



# Market Outlook

12<sup>th</sup> Aug '2010

## Technical View of the Market



Weak global cues dragged Indian indices down and the indices closed with big cuts. Metals, Capital goods, and Finance sector faced major sell off. SENSEX shut shop at 18070, down 149 points and Nifty at 5420, down 40 points from the previous close. Both CNX MIDCAP index and BSE SMALLCAP index were down 0.5%. The market breadth was negative with advances at 465 against declines of 826 on the NSE. Top gainers included TATAMOTORS, JINDALSTEL, BPCL, RELCAPITAL, AMBUJACEM, GAIL, IDEA, HINDALCO, TATAPOWER and RANBAXY while top losers are listed as TATASTEEL, WIPRO, HDFC, M&M, ICICIBANK, STER, UNITECH and TATASTEEL.

	LTP	S3	S2	S1	R1	R2	R3
NIFTY	5420	5330	5360	5408	5471	5487	5510
SENSEX	18070	17810	17910	18000	18190	18320	18500

## Next Day Trading Session:


In the next session if NIFTY traded below 5408 it might face continuous selling pressure and likely to test 5360 and 5330 levels. Traders are suggested to take short position at rise keeping in view the resistance level 5470. BANKING and METALS may face major sell off. PHARMA may attract buying.


## Trading Strategy:-

S.N	TRADE	SCRIP SYMBOL	ENTER	STOP LOSS	TARGET
1	SELL	NIFTY FUTURE	AROUND 5440-5450	5470	5400-5350
2	SELL	BANKNIFTY FUT	ABOVE 10440-450	10491	10370-10320
3	SELL	BAJAJ-AUTO FUT	BELOW 2564	2582	2533-2470
4	SELL	JSWSTEEL FUT	BELOW 1109	1124	1094-1083
5	BUY	BIOCON FUT	ABOVE 325	320	330-335
6	BUY	JINDALSTEL	ABOVE 662	650	675-686
7	SELL	ABAN	AROUND 868	880.10	850-840
8	SELL	LUPIN	BELOW 1825	1850	1800-1780

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 		
AXISBANK	GRASIM	JINDALSAW
BPCL	HPCL	BHEL
PETRONET	FINANTECH	TATAPOWER
TATACOMM	BAJAJHIND	SUNTV
RENUKA	BALRAMCHINI	ASIANPAINTS
IOC	GAIL	CENTURYTEX

EXPECTED BEARISH STOCKS 		
RELIANCE	ICICIBANK	KOTAKBANK
SBIN	BANKINDIA	PTC
SIEMENS	IVRCLINFRA	TATASTEEL
IDFC	VOLTAS	MUNDRAPORT
GMDCLTD	LITL	MTNL

**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.

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
Munjali Showa	Jindal Saw Ltd		

Find the detailed report through:-

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

- ✓ 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
10-Aug	Productivity-Prel	Q2	-0.90%	0.10%	3.90%	Decreased
10-Aug	Unit Labor Costs	Q2	0.20%	1.40%	-3.70%	Increased
10-Aug	Wholesale Inventories	Jun	0.10%	0.40%	0.50%	Increased
10-Aug	FOMC Rate Decision	10-Aug	0.25%	0.25%	0.25%	Same
11-Aug	Trade Balance	Jun	-	-\$42.2B	-\$42.3B	-
11-Aug	Crude Inventories	7-Aug	-	NA	-2.78M	-
11-Aug	Treasury Budget	Jul	-	-\$169.0B	-\$180.7B	-
12-Aug	Initial Claims	7-Aug	-	465K	479K	-
12-Aug	Continuing Claims	31-Jul	-	4600K	4537K	-
12-Aug	Export Prices ex-ag.	Jul	-	NA	-0.20%	-
12-Aug	Import Prices ex-oil	Jul	-	NA	-0.60%	-

**World Market Indices**

World Indices	Previous Close	Value	%Change
<b><u>US Markets</u></b>			
Dow Jones	10,698.75	10,644.25	-0.51
Nasdaq	2,305.69	2,277.17	-1.24
S&P 500	1,127.79	1,121.06	-0.60
<b><u>European Markets</u></b>			
FTSE 100	5,376.41	5,292.49	-1.56
CAC 40	3,730.58	3,663.67	-1.79
<b><u>Asian Markets</u></b>			
Nikkei 225	9,551.05	9,292.85	-2.70
Hang Seng Index	21,473.60	21,294.54	-0.83
Shanghai	2,595.27	2,607.50	0.47
Taiwan Taiex Index	7,976.74	7,895.03	-1.02

