

## Hope floats on D-Street

**The most important thing about recovery is to pass the message on. - Maurice Gibb.**

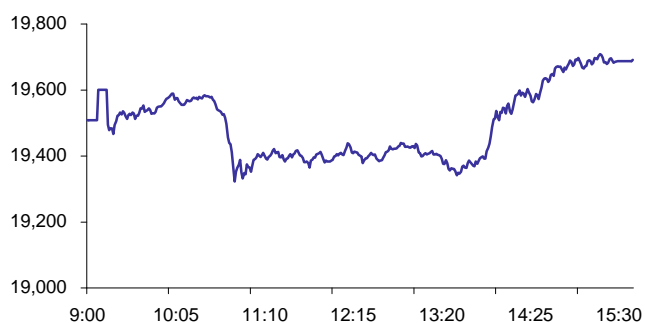
Monday's late rebound from day's low saved the day for the bulls. However, it is not clear whether the advance has enough steam is anybody's guess. The start today is likely to be muted and choppy. Beware of the heightened volatility even as the near-term outlook remains murky in the face of a few headwinds (local and global).

Confidence and conviction seem to be in short supply following a couple of selloffs in recent history. Therefore, it would be prudent to remain cautious and not get tempted by any short-term spurts. Remember, Monday's advance came on low volume though breadth was positive.

Monthly inflation data, to be released today, is a key macro-economic indicator given the lingering concerns over stubbornly high prices. There have also been reports of an impending fuel price hike as well.

The FOMC meet in the US on Tuesday and the RBI mid-quarter review are the key events that will have a bearing on sentiment. Advance tax numbers for Q3 FY11 will also be watched closely. Shares of MOIL Ltd. will be listed on Wednesday.

## Sensex intra-day



ADR/GDR			
	Latest (US\$)	Price % chg	% Prem/Disc
Dr. Reddys	40.7	0.6	0.9
HDFC Bk	166.2	(0.5)	11.7
ICICI Bk	49.3	0.5	(0.8)
ITC	3.7	(2.1)	(0.1)
Infosys	70.5	1.0	1.1
Ranbaxy	12.3	(0.2)	1.5
Reliance	46.1	2.3	(0.2)
Wipro	14.5	(0.9)	46.1
SBI	121.9	0.8	0.2
Tata Motors	28.6	0.6	0.9
Sterlite	14.8	0.2	305.1
L&T	43.5	0.9	0.0

Indian market		% change	
	Last close	1 day	3 mth
Sensex	19,692	0.9	2.5
Nifty	5,908	0.9	2.6
BSE 100	2,450	1.1	(0.1)
BSE 200	7,695	1.2	(0.9)
CNX Midcap	8,635	1.4	(6.0)
BSE Smallcap	9,135	2.0	(11.1)

Developed market		% change	
	Last close	1 day	3 mth
Dow Jones	11,429	0.2	8.4
Nasdaq	2,625	(0.5)	14.8
S&P 500	1,240	0.0	10.6
FTSE	5,861	0.8	5.3
CAC	3,892	0.9	3.3
DAX	7,029	0.3	12.3
Hang Seng*	23,390	0.3	7.8
Nikkei*	10,294	0.0	10.7
S&P/ASX200*	4,772	0.3	3.1

\* Markets are open

Emerging market		% change	
	Last close	1 day	3 mth
Shanghai Comp	2,922	(0.0)	8.7
Brazil Bovespa	69,126	1.1	1.6
Mexico Bolsa	37,894	0.6	15.1
Kospi*	2,002	0.3	10.3
Micex	1,662	0.4	15.3
Taiwan*	8,749	0.1	7.6
Straits*	3,181	(0.0)	4.3

\* Markets are open

Institutional activity (Rs cr)		Cash	F&O	MTD	YTD
FII's	(966)	410	546	129,223	
MF's	-	-	(278)	(28,556)	
FII's Prov.	(288)				
MF's Prov.	335				

