



Market Outlook

13th Aug '2010

Technical View of the Market



Indian indices witnessed gap-down opening and weak trading in the first half session on account of disappointing IIP data, buy SBI'S result gave good recovery in index with finally flattish closing. SENSEX closed at 18073, up 3 points and Nifty at 5416, down 4 points from the previous close. CNX MIDCAP index was up 0.4% and BSE SMALLCAP index was up 0.03%. The market breadth was negative with advances at 530 against declines of 741 on the NSE. Top gainers included SBIN, ONGC, HUL, TATAMOTORS, HINDALCO, PNB, CAIRN, AXISBANK and BPCL. Top losers are listed as WIPRO, STER, JAIPRA, ITC, INFOSYSTCH, AMBUJACEM and SAIL.

| | LTP | S3 | S2 | S1 | R1 | R2 | R3 |
|--------|-------|-------|-------|-------|-------|-------|-------|
| NIFTY | 5416 | 5330 | 5370 | 5400 | 5432 | 5475 | 5510 |
| SENSEX | 18073 | 17810 | 17910 | 18000 | 18190 | 18320 | 18500 |

Next Day Trading Session:


In the next session NIFTY may trade in the range 5400-5432, sustaining beyond the range might decide the trend. However, traders are suggested to be cautious in long positions in the view of resistance 5475-5510. METALS and BANKING may appear strong while HEALTH CARE may face selling pressure.

Trading Strategy:-

| S.N | TRADE | SCRIP SYMBOL | ENTER | STOP LOSS | TARGET |
|-----|-------|---------------|------------------|-----------|-------------|
| 1 | BUY | NIFTY FUTURE | ABOVE 5432 | 5410 | 5454-5474 |
| 2 | BUY | BANKNIFTY FUT | ABOVE 10590 | 10540 | 10640-10680 |
| 3 | BUY | HDIL FUT | ABOVE 290 | 286 | 294-298 |
| 4 | SELL | JSWSTEEL FUT | AROUND 1124-1126 | 1137 | 1111-1094 |
| 5 | SELL | MPHASIS FUT | BELOW 590 | 600 | 580-570 |
| 6 | BUY | ONGC | ABOVE 1278 | 1265 | 1294-1307 |
| 7 | BUY | BANKBARODA | ABOVE 774 | 764 | 784-798 |
| 8 | BUY | GUJRAT FLUORO | ABOVE 220 | 213.90 | 228-235 |

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  | | |
|---|-----------|------------|
| ANDHRABANK | BANKINDIA | SBIN |
| UCOBANK | BIOCON | BHEL |
| ALBK | SUNTV | BANKBARODA |
| NALCO | PTC | PATNI |
| NEYVELI LIG | TITAN | HUL |
| AUROBINDO PHARMA | FINANTECH | ABB |

| EXPECTED BEARISH STOCKS  | | |
|---|------------|----------|
| RELIANCE | JSWSTEEL | RELINFRA |
| EDUCOMP | ABAN | APIL |
| SESAGOA | WIPRO | STER |
| INFOSYSTCH | FEDRALBANK | ZEEL |
| ADANIENT | NMDC | VOLTAS |

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.

| | | | |
|--------------------------|---------------------|-----------------------------|----------------------------|
| UTV Software 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>.

- ✓ 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 |
|--------|----------------------|--------|-----------|----------------|-----------|-----------|
| 11-Aug | Trade Balance | Jun | -\$49.9B | -\$42.2B | -\$42.0B | Decreased |
| 11-Aug | Crude Inventories | 7-Aug | -2.99M | NA | -2.78M | Decreased |
| 11-Aug | Treasury Budget | Jul | -\$165.0B | -\$169.0B | -\$180.7B | Decreased |
| 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% | - |
| 13-Aug | CPI | Jul | - | 0.20% | -0.10% | - |
| 13-Aug | Core CPI | Jul | - | 0.10% | 0.20% | - |
| 13-Aug | Retail Sales | Jul | - | 0.50% | -0.50% | - |
| 13-Aug | Retail Sales ex-auto | Jul | - | 0.20% | -0.10% | - |
| 13-Aug | Mich Sentiment | Aug | - | 70 | 67.8 | - |
| 13-Aug | Business Inventories | Jun | - | 0.20% | 0.10% | - |

World Market Indices

| World Indices | Previous Close | Value | %Change |
|--------------------|----------------|-----------|---------|
| US Markets | | | |
| Dow Jones | 10,644.25 | 10,378.83 | -2.49% |
| Nasdaq | 2,277.17 | 2,208.63 | -3.01% |
| S&P 500 | 1,121.06 | 1,089.47 | -2.82% |
| European Markets | | | |
| FTSE 100 | 5,245.21 | 5,269.15 | 0.46% |
| CAC 40 | 3,628.29 | 3,616.40 | -0.33% |
| Asian Markets | | | |
| Nikkei 225 | 9,292.85 | 9,212.59 | -0.86% |
| Hang Seng Index | 21,294.54 | 21,105.71 | -0.89% |
| Shanghai | 2,607.50 | 2,575.48 | -1.23% |
| Taiwan TaieX Index | 7,895.03 | 7,829.79 | -0.83% |