\*Data is taken at 5.00p.m IST

**Institutional Turnover**

*Fig in Cr*

Date	FII's	DII's	NET
9/08/2010	-58.6	-45.51	-104.11
6/08/2010	829.1	-340.59	488.51
5/08/2010	167.4	-187.81	-20.41
4/08/2010	741.5	-275.89	465.61
3/08/2010	677.3	-152.52	524.78
2/08/2010	864.4	-172.8	691.6
30/07/2010	1040.2	-129.97	910.23

*DII's data is on provisional basis*

**Corporate Highlights**

The board of **Kaira Can** Company has revised and approved the cost of modernisation-cum-expansion programme around Rs. 1300 lakhs from Rs. 650 lakhs which was approved earlier.

**Asahi Infrastructure & Projects** has announced that the company has received work order for construction of 544 houses and infrastructure work like roads, sewerage system, community centres pre-primary schools water supply pipelines and development of parks, etc under central Government scheme for Municipal Council Washim District Washim. The value of the contract is Rs. 1022.35 lakh

**Mohit Industries** has received order from Larsen & Toubro for supply of more than 150000 blocks in the next three months. This order is for the first phase requirement worth Rs. 1.30 crore and the delivery for the above order has already started.

**Educomp Solutions** has announced that it has picked up a strategic stake in leading engineering test prep player, Vidya Mandir Classes (VMC) for close to Rs.34 crore.

**Forthcoming Results**

Accentia Tech	Deccan Gold	Jeypore Sugar	Oswal Agro	Simplex Proj
Adhunik Metal	Decolight Cerm	Jhaveri Flexo	Panama Petro	Simran Farms
Advani Hotels	Deepak Spin	Jindal Drill	Panchsheel Org	Sinnar Bidi
Agio Paper	Devine Impex	JINDALCOTEX	Paramount Comm	SKY Inds
AI Champdany	Dhanprayog	JJ Finance	Pearl Engr	Softsol India
AIA Engineering	Dishman Pharma	Jyoti	Pearl Polymers	Span Diag
Aimco Pest	Divis Lab	K Sera Sera	Phoenix Intl	Spectacle Inds
Ajcon Global	Ecoboard Inds	Kadamb Constr	Pithampur Steel	SPMLINFRA
Ajel Info	Essar Sec	Kalpena Inds	Polychem	Sri Adhikari Bro
Allied Comp	Ester Inds	Kalpena Plastiks	Polyplex Corp	Sri Vajra Gran
Amalgamated Ele	Extol Comm	Kalyani Forge	Pratiksha Chem	SSPDL
Anil Products	Federal Mogul	KAY Power	PTC India	Standard Inds