Commodities		% change	
	Last close	1 day	3 mth
Crude (US\$/bbl)	88.4	(0.2)	15.1
Gold (US\$/oz)	1,402	0.5	10.5
Copper (US\$/mt)	9,295	2.9	22.0
Aluminium (US\$/mt)	2,312	0.8	10.1
Zinc (US\$/mt)	2,316	1.8	9.2

Advance/Decline stocks (Nos)		A	B	S	Total
Adv	172	1,304	296	1,969	
Dec	29	546	111	880	
Unch	1	90	37	167	
A/D ratio (x)*	5.9	2.4	2.7	2.2	

\*A/D excluding Unch

Trade value (Rs cr)		% chg	
Cash NSE	13,332	(22.4)	
Cash BSE	3,083	(24.5)	
Total Cash	16,415	(22.8)	
Delivery (%)	38.3	-	
Derivatives	124,973	0.1	

Currency		% change	
	Last close	1 day	3 mth
Rs/US\$	45.14	0.2	2.8
Rs/EUR	59.81	0.2	(0.2)
US\$/GBP	1.59	0.0	2.1
US\$/EUR	1.34	0.0	3.1
Yen/US\$	83.47	0.1	(0.5)

Bond market		Bps chg	
	Last Close (%)		
10yr Gsec	8.12	0.00	
Call rate	6.50	(0.03)	

## Corporate snippets

- ✦ The Munjal family is set to acquire **Honda Motors'** 26% stake in their joint venture Hero Honda Motors for around US\$1bn or half the current value of the stake in the stock market. (ET)
- ✦ **ONGC** is in talks with Russia's Bashneft to help the oil firm develop the giant Arctic Trebs and Titov oil fields. (ET)
- ✦ International Coal Ventures (ICV), floated by SAIL, NMDC, NTPC, RINL and Coal India, may bid for Australia's Riversdale Mining. (BS)
- ✦ **Vedanta Resources** has received the approval from shareholders for the proposed acquisition of a 51-60% interest in **Cairn India** from Cairn Energy. (BS)
- ✦ **NTPC** plans to set up two more power stations in Bengal, at Katwa and Bandel, with a total capacity of 2,980MW. (BL)
- ✦ Reckitt Benckiser of the UK bought **Paras Pharmaceuticals** for Rs32.6bn, in a deal that values the maker of brands such as D'Cold, Krack and Moov at eight times its sales of Rs4bn. (BS)
- ✦ **Aventis Pharma** will sell its 49% stake in vaccine manufacturing unit, Chiron Behring Vaccines, to its joint venture partner Novartis Vaccines and Diagnostics for US\$22.4mn. (BS)
- ✦ **ICICI Bank** is looking to raise US\$545mn through US commercial paper, which will have a maximum tenor of 360 days. (BL)
- ✦ **Sun Pharma** is looking at acquire a US based company valued at US\$300mn. (ET)
- ✦ **Ashok Leyland** has bagged an order for 600 vehicles worth Rs1.25bn from Hubli-based VRL Logistics. (BL)
- ✦ **JSW Steel** will issue global depository receipts (GDR) worth Rs4.6bn to Japanese steel major JFE Steel Corporation. (BL)
- ✦ The Tamil Nadu Electricity Board has paid the first instalment of Rs1bn to **GMR Infrastructure** as part of the Rs4.8bn settlement relating to a power purchase agreement. (BL)
- ✦ **Everonn Education** Ltd has transferred more than 3.9mn shares to SKIL Infrastructure Ltd to raise ~Rs2bn. (BS)
- ✦ The Supreme Court adjourned hearing of a special leave petition against the Madras High Court order to close down the **Sterlite's**

copper smelting plant in Tuticorin, Tamil Nadu, on alleged environment pollution to January. (BS)

