

Indices:	9 th May 07		
Indices	Closing	previous	Ch% 1d
BSE Sensex	13781.51	13765.46	0.11
CNX Nifty	4079.30	4077.00	0.05
Nifty Junior	7563.50	7507.90	0.74
BSE Mid Cap	5792.15	5779.82	0.21
Dow	13362.87	13309.07	0.40
NASDAQ	2576.34	2571.75	0.18
Nikkei	17748.12	17656.84	0.52

Institutional Activities	08/05/07	07/05/07	
FII Equity	(222.20)	96.70	
FII F&O	(158.72)	(113.53)	
MF Equity	(18.80)	57.10	

Turnover:

(Rs in Crores)	Today	Previous	% Change
BSE – Cash	4093.83	4280.65	(4.36)
NSE – Cash	8394.44	9088.33	(7.63)
Derivatives	31001.77	27126.82	14.28

Advance & Decline			
	BSE		
Advance	1122		
Decline	1407		
Unchanged	104		

Forex, Crude Oil & Metals			
	Today	Prev Day	
USD/ Rs	40.87	40.85	
Euro/Rs.	55.28	55.34	
Brent USD/barrel	64.23	64.44	
MCX Gold	9111	9080	
MCX Silver	18526	18468	
MCX Copper	334.65	332.30	
MCX Aluminum	117.45	115.65	

Ads & GDRs (USD)			
	Today	Prev Day	Chang%
VSNL	21.86	21.52	1.58
Satyam	24.23	24.20	0.12
HDFC bank	73.61	72.83	1.07
Infosys	52.03	51.29	1.44
Wipro	16.71	16.52	1.15
Tata Motors	17.86	17.94	(0.45)

Stock Name	% Allowed	% touched

Market Summary

The market staged a sharp recovery triggered by value buying at lower levels and strong global markets. The improved sentiment forced traders to cover their short positions. Bears dominated the first half of the session, but sporadic buying since the afternoon session saw the bulls emerging victorious.

The 30-shares BSE Sensex was up 16.05 points to 13781.51. Earlier, the Sensex had opened weak at 13,709.95 as profit booking continued for the fourth straight session, pulling the benchmark index below the 13,700 mark to a low of 13,612.04.

The market breadth, which indicates the overall health of the market, recovered from the initial weakness arising from selling in small-cap and mid-cap stocks. On BSE, 1407 shares declined as compared to 1122 that advanced. Prices of 104 stocks remained unchanged.

Among the 30-member Sensex pack, 21 advanced while the rest declined.

Corporate News

Sterlite Optical Technologies Ltd has an export order book for Power Transmission Conductors valued at approximately US\$ 62 Million. Based on the delivery schedules required by its customers, the Company anticipates completing deliveries within the next 6-8 months. The Company acquired the Power Transmission Business from Sterlite Industries (India) Ltd in July 2006. For the 9-month period in FY 2006-07, export revenues from the Company's Power Transmission Conductors business accounted for approximately US\$ 35 Million. The Company currently has about 3% global market share for Power Transmission Conductors and these have been sold in 38 countries across Africa, Middle East, Asia & Europe to reputed Turnkey, Utilities and Infrastructure Companies such as SONELGAZ - Algeria, EEPKO - Ethiopia, PHCN - Nigeria and ESKOM - South Africa, to name a few. The Company is a significant contributor to the global power sector with a complete range of power transmission conductors at Extra High Voltages (400kV - 800kV), High Voltages (66kV – 220kV) and power distribution conductors (11kV - 33kV) the Company currently supplies about 23% of India's total demand for power transmission & distribution conductors.

Dabur Pharma has set up a subsidiary company in the US, which will be directly responsible for sales, marketing and distribution of cancer products in that country. The incorporation of Dabur Pharma's US subsidiary comes close on the heels of the suspension of sales and distribution agreement entered with Hospira Inc. Dabur has also received the USFDA nod for selling two drugs - Paclitaxel and Carboplatin in the US, which constitutes about 50 per cent of the global oncology market. The company is a market leader in the oncology segment in India. It sold its domestic non-oncology formulations business to Alembic Ltd in January this year in line with its strategy to focus on core oncology business.