*Data is taken at 5.00p.m IST

Institutional Turnover

Fig in Cr

| Date | FII's | DII's | NET |
|-----------|-------|---------|---------|
| 10/8/2010 | 613.7 | -540.67 | 73.03 |
| 9/8/2010 | -58.6 | -45.51 | -104.11 |
| 6/8/2010 | 829.1 | -340.59 | 488.51 |
| 5/8/2010 | 167.4 | -187.81 | -20.41 |
| 4/8/2010 | 741.5 | -275.89 | 465.61 |
| 3/8/2010 | 677.3 | -152.52 | 524.78 |
| 2/8/2010 | 864.4 | -172.8 | 691.6 |

DII's data is on provisional basis

Corporate Highlights

Avantel has received an order from Bharat Electronics, Hyderabad for supply & service of electronic products worth Rs. 13.37 crore.

Nagarjuna Construction Company has secured new orders worth Rs 673 crore. Two orders valued at Rs 254 crore are secured from the Commissionerate of Ahmedabad for the construction of hospital buildings in Ahmedabad to be completed over a period of 30 months.

Mahindra & Mahindra has been selected as the 'Preferred Bidder' for acquiring Ssangyong Motor Company (SYMC). The Preferred Bidder status would require the company to enter into a Memorandum of Understanding, followed by a confirmatory due diligence process and signing of definitive agreements thereafter.

Forthcoming Results

| | | | | |
|----------------|------------------|-----------------|-----------------|-----------------|
| ABC Gas | Coral India | Infodrive | Olympia Cap | Shree Nath Comm |
| ABC Paper | Cords Cable | Innovative Tech | Olympic Mgmt | Shyamal Hold |
| Abee Info | Cravatex | Intellvisions | Omax Autos | SIEL Financial |
| ABG Infra | Creative Eye | Interworld Dig | Ontrack Sys | Simbhaoli Sug |
| Accel Trans | Credence Sound | IOL Netcom | ORISSA MINE | SKS Logistics |
| Ackruti City | Cupid Trades | Jagjanani Tex | Paragon Fin | SNS Textiles |
| Adani Enter | Daikaffil Chem | Jagsonpal Phar | Paramount Cosm | Softbpo Global |
| Advanta India | Deccan Cements | JD Orgochem | Parsoli Corp | Softpro Sys |
| Aksharchem | Deccan Chron | JIK Inds | Parth Aluminium | Software Tech |
| Alchemist Corp | Delton Cables | JMG Corp | Patel Engr | SOUTHERN ISP |
| Alka India | Dhanalakshmi Bnk | Jupiter Biosc | PBA Infra | Sovereign Diam |
| Allied Resins | Dhanlaxmi Cotex | Kamadgiri Syn | PIPAVAVSHIP | Spanco |
| Almondz Cap | Dhanlaxmi Fab | Kamdhenu Ispat | Polygenta Tech | Spentex Inds |