- ✦ **Hindalco** will receive a dividend (return of capital) of US\$1.7bn from its Canadian subsidiary Novelis Inc which recently announced plans to raise US\$4bn through debt. (BL)
- ✦ **Rcom** become the first telecom operator to launch third-generation (3G) services in the metro cities of Delhi, Mumbai and Kolkata. (BS)
- ✦ **Steel Strips Wheels** (SSWL) issued and allotted 0.377mn equity shares of Rs10 each to South Korean company GS Global Corp. (BL)
- ✦ **GlaxoSmithKline** has agreed to buy protein drinks firm Maxinutrition for US\$256mn from its private-equity owners to complement its Lucozade sports drinks franchise. (ET)
- ✦ Confidence Petroleum India has received two orders worth Rs366.4mn from **HPCL** for supply of LPG cylinders. (ET)
- ✦ **IDBI Bank** to raise base rate by 50bps to 9% and benchmark prime lending rate by 25bps to 13.75%, effective Jan. 1 (ET)

## Economy snippets

- ✦ The RBI has advised all scheduled banks to ensure opening of 'no frills' accounts of students from minority communities or other disadvantaged groups when they approach them, Government said today. (ET)
- ✦ An Empowered Group of Ministers (EGoM) headed by Finance Minister may meet on December 22 to decide on raising diesel prices by Rs1-2 a litre. (ET)
- ✦ The government has delayed approval for US-based Qualcomm's India operations, extending the chipmaker's wait for airwaves it won in a keenly-contested auction earlier this year. (ET)
- ✦ The government has formed a working group comprising airlines and passenger associations to look into air fares. (ET)
- ✦ SEBI is considering a proposal under which fund management fees charged by mutual funds will be linked to the performance of a scheme. (ET)

## Nifty price/volume



Markets turned out to be extremely volatile on Monday trading session but managed to recoup its early losses in later half, to close in positive terrain. Immediate resistance is seen at 5930 levels above which we can expect Nifty to ride till 6000 levels.

## Support/Resistance levels

	Close	Support	Resistance
Nifty	5,907	5,850	5,980
Sensex	19,692	19,530	20,150

## Abnormal change in delivery

Stock	NSEdely (%)	Prev NSEdely (%)	Price % chg
Gtlinfra	60.8	26.2	0.2
Syndibank	32.1	14.7	2.5
Beml	69.4	33.1	0.2
Albk	44.4	22.2	3.8
Balramchin	51.2	27.6	5.5

## Positive breakout

Company name	CMP	10 Days MVG avg	Price % chg	20 Days MVG avg
Dewan Housing	289.6	277.0	4.5	291.2
Acc Ltd	1,051.7	1,006.1	4.5	1,013.1
Bharat Heavy Ele	2,340.2	2,240.6	4.4	2,242.4
Gujarat Flouroch	208.6	199.8	4.4	186.6
Voltamp Transfor	749.8	718.3	4.4	738.2

## Stocks in uptrend

Company	Vol % chg	Delivery %	Price % chg
Glenmark	155.0	80.2	2.0
Pfizer	61.3	98.8	1.6
Mahseamles	177.2	98.1	0.9
Trent	624.5	96.8	0.5
Tubeinvest	3,228.2	96.6	2.0

## Mphasis (BUY, above Rs622, Target Rs645):

The daily chart of Mphasis depicts a bullish inverted head and shoulder bottom formation with the price crossing above the neckline (Rs610) in yesterday's session. The upmove was backed with volumes and was also successful in penetrating its 100-DMA. Similar breakout was also visible in RSI which has negated a double top formation. We expect Mphasis to do well in the near term, after CNX IT Index also gave a breakout from Falling Channel on the hourly chart. 200-DMA is placed around Rs622, above which stock could attempt levels of Rs650 in the short-term. Back to back confirmation of breakout above an Inverted Head & Shoulders pattern and 200-DMA provides excellent buying opportunity. **We advise buying the stock above Rs622 with stop loss of Rs614 for target of Rs645.**

