

# Daily Market Outlook



31<sup>st</sup> Dec '2010

Global Equity Indices		
World Indices	Last Traded	Change
BSE Sensex	20,389.07	0.66%
S&P Nifty	6,101.85	0.68%
Dow Jones	11,585.40	0.09%
Nasdaq	2,666.93	0.15%
S&P 500	1,259.78	0.10%
FTSE 100	2,809.07	-0.36%
CAC 40	3,853.59	-0.95%
Nikkei 225	10,228.90	-1.12%
Hang Seng	22,999.30	0.13%
Shanghai	2,759.57	0.29%
Taiwan Taix	8,907.91	0.47%

## Market Summary

Indian market traded strong on F&O expiry day with good buying over IT, METALS and Consumer Durables. OIL-GAS faced selling pressure. The Sensex closed at 20389, up 133 points from its previous close and Nifty closed at 6101, up 41 points. The CNX Midcap Index was up 0.5% and the BSE Smallcap index was up 0.4%. The market breadth was positive with advances at 752 against declines of 543 on the NSE. The top Nifty gainers were Suzlon, NTPC, Tata Motors and Hero Honda and prime losers included BPCL, HDFC Bank, Kotak Mahindra and ONGC. **The FIIs were net buyers with investment worth Rs 2186.44 Cr (prov. cash market fig)**

## Market Outlook

In the next session, NIFTY is expected to trade in the range 6030-6130. However, 6000 is a strong support level. Intraday traders are suggested to buy at dips as long as nifty sustains 6030 level. Metals, Fertilizers and IT sector may appear strong while Auto and OIL-GAS may appear weak. Banking may play an important role in breaching the above given range of NIFTY.

BSE Sector Indices		
Indices	Last Traded	Change
AUTO	10,140.90	0.86%
BANKEK	13,195.21	0.21%
Con. Durables	6,311.48	1.32%
Capital Goods	15,346.18	0.81%
FMCG	3,673.37	0.47%
HealthCare	6,698.30	0.41%
IT	6,827.59	1.04%
METAL	17,508.83	0.98%
OIL&GAS	10,553.19	-0.06%
POWER	2,968.16	0.96%
PSU	9,400.39	0.97%
REALTY	2,789.34	1.26%
TECK	4,034.26	0.90%

	LTP	S3	S2	S1	R1	R2	R3
NIFTY	6101	6000	6030	6060	6130	6161	6192
SENSEX	20389	19900	20000	20286	20530	20900	21000



## Trading Strategy

S.N.	TRADE	SCRIP SYMBOL	ENTER	STOP LOSS (Rs)	TARGET (Rs)
1	Sell	BankNifty Fut	11655-656	Below 11730	11560-11500
2	Buy	Titan Fut	Above 3550	Below 3520	3580-3610
3	Sell	HDFC Bank Fut	Below 2290	Above 2314	2266-2238
4	Sell	KotakBank Fut	Below 442	Above 446	437-430
5	Buy	Jetairways (Rs.)	Above 745	Below 725	765-777
6	Buy	TCS (Rs.)	Above 1177	Below 1160	1195-1212
7	Buy	Axis Bank (Rs.)	Above 1340	Below 1325	1355-1370
8	Sell	M&M (Rs.)	Around 780	Above 785	768-760

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
28-Dec-10	149.4	-170.34	-20.94
27-Dec-10	266.3	-133.89	152.41
24-Dec-10	35.6	-296.56	-260.96
23-Dec-10	-99.9	-88.63	-188.53
21-Dec-10	224.6	373.67	598.27
20-Dec-10	-32.76	139.45	106.69

## Expected Bullish Stocks

HDFC	ABAN	BHUSANSTEEL	JINDALSTEL	STER	IBULLS
AXISBANK	HINDOILEXP	INFOSYSTCH	WIPRO	SUZLON	TATAPOWER
BHARTIARTL	INDUSINDBANK	RCF	HINDCOPPER	UNIPHOS	NFL

## Expected Bearish Stocks

IOC	BPCL	HPCL	ONGC	GAIL	RELIANCE
IDEA	SYNDIBANK	TATAGLOBAL	CROMGREAV	HDFCBANK	MCDOWEL
ABB	PFC	RELCAPITAL	NAGARCONST	DLF	HDIL

