unit No,12,2ndFloor,Sonawala,Apollo Building, Mumbai Samachar Marg, Opp BSE, Fort Mumbai- Maharashtra - 400001, Ph:022-30720056-68 ● Delhi : UG-3, Somdutt Chambers II , Bhikaji Cama Place, New Delhi-110066 , Ph : 011-46091118 ● ● Chennai: Rahab Tower, First Floor, New No: 522, Old No: 706, P H Road, Aminjikara, Chennai-600029. Ph-044-42698796, 42698834, 32218508 ● Kolkatta: No.1&2, 3rd Floor, Tobacco Jouse, Old Court House Street, Kolkatta, WB-700001. Ph- 033-40119500-02-03 ● Bangalore : Shop No – 54, 1st floor, 12th Main Road, 27Th Cross Road, 04th Block Jayanagar, Bangalore, Karnataka – 560011, Ph-080-41172604/605 ● Hyderabad : Shop No.8, Ground Floor, Meridian Plaza, besides Lal Bunglow , Green Lands, Road Ameerpet, Hyderabad – 500016, Ph-040-40037218. ● Ahmedabad: 108, H.J.House, Opp IGP Petrol Pump, near Rambagh Police Station, Mani Nagar, Ahmedabad, Gujarat-380009. Ph - 079-40304461, 62636465.