## Biocon (BUY, above Rs402, Target Rs424):

Biocon on the line chart has signaled a breakout above decending trendline, after stock closed above Rs395 with positive crossover in RSI. The short term moving average of 10 DMA was also surpassed with ease and prices closed near the days high on yesterday. Earlier stock had bounced back the rising support line which held on quiet well during the volatile times. As the amplitude of the pattern corresponds to Rs30, a move above Rs401 should stage rally in the counter towards Rs430. **We advise buying the stock above Rs402 with stop loss of Rs390 for target of Rs424.**

## Negative breakout

Company name	CMP	10 Days MVG avg	Price % chg	20 Days MVG avg
Patni Computer	454.2	462.4	(1.8)	465.4
Idfc Ltd	175.8	179.6	(2.2)	183.3
Nocil Ltd	19.7	20.2	(2.2)	20.8
Psl Ltd	89.2	91.1	(2.2)	95.7
Hero Honda Motor	1,772.3	1,815.0	(2.4)	1,866.5

## Stocks in downtrend

Company	Vol % chg	Delivery %	Price % chg
Gskcons	1,470.2	90.6	(2.9)
Mothersumi	(79.5)	90.0	(0.5)
M&Mfin	13.0	84.5	(1.3)
Greavescot	14.0	83.9	(0.1)
Ksbumps	(36.7)	83.0	(0.9)

## Pivot table

Company	CMP (Rs)	Supp 1	Supp 2	Pivot	Res 1	Res 2
ABB	779	761	751	772	789	806
ACC	1,051	1,034	1,010	1,058	1,075	1,092
Ambuja Cem	138	135	130	139	143	146
BHEL	2,340	2,296	2,272	2,319	2,364	2,408
BPCL	679	663	650	676	692	707
Bharti	332	325	320	329	337	344
Cairn	331	325	321	329	335	340
Cipla	355	349	343	354	361	368
DLF	291	282	277	287	297	306
Gail	501	492	487	498	506	515
Grasim	2,332	2,307	2,272	2,341	2,367	2,392
HCL Tech	438	430	425	435	443	450
HDFC Bank	2,239	2,199	2,175	2,222	2,262	2,303
Hero Honda	1,774	1,746	1,720	1,773	1,800	1,828
Hindalco	222	215	210	219	226	233
HUL	301	297	294	299	304	308
HDFC	694	677	668	686	703	720
ICICI Bank	1,120	1,096	1,080	1,111	1,136	1,161
Idea	69	67	65	69	70	72
Infosys	3,145	3,095	3,064	3,126	3,176	3,227
ITC	167	165	162	168	170	173
L&T	1,962	1,929	1,906	1,952	1,985	2,019
M&M	768	755	738	773	786	799
Maruti	1,422	1,405	1,390	1,419	1,437	1,454
Nalco	371	358	350	366	379	392
NTPC	196	192	190	195	199	203
ONGC	1,328	1,319	1,312	1,327	1,335	1,344
Powergrid	98	96	96	97	99	100
PNB	1,227	1,199	1,181	1,218	1,246	1,274
Ranbaxy	546	537	526	547	556	566
Rcom	129	126	124	128	130	133
Reliance	1,042	1,019	1,006	1,033	1,055	1,078
Reliance Infra	811	790	778	803	824	845
Reiance Power	153	151	149	152	155	157
Satyam	61	60	59	61	61	62
Siemens	788	765	752	777	800	824
SBI	2,745	2,700	2,660	2,740	2,785	2,830
SAIL	181	176	173	179	184	188
Sterlite	165	163	161	164	167	169
Sunpharma	452	444	439	450	457	464
Suzlon	50	48	47	49	51	52
Tata Com.	254	249	246	252	258	263
TCS	1,076	1,056	1,044	1,068	1,088	1,108
Tata Motors	1,277	1,256	1,237	1,275	1,296	1,318
Tata Power	1,308	1,272	1,247	1,297	1,333	1,369
Tata Steel	631	621	614	627	638	648
Unitech	63	62	61	63	64	65
Wipro	448	440	433	446	455	463
Zee	145	143	141	145	147	149

A pivot is a level at which the market direction changes for the day. These points can be critical support and resistance levels for that day. Pivot levels are only broad indicators and not necessarily our view on the stock or index.