Lupin Ltd has obtained approval from the U.S. Food and Drug Administration to sell anti-infective cefdinir in oral suspension form. The drug is the generic equivalent of Abbott Laboratories Inc.'s Omnicef, which had U.S. sales of \$787 million in 2006.

The government expects to raise close to Rs 2,250 crore by selling its 10.27% stake in **Maruti Udyog** to banks and financial institutions. A floor price of Rs 760 per share has been fixed for sale of government's residual stake in the automobile giant, marking its final exit from the company after more than two decades.

Trade Statistic 9 th May 2007		
Product	No of cont	TO (Rs in cr)
Index Futures	605450	12341
Stock Futures	474118	13668.60
Index options	205785	4264.38
Stock Options	24732	727.79
Total	1310085	31001.77

Put-Call Ratio	Current	Previous
NIFTY	1.13	1.18

Open Interest – Gainers				
Scrip Name	OI Futures	% chg	CI price	% chg
Indian Bank	1764400	62.35	126.10	7.73
Federal Bank	321100	41.14	256.90	4.94
SCI	1912000	29.33	231.50	2.91
J&K Bank	270000	19.52	665.30	(1.74)
Syndicate bank	5745600	17.67	79.70	4.52
Open Interest – Losers				
Scrip Name	OI Futures	% chg	CI price	% chg
Renuka	700000	(10.49)	479.05	1.27
Nagar Fert	34174000	(8.27)	19.65	2.08
BONGAI REFN	3019500	(8.08)	49.65	0.81
UTI Bank	2057850	(7.45)	518.15	2.26
IOC	1053600	(6.99)	465.75	2.34

FII Derivatives Statistics 9th May 07

Product	Buy	Sell	OI at End of day		Inflow/ outflow
			Cont- No's	Rs	
Index Future	882.83	1484.75	747976	15319.19	(601.92)
Index Option	103.08	151.55	278575	5681.95	(48.47)
Stock Future	232.19	688.13	566155	15200.85	(455.94)
Stock Option	0.02	8.57	2672	66.82	(8.55)
TOTAL					(1114.88)

Critical Market wide position	
Scrip Name	Mkt wide position
Essar oil	83%
TTML	91%
SRF	82%
IFCI	85%
JP Hydro	80%

Scrip's in Ban Period	Mkt wide position
Arvindmill	89%
Nagarfert	85%
Parsvnath	95%

Market Summary

Index futures saw a trading volume of Rs. 10423.06 Crores out of 507213 contracts and Index options saw 155767 contracts getting traded at a notional value of Rs 3250.69 crores. The total turnover of the Futures & Options segment was Rs 27126.82 crores.

Cumulative FII positions as percentage of total gross market position in the derivative segment as on May 07, 2007 is 35.51%.

NIFTY futures saw a rise in OI to the tune 1.92% with prices coming up from lows and closing near day's high indicating long positions being built up aggressively in the market at lower levels which forced bears to cover their positions. The discount in nifty futures narrowed and nifty futures closed at 19 points premium to spot nifty indicating aggressive short covering seen in the market and fresh long positions built up in the market. The FII sold index futures to the tune of 602crs and sellers in index options to the tune of 48crs. The PCR has come down from 1.18 to 1.13 The IV is around 25.40 levels indicating some volatile trading sessions ahead.

Among the Big guns, ONGC saw 1.63% rise in OI with prices almost flat indicating that the counter may remain in a range before taking any sharp movement on either side. Whereas RELIANCE saw 4.19% rise in OI with prices coming up from low indicating buying spree emerging at lower levels and rise in prices was mainly driven by fresh long positions built up in the counter. The counter may see further built up of positions before taking any sharp and directional move which in turn may help to get clue about market's direction.

In the TECH front, INFOSYS & TCS & SATYAMCOMP saw significant rise in OI with prices coming down though market went up indicating selling pressure emerging which in turn indicates lack of confidence in the IT pack on positive side. The only exception was WIPRO which saw shorts covering their positions and the counter closing near day's high indicating buying emerging at lower levels in this counter indicating strength in this counter.