## Follow-up for Technical Calls given as on 30<sup>th</sup> Dec'10

S.N.	TRADE	SCRIP SYMBOL	ENTER	STOP LOSS	TARGET	RESULT
1	Buy	Nifty Fut	Around 6025-6030	Below 5997	Buy	NOT EXECUTED
2	Buy	Banknifty Fut	Above 11680	Below 11620	Buy	NOT EXECUTED
3	Buy	Hindzinc Fut	Above 1342	Below 1311	Buy	HIGH MADE 1350 CLOSED AT 1341
4	Buy	Aban Fut	Above 775	Below 766	Buy	BOTH TARGET HIT
5	Buy	PNB Fut	Above 1232	Below 1222	Buy	1 <sup>ST</sup> TARGET ALMOST HIT
6	Sell	Gujnrecoke (Rs.)	Above 62	Below 60.5	Sell	1 <sup>ST</sup> TARGET HIT
7	Buy	Ranbaxy (Rs.)	Above 597	Below 588	Buy	NOT EXECUTED
8	Buy	Lichsgfin (Rs.)	Above 960	Below 948	Buy	NOT EXECUTED

### 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.

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			

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

- ✓ DIC India Ltd has achieved its target of Rs. 340
- ✓ First Leasing Ltd has achieved its target of Rs. 92
- ✓ GEI Industrial Systems Ltd has achieved its target of Rs. 170
- ✓ Dena Bank has achieved its target of Rs. 108
- ✓ Ballarpur industries has achieved its target of Rs 43
- ✓ Visaka Industries has achieved its target of Rs. 180
- ✓ 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

### Corporate Highlights

- **Lanco Infratech** has emerged as successful bidder for two-laning of Aligarh to Kanpur section of NH 91 from 140 km to 418.16 km on toll basis of National Highway Authorities of India (NHAI). The project involves two-laning with paved shoulders of existing road, repair, widening and reconstruction of 3 major and 29 minor bridges, construction of 5 new rail over-bridges, 4 toll plazas and other wayside amenities.
- **HCL Infosystems** has announced the signing of the Share Purchase Agreement (SPA) to acquire 20% equity stake in Techmart Telecom Distribution FZCO, a Dubai-based partner of Nokia Corporation through its Singapore-based SPV.
- **State Bank of India** has decided to reduce interest rates to 10-10.5% for setting up high value dairy, poultry, horticulture projects and construction of warehouses, rural godowns and cold storages. Earlier the bank card rate was in the range of 12.10-14.85%

## Daily Market Outlook



### Economic Updates

- Food inflation surged to a 10-week high of 14.44 per cent for the week ended December 18 as prices of vegetables, particularly onions, fruits, cereals and protein-based products, continued to escalate. Food inflation stood at 12.13 per cent in the previous week. Overall inflation for November was at 7.48 per cent, down from 8.58 per cent in the previous month.

### Forthcoming Results

11-Jan-11	Wyeth			
-----------	-------	--	--	--

### Forthcoming Corporate Actions

Scrip Name	Ex-Date	Purpose
Selan Expl	31-Dec-10	BONUS 1:10
SM Dyechem	31-Dec-10	Consolidation of Shares
SM Dyechem	31-Dec-10	Reduction of Capital
Dynacons Sys	06 Jan 2011	Scheme of Arrangement
Prism Info	06 Jan 2011	Stock Split from Rs. 10/- to Re. 1/-

### Forthcoming dividends

Scrip Name	Ex-Date	Amount
OIL INDIA	03 Jan 2011	Interim Dividend
NELCO	07 Jan 2011	Dividend
NELCO	07 Jan 2011	Special Dividend

### Global Scenario: US Data

Date	Statistic	For	Actual	Market Expects	Prior	Remarks
28-Dec	Case-Shiller 20-city Index	Oct	-0.80%	NA	0.59%	Decreased
28-Dec	Consumer Confidence	Dec	52.5	56.1	54.1	Decreased
29-Dec	MBA Mortgage Applications	24-Dec	-	NA	-18.60%	-
29-Dec	Crude Inventories	25-Dec	-	NA	-5.33M	-
30-Dec	Initial Claims	25-Dec	-	416K	420K	-
30-Dec	Continuing Claims	18-Dec	-	4030K	4064K	-
30-Dec	Chicago PMI	Dec	-	62.5	62.5	-
30-Dec	Pending Home Sales	Nov	-	-1.80%	10.40%	-

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

## Daily Market Outlook



**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](http://www.Fairwealth.in) . Email: [info@fairwealth.in](mailto: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, Aminjikarai, 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, Banglore, Karnataka – 560011, Ph-080-41172604/605 ● Hyderabad : Shop No.8, Ground Floor, Meridian Plaza, besides Lal Bungalow , 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.*