## Top movers

Company	Price (Rs)	Price % chg	% YTD chg
S Kumars Nation	88.4	18.8	106.5
Jm Financial Ltd	33.0	11.1	(29.4)
Ks Oils Ltd	40.9	10.1	(37.3)
Uflex Ltd	182.5	9.4	75.9
Hexaware Technol	106.5	9.3	12.8

## Top losers

Company	Price (Rs)	Price % chg	% YTD chg
Balkrishna Inds	697.1	(5.6)	25.8
lol Netcom Ltd	10.3	(4.2)	(67.3)
Vakrangee Soft	268.7	(3.8)	301.9
United Phosphoru	164.8	(3.8)	(5.2)
Redington India	78.2	(3.5)	25.1

## Volume Toppers

Company	Price (Rs)	Price % chg	Vol % chg
Tube Inv India	142.1	2.0	2,063.1
Gtl Ltd	415.8	0.0	881.3
Ksl & Industries	25.8	(2.6)	675.7
Simplex Infrastr	429.7	2.7	613.7
Jm Financial Ltd	33.0	11.1	369.8

## Sector watch

BSE Indices	Last close	Price % chg			50 DMA
		1 day	1 week	1 mth	
BSE Bankex	13,091	0.7	(7.6)	(2.7)	13,333
BSE Realty	2,818	2.8	(19.4)	(22.6)	3,533
BSE HC	6,582	1.3	(0.0)	14.7	6,093
BSE Metals	16,327	2.1	(4.0)	(0.4)	16,355
BSE Oil & Gas	10,561	1.3	(1.6)	1.2	10,485
BSE Auto	9,981	0.6	(1.4)	9.0	9,458
BSE IT	6,272	0.2	3.7	9.6	5,866
BSE Power	2,935	2.1	(5.9)	(7.2)	3,125
BSE FMCG	3,556	(0.1)	(2.8)	2.1	3,520
BSE PSU	9,370	1.6	(6.5)	(8.2)	9,953
BSE Cap Goods	15,307	1.7	(4.6)	0.6	15,477
BSE CD	6,018	1.2	(13.7)	1.1	6,166
BSE 200	2,450	1.1	(4.4)	(0.1)	2,463
BSE 500	7,695	1.2	(5.1)	(0.9)	7,781
BSE Mid Cap	7,537	1.8	(10.6)	(7.1)	8,002
BSE Small Cap	9,135	2.0	(16.3)	(11.1)	10,136
CNX 500	4,766	1.1	(4.9)	(1.0)	4,820

### Note:

Ideas given under the 'Technicals' section are for intraday purpose or up to a period of three trading sessions. Stocks recommended under this heading are not necessarily part of our fundamental buy or sell list.

**Bulk deals**

Date	Scrip name	Client name	B/S	Qty ('000)	Avg price (Rs)	Deal size (Rs m)
13/12/2010	K S Oils Limited	Goldman Sachs Mauritius	B	2,702	40	107.2
13/12/2010	S. Kumars Nationwide Ltd	Morgan Stanley Mauritius Company	B	1,900	82	154.9
13/12/2010	Tube Investments Ltd	Hdfc Trustee Co Ltd A/C Hdfc	B	2,925	142	414.6
13/12/2010	S. Kumars Nationwide Ltd	Morgan Stanley Mauritius Company	S	10	88	0.9
13/12/2010	Twilight Litaka Pharma	Kotak Mahindra Investments	S	200	83	16.7