| | | | | |
|-------------------|-------------------|-------------------|--------------------|------------------|
| Almondz Glob | Dharani Fin | Kaushalya Infra | Prabhav Inds | Spice Islands |
| Alpine Housing | Dharani Sugars | Kennametal | Raghunath Intl | SS Forgings |
| Amrapali Inds | DIL | Kernex Micro | Raghunath Tob | Stanrose Mafat |
| Amulya Leas | DJS Stock | KG Denim | Rajesh Exports | Stelco Strips |
| Apis India | Dolat Invest | Khaitan India | Ram Ratna Wires | Sterling Grnty |
| Apollo Finvest | Dolphin Med | Khatau Exim | Rama Phosphates | Sujana Metal |
| Apple Finance | Donear Inds | Khoday India | Ramsons Proj | Sujana Uni |
| Aroni Comm | DQ Entert Intl | Kiri Dyes | Rana Sugars | Sundaram Clayton |
| Ashiana Ispat | Dynamatic Tech | Kohinoor Broad | RAS Resorts | Sunitee Chem |
| Asian Star | Eldeco Hous | Kothari Prod | Rathi Steel | Suzlon Energy |
| Asutosh Enter | Electrotherm | Koutons Retl | Ravindra Trad | Syschem India |
| Avance Tech | EPC Industrie | Krishna Engr | Relaxo Foot | Tanla Solutions |
| Avon Organics | Ess Dee Alum | Krishna Ferro | Reliance Comm | Taparia Tools |
| Baba Arts | Euro Ceramics | Lahoti Overseas | Religare Tech Glob | Tarai Foods |
| Bang Overseas | Faze Three | Livingroom Life | Religare Technova | Today's Writing |
| Bank of Rajasthan | Fenoplast | Lords Chemicals | Responsive Inds | Towa Sokki |
| Benares Hotels | Finolex Inds | Lotus Chocolate | Rids Securities | Transpek Inds |
| Bhandari Hos | Forbes & Co | LS Inds | Roopa Inds | Tricom India |
| Bihar Sponge | Gaekwar Mills | Lumax Automotive | Roselabs Fin | Trigyn Tech |
| Bilcare | Ganon Trading | Machino Plast | Rotam Comm | Triton Corp |
| Bimetal Brngs | Gayatri Tissue | Maestros Med | S&S Power | Tuni Textile |
| Biofil Chem | Geodesic | Magnum Ventures | Sagar Tourist | Twilight Litaka |
| Blue Circle | Global Capital | Malabar Trad | Sai Capital | Ugar Sugar |
| BMB Music | Golden Crpt | Malu Paper | Sai Inds | Unisys Soft |
| Bombay Swad | Goldstone Tech | MANDHANA | Salora Intl | United Van Der |
| Brahmaputra Infra | Goodluck Steel | Mcnally Bharat | Sampada Chem | Uniworth Sec |
| Brakes Auto | Greycells Edu | Media Matrix | Sanco Trans | Vertex Spin |
| Brescon Corp | GSL NOVA | MGF | Sanghi Inds | VIRGOGLOBAL |
| Cambridge Tech | Gujarat Craft | Mobile Telecom | Sanraa Media | Visisth Merc |
| Celebrity Fash | GV Films | Modipon | Santosh Fine | VR Woodart |
| Cerebra Integ | Hariyana Ship | Moving Picture | Saraswati Comm | VST Tillers |
| Chandni Tex | Helios & Matheson | MSK Projects | Saregama India | Wallfort Fin |
| Charms Inds | Hindustan Hous | MSP Steel | Sat Inds | Warner Multi |
| CHD Developers | Hindusthan Nat | MVL | Saven Tech | Weizmann |
| Chromatic India | HMT | Nandan Exim | Sayaji Hotels | Williamson Magor |
| Cipla | In House Prod | National Gen Inds | SB&T Intl | Windsor Mach |
| Citurgia Bio | India Foils | NCL Inds | SBEC Sugar | Winro Comm |
| Claro India | India Glycols | NCL Research | SCIL Vent | Wockhardt |
| CMI | India Lease | Nitin Fire | Sequent Scientific | Yarn Syndicate |

| | | | | |
|------------------|---------------|---------------|---------------|--------------|
| CNI Research | Indo Zinc | Northern Proj | Shanthi Gears | Zenith Birla |
| Compuage Info | Indokem | Nuway Organic | Shardul Sec | |
| Compulearn | Inducto Steel | OCL Iron | Sharyans Res | |
| Consolidated Sec | Indus Fila | OK Play India | Shiv Vani Oil | |

Forthcoming Corporate Action

| Scrip Name | Ex-date | Purpose |
|-----------------|-----------|--------------------------------------|
| 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 |
|-------------------|-----------|--------|------------------|-----------|--------|
| Amrutanjan Health | 13-Aug-10 | 10 | Dredging Corp | 17-Aug-10 | 3 |
| Dr Agarwals | 13-Aug-10 | 0.8 | Emkay Glob Fin | 17-Aug-10 | 1 |
| HB Portfolio | 13-Aug-10 | 2 | Indo Borax | 17-Aug-10 | 1.5 |
| Jai Corp | 13-Aug-10 | 0.5 | Indraprastha Gas | 17-Aug-10 | 4.5 |
| Jeypore Sugar | 13-Aug-10 | 5 | Jagran Prakashan | 17-Aug-10 | 1.5 |
| Manjushree Techno | 13-Aug-10 | 1 | KEI Inds | 17-Aug-10 | 0.2 |
| Renaissance Jew | 13-Aug-10 | 2 | KPR Mill | 17-Aug-10 | 1.5 |
| Sahyadri Inds | 13-Aug-10 | 3 | L&T | 17-Aug-10 | 12.5 |
| Gulshan Poly | 16-Aug-10 | 1.25 | La Opala RG | 17-Aug-10 | 0.75 |
| Priya | 16-Aug-10 | 0.5 | Lanco Inds | 17-Aug-10 | 1.5 |
| Tata Power | 16-Aug-10 | 12 | Ledo Tea | 17-Aug-10 | 2 |
| Associated Ston | 17-Aug-10 | 0.75 | Makers Lab | 17-Aug-10 | 1 |
| Can Fin Homes | 17-Aug-10 | 2 | Temptation Food | 17-Aug-10 | 0.75 |
| Dalmia Cement | 17-Aug-10 | 1 | United Brew | 17-Aug-10 | 0.36 |
| DB Intl Stock | 17-Aug-10 | 1 | | | |

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

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