In the BANKING counters, all the majors saw rise in OI significantly with gain in values indicating buying emerging in this pack and shorts covering their positions which in turn may help these counters to rise. SBIN saw rise OI to the tune of 6.72% with prices coming up sharply and closing near day's high indicating fresh long positions being built up in the counter indicating strength in the counter. ICICIBANK saw rise in OI to the tune of 7.08% with rise in prices indicating long positions being built up in this counter.

Turnover:			
(Rs. In Crores)	Today	Previous	% chg.
BSE – Cash	4093.83	4280.65	(4.36)
NSE – Cash	8394.44	9088.33	(7.63)
Derivatives	31001.77	27126.82	14.28

Change in Open Interest - Futures

Particulars	Today	Previous	% chg.
Nifty Futures			
No of Shares (lacs)	341.41	334.97	1.92
Value In Crores	14070	13706	2.66
Stock Futures			
No of Shares (lacs)	10231.11	10029.04	2.01
Value In Crores	23531	22728	3.53
Total Shares (lacs)	10572.52	10364.01	2.01
Total Value	37601	36434	3.20

Market View

Nifty and Sensex have exhibited hammer like candlestick which has a small real body and a longer lower shadow. This candlestick indicates that there was buying support emerging at lower levels.

Technically, one may use the level of 4030 (Nifty) and 13600 (Sensex) as the stop loss level.

Nifty faces resistance at 4185 and Sensex at 14225.

	Telephone Numbers	Email
Director – Research		
Tarun Sisodia	91-22-6626 6777	tarunsisodia@rathi.com
Sales & Dealing		
Girish Bhutra (Head – Sales & Trading)	91-22-6626 6414	girishbhutra@rathi.com
Srinivas Reddy	91-22-6626 6408	srinivasreddy@rathi.com
Vishal Laddha	91-022-66266400	vishalladdha@rathi.com
Venkat Ramesh Babu	91-022-66266410	rameshbabu@rathi.com
Maulik Narielwala	91-022-66266405	mauliknarielwala@rathi.com
Payal Jain	91-022-66266407	payaljain@rathi.com
Satyen Kansara	91-022-66266412	Satyenkansara@rathi.com
Hiten Amlani	91-022-66266413	hitenamlani@rathi.com
Shyam Kakani	91-022-66266411	sskakani@rathi.com
Shaharukh Gandhi	91-022-66266409	shaharukhgandhi@rathi.com
Kaushik Shah	91-022-66266404	kaushikshah@rathi.com
Ketan Oza	91-022-66266415	ketanoza@rathi.com

Anand Rathi Securities Limited

Member, The Stock Exchange, Mumbai

Navaratan Capital & Securities Private Limited

Member, National Stock Exchange of India

J. K. Somani Building, British Hotel Lane, Bombay Samachar Marg, Fort, Mumbai 400 023. Tel: +91 22 6637 7000. Fax: +91 22 6637 7070

This report has been issued by Anand Rathi Securities Limited (ARSL), which is regulated by SEBI. The information herein was obtained from various sources; we do not guarantee its accuracy or completeness. Neither the information nor any opinion expressed constitutes an offer, or an invitation to make an offer, to buy or sell any securities or any options, futures or other derivatives related to such securities ("related investments"). ARSL and its affiliates may trade for their own accounts as market maker / jobber and/or arbitrageur in any securities of this issuer(s) or in related investments, and may be on the opposite side of public orders. ARSL, its affiliates, directors, officers, and employees may have a long or short position in any securities of this issuer(s) or in related investments. ARSL or its affiliates may from time to time perform investment banking or other services for, or solicit investment banking or other business from, any entity mentioned in this report. This research report is prepared for private circulation. It does not have regard to the specific investment objectives, financial situation and the particular needs of any specific person who may receive this report. Investors should seek financial advice regarding the appropriateness of investing in any securities or investment strategies discussed or recommended in this report and should understand that statements regarding future prospects may not be realized. Investors should note that income from such securities, if any, may fluctuate and that each security's price or value may rise or fall. Past performance is not necessarily a guide to future performance. Foreign currency rates of exchange may adversely affect the value, price or income of any security or related investment mentioned in this report.