**Insider trades**

Company name	Acquirer/Seller	Transaction date	B/S	Qty ('000)	Avg price (Rs)	Deal size ('000)	Shares transactions (%)	Holding after transaction (%)
Ambuja Cements Ltd	Mukesh Hirpara	7/10/2010	B	24.5	141	3.5	-	-
Ambuja Cements Ltd	Mukesh Hirpara	9/11/2010	S	5.0	164	0.8	-	-
Ambuja Cements Ltd	Mukesh Hirpara	-	S	420.3	164	68.9	-	-
Bajaj Auto Ltd	Rahul Bajaj	10/11/2010	B	150.0	1,574	236.1	0.1	0.7
Bajaj Auto Ltd	Sunaina Kejriwal	10/11/2010	S	150.0	1,574	236.1	0.1	0.1
Biocon Ltd	Sandeep Rao	8/11/2010	S	6.4	434	2.8	-	-
Biocon Ltd	Sandeep Rao	12/11/2010	B	45.0	412	18.5	0.0	0.0

\*Closing price on the transaction day is assumed to be average price of the deal

**FII deals**

Scrip name	Volume ('000)	Price (Rs)	Prem/Disc (%)
Bank of Baroda	109.4	895.0	1.2
PNB	1.2	1330.0	8.5

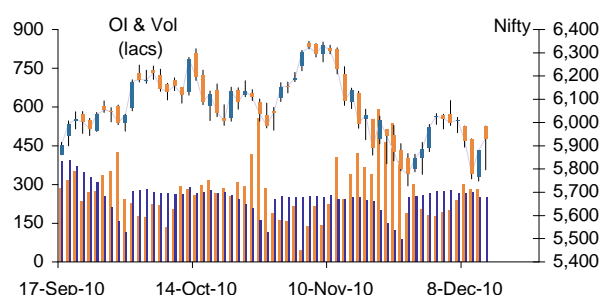
### Nifty volatility Index rose to 22.57 from 21.63, increased by 4.35%.

- ✦ Total Nifty futures added 0.25mn shares in open interest.
- ✦ Call open interest for Dec series shed 1.70mn shares in Open Interest.
- ✦ Put open interest for Dec series added 2.39mn shares in Open Interest.
- ✦ Nifty put call ratio of open interest now stands at 1.20 vs 1.13.
- ✦ Nifty put call ratio of volume now stands at 1.02 vs 0.92.
- ✦ Maximum open interest in calls for Dec series is at 6,000 strike price.
- ✦ Maximum open interest in Puts for Dec series is at 5,600 strike prices.
- ✦ Nifty Dec 5,800 Call shed 0.91mn shares in open interest.
- ✦ Nifty Dec 5,600 Put added 0.80mn shares in open interest.

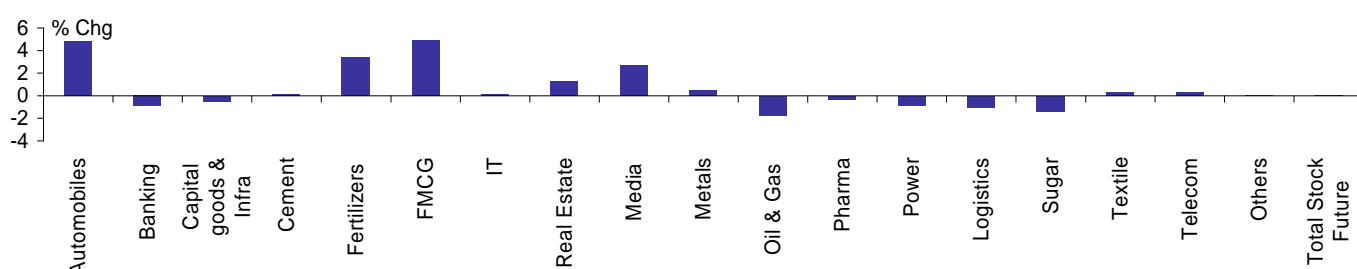
### Strategies

- ✦ **Long Reliance Capital Dec Future** in range of Rs666-668 for the target price of Rs680 with a stop loss placed at Rs659.  
Lot size: 500  
Remarks: Net maximum profit of Rs7,000 and net maximum loss of Rs3,50
- ✦ **Long SAIL Dec Future** in range of Rs182-184 for the target price of Rs192 and stop loss placed at Rs177.  
Lot size: 1000  
Remarks: Net maximum profit of Rs10,000 and net maximum loss of Rs5,000.