Anjani Portland	Frontier Leas	Kemp & Co	Punjab Alkalies	Sterling Hol Fin
Ansal Prop	Frontier Spr	KEW Inds	Radaan Media	Stewarts & Lloyds
Anshuni Comm	Gallantt Metal	Khaitan Elect	Radha Madhav	STI India
Apollo Hosp	Garware Marn	Kinetic Engr	Rainbow Papers	STL Global
Aptech	Gem Spinners	Kuberkamal Indl	Raj Agro	Subway Finance
Asian Elect	Gemini Comm	Kuvam Intl	Ranbaxy Lab	Sunteck Realty
ATN Intl	Gemstone Invest	Kwality Dairy	Ratnamani Metal	SV Electricals
Atul	GG Dandekar	Landmarc Leis	RCC Cements	Swastik Safe
Aurionpro Sol	Glory Polyfilms	Liberty Shoes	Remi Edlestahl	Swastika Invest
Avon Mercantile	Gokak Textiles	Lords Chloro	Remi Elektrotechnik	Synthiko Foils
Axon Infotech	Goldiam Intl	Luminaire Tech	Remi Process	TALWALKAR
BA PACK	Greaves Cotton	Lyka Labs	Remi Securities	Tamilnadu Tele
Bagalkot Udyog	Harleystreet	Makers Lab	Resonance Specialties	Tata Power
Baid Leasing	HATHWAY CAB	Man Inds	Rico Auto	Tata Steel
Bajrang Fin	HB Leasing	Manipal Fin	ROCKON FIN	TECHNOFAB
Balmer Lawr	HB Stock	Marksans Pharma	Rollatainers	TWINSTA SO E
Bambino Agro	Hella India	Marvel Vinyls	Roman Tarmat	Uniflex Cables
Benzo Petro Intl	Hind Rectifiers	Maxwell Inds	Ruby Mills	Unitech Intl
Bhagyodaya Mark	Hinduja Found	Maytas Infra	Ruchi Infra	Universal Star
Binny	Hindustan Copp	Mayur Leather	Sam Leaseco	Uniworth
Birla Power	Hindustan Oil	Mayur Uniquoter	Samtex Fashions	Uniworth Intl
Birla Precision	ICRA	Medicamen Bio	Sanjivani Par	Uniworth Tex
Bombay Cycle	Incon Engineers	Mega Corp	Sarla Perf	Valecha Engr
BRAHMANAND	India Motor	Modison Metals	Satra Prop	Vanasthali Tex
Brushman India	India Sec	Moser Baer	SBI	VB Desai
Cable Corp	Indiabulls Real Est	Mount Shivalik	Scindia Steam	VCK Cap Market
Carol Info	Indiaco Vent	MTNL	Setco Auto	Vedant Hotels
Celestial Biolabs	Indian Extr	Mudra Lifestyle	SEZALGLASS	Vidhi Dyestuffs
Centum Elect	Indianivesh	Mukta Arts	Sharon Bio	Vishal Cotspin
Chartered Log	Indo Rama Syn	Munjai Auto	Shree Ashtavina	Vision Corp
Cifco Finance	Indraprastha Gas	Narmada Gelt	Shree Krish Pap	Walchandnagar
Clarus Finance	Integrated Fin Co	Neptune Expo	Shree Raj Syntex	Wanbury
Core Projects	Intra Infotech	Nissan Copper	Shree Renuka Sug	Well Pack Papers
Cosmo Ferrites	IO System	Nucent Finance	Shri Ganesh Spi	Yash Papers
Cummins India	Jalgaon Rerol	Odyssey Corp	Sicagen India	
Cyber Media	Jayaswal Neco	Om Metals	Signet Overseas	
Daiichi Kark	Jeet Machine	Organic Coat	SIGRUN HOLD	
Datamatics Glob	Jetking Info	Oscar Global	Sika Interplant	

**Forthcoming Corporate Action**

Scrip Name	Ex-date	Purpose
Globsyn Info	12-Aug-10	Reduction of Capital
Indo Gulf Inds	12-Aug-10	Scheme of Arrangement
Gemstone Invest	13-Aug-10	Stock Split from Rs. 10/- to Re. 1/-
Jay Shree Tea	13-Aug-10	Stock Split from Rs. 10/- to Rs. 5/-
Magma Fin	13-Aug-10	Stock Split from Rs. 10/- to Rs. 2/-
Enrich Inds	16-Aug-10	Reduction of Capital

**Forthcoming Dividends**

Scrip Name	Ex-Date	Amount	Scrip Name	Ex-Date	Amount
20 Microns	12-Aug-10	1	Kulkarni Power	12-Aug-10	2
Adani Enter	12-Aug-10	1	MAITHAN ALL	12-Aug-10	1
Ashiana Hous	12-Aug-10	1.5	Menon Bearings	12-Aug-10	1.25
ASTEC	12-Aug-10	1	Amrutanjan Health	13-Aug-10	10
Bajaj Steel	12-Aug-10	2	Dr Agarwals	13-Aug-10	0.8
Balaji Tele	12-Aug-10	0.3	HB Portfolio	13-Aug-10	2
Bharat Rasayan	12-Aug-10	1.8	Jai Corp	13-Aug-10	0.5
Elgi Rubber	12-Aug-10	0.1	Jeypore Sugar	13-Aug-10	5
Emco	12-Aug-10	1.4	Manjushree Techno	13-Aug-10	1
Fact Enterprise	12-Aug-10	0.1	Renaissance Jew	13-Aug-10	2
GMM Pfaudler	12-Aug-10	0.7	Sahyadri Inds	13-Aug-10	3
Hexaware Tech	12-Aug-10	0.6	Gulshan Poly	16-Aug-10	1.25
Insecticides India	12-Aug-10	2	Priya	16-Aug-10	0.5
Kalyani Steel	12-Aug-10	1.25	Tata Power	16-Aug-10	12

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

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