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Time to accumulate

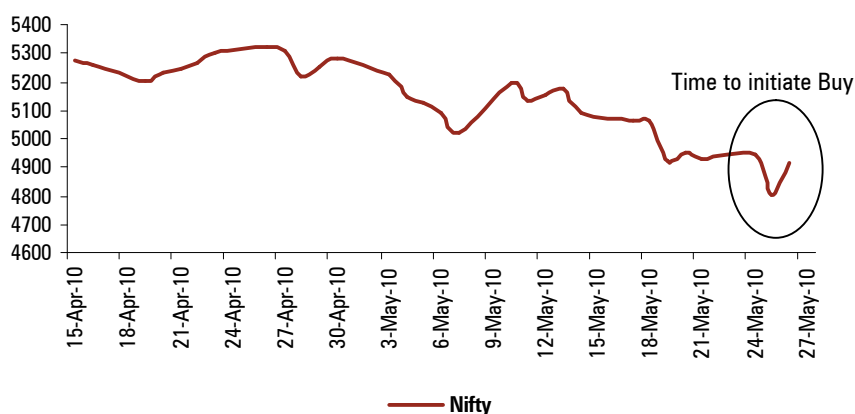
Follow a staggered approach...

The recent correction in the equity markets has led to sharp cuts coupled with high degree of volatility. The European debt crisis coupled with rising concerns on overheating in the Chinese economy has spooked global investors. The impact resulted in a sell-off by FII in emerging markets like India. In the midst of the correction we have come across certain stocks (in table below), which deserve mention as the fundamentals vis-à-vis stock price correction do represent a buying opportunity if there is further downside from current levels.

Initially, we would ask investors to put in 15% of the total deployment in the belowmentioned stocks and every correction in the markets should be used to accumulate them. We believe these stocks can certainly deliver reasonable returns over a period of six to 12 months.

Hence, we recommend following a staggered buying approach in the belowmentioned stocks.

Exhibit 1: Opportunity to start staggered buying



Source: NSE, ICICIdirect.com Research

Exhibit 2: Stocks to be accumulated with expected buying range

Company	ICICI Direct Code	Sectors	Suggested buying levels	Support 1	Support 2	Target Price
SBI	STABAN	Banks/Financials	2150-2000	2130	2010	2500
IDFC	IDFC	Banks/Financials	150-135	141	131	180
OBC	ORIBAN	Banks/Financials	315-290	307	282	422
Oil India	OILIND	Oil & Gas	1180-1230	1200	1120	1400
Maruti	MARUTI	Automobiles	1200-1050	1170	1040	1550
GVK Power	GVKPOW	Diversified	39-36	36.5	34.3	50
Indian Hotels	INDHOT	Hotels	94-88	90	84	118
JK Lakshmi Cement	JKCORP	Cement	60-55	59	53	77
Fortis Healthcare	FORHEA	Hospitality	145-140	133	115	182
Reliance Industries	RELIND	Oil & Gas	1000-930	960	901	1100

Source: Company, ICICIdirect.com Research

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