### Nifty open interest chart



### Sector-wise OI



### Nifty snapshot

	Current	Previous	% Chg
Near month price	5,933	5,880	0.9
Near month Pre/Disc	25.3	22.3	13.7
Mid month price	5,957	5,903	0.9
Mid month Pre/Disc	49.7	46.1	7.7
OI* ('000)	26,602	26,343	1.0
Volume ('000)	27,991	27,932	0.2
PCR (OI)	1.2	1.1	6.1
PCR (Vol)	1.0	0.9	11.8
Roll-over (%)	6.2	5.1	19.9

### FII derivative data

(Rs cr)	Buy	Sell	Net	contracts	% Chg OI
Index Futures	1,806	1,403	403	(3,857)	(1)
Index Option	7,400	7,431	(31)	25,228	1
Stock Futures	1,543	1,496	48	915	0
Stock Options	418	428	(10)	1,004	4

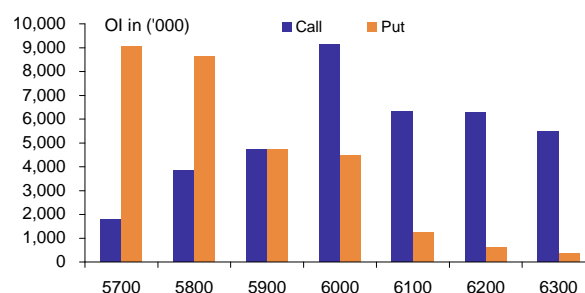
### Institutional activity

(Rs cr)	Cash	F&O	MTD	YTD
FII's	(966.2)	410	546	129,223
MF's	-	-	(278)	(28,556)
FII's Prov.	(287.8)			
MFs Prov.	334.5			

### Overall market

Overall Market	13-Dec-10	10-Dec-10	9-Dec-10	Value % chg
Index Future (Rs cr)	19,409	19,305	21,223	0.5
Stock Future (Rs cr)	17,405	19,171	20,441	(9.2)
Index Options (Rs cr)	84,481	82,539	97,109	2.4
Stock Options (Rs cr)	3,677	3,887	4,609	(5.4)
Index Future (Cont '000)	697	698	768	(0.1)
Stock Future (Cont '000)	618	703	751	(12.2)
Index Options (Cont '000)	2,851	2,792	2,187	2.1
Stock Options (Cont '000)	124	134	206	(7.3)
PCR (OI)	1.0	0.9	1.1	10.8
PCR (VOL)	0.3	0.4	0.4	(15.5)

### Nifty strikes open interest





### Futures open interest gainers

Scrip	OI ('000)	% change	CMP (Rs)	% change	Volume ('000)	% change	Prem/Disc (Rs)
Hindalco	15,900.0	20.9	223.1	3.2	24,994.0	39.7	(1.5)
Uniphos	9,028.0	19.3	165.9	(3.7)	3,598.0	190.2	(1.1)
Rolta	3,684.0	13.9	147.3	(1.7)	2,012.0	43.3	(1.1)
Bhusanstl	1,631.9	13.8	423.3	1.3	1,259.4	13.8	(3.4)
Suntv	126.0	11.5	522.1	(0.9)	64.5	(16.8)	0.8
Itc	19,304.0	11.3	168.3	(1.8)	9,684.0	68.0	(1.2)
Ashokley	12,768.0	10.1	69.6	(1.3)	5,988.0	(22.6)	(0.5)
Divislab	1,042.0	7.8	609.5	0.7	188.5	31.8	(4.8)
Tatapower	781.5	7.4	1,318.8	2.0	303.8	114.3	(10.6)
Hcltech	1,298.0	6.6	440.3	1.5	961.0	43.3	(2.6)
Voltas	967.0	6.1	237.7	2.1	1,181.0	70.9	(1.6)

### Futures open interest losers

Scrip	OI ('000)	% change	CMP (Rs)	% change	Volume ('000)	% change	Prem/Disc (Rs)
Albk	2,033.0	(16.8)	216.6	3.4	1,979.0	(21.5)	(0.6)
Jswsteel	2,843.8	(4.3)	1,133.7	8.0	3,023.8	73.4	(3.4)
Albk	2,033.0	(16.8)	216.6	3.4	1,979.0	(21.5)	(0.6)
Pfc	512.0	(15.1)	316.5	3.5	419.0	8.3	0.1
Ksoils	20,120.0	(10.7)	41.0	10.8	34,628.0	(15.0)	(0.1)
Bpcl	2,247.5	(7.6)	679.4	(0.8)	1,149.0	77.6	(0.6)
Unionbank	1,592.0	(6.4)	330.3	2.7	1,067.0	(42.7)	0.5
Gvkpil	23,160.0	(4.9)	39.9	5.6	8,728.0	24.7	(0.4)
Andhrabank	3,434.0	(4.9)	151.2	2.5	1,692.0	(17.1)	(0.6)
Orientbank	1,913.5	(4.5)	409.0	2.4	1,391.5	(25.5)	(1.9)
Vijayabank	13,108.0	(4.3)	95.5	2.0	13,732.0	(42.9)	(0.3)

### Most active stock calls

Scrip	Strike	OI ('000)	% change	CMP(Rs)	Volume ('000)
Tatasteel	640	1,188.5	(3.1)	16.2	5,087.0
Sbin	2800	214.9	20.8	83.0	3,501.0
Tatamotors	1300	506.0	(0.0)	33.5	2,909.0
Tatasteel	620	664.0	(24.2)	26.7	2,591.0
Ifci	65	7,836.0	(4.6)	1.3	3,154.0
Reliance	1040	1,493.5	(2.8)	29.0	2,918.0
Sbin	2900	280.6	6.7	47.5	2,012.0
Sbin	3000	507.4	6.2	28.5	1,927.0
Reliance	1050	506.0	(0.5)	23.5	2,433.0
Tatamotors	1350	603.5	1.3	17.5	1,625.0

### Most active stock puts

Scrip	Strike	OI ('000)	% change	CMP(Rs)	Volume ('000)
Tatasteel	620	320.0	12.7	12.5	1,646.0
Reliance	1000	397.3	34.2	9.3	2,040.0
Tatasteel	600	617.5	16.4	7.5	1,261.0
Tatamotors	1200	331.3	4.2	15.0	1,105.0
Tatamotors	1250	298.3	10.2	28.7	1,045.0
Reliance	1020	199.0	9.2	14.0	1,231.0
Sbin	2700	78.3	11.0	72.0	906.0
Sbin	2600	67.6	44.3	43.0	866.0
Icicibank	1100	253.0	(4.7)	28.3	988.0
Hindalco	210	984.0	37.8	3.3	551.0

### Most active Nifty calls

Strike	OI ('000)	% change	CMP(Rs)	Volume('000)
5900	4,390.7	(5.4)	122.1	20,648.5
6000	7,936.2	3.5	72.3	19,538.5
5800	3,295.8	(21.6)	187.6	8,984.8
6100	5,624.5	(5.4)	38.5	8,191.1
6200	5,286.7	(3.6)	19.5	4,831.8
6300	4,131.3	(0.8)	10.0	1,821.0
5700	1,658.2	(5.4)	267.5	904.6
6000	1,204.5	9.5	144.7	712.3
6400	2,735.9	0.9	5.6	481.0
6100	678.3	16.2	99.2	480.4

### Most active Nifty puts

Strike	OI ('000)	% change	CMP(Rs)	Volume('000)
5800	7195.9	3.7	60.0	20443.8
5700	7818.3	1.0	40.0	15819.6
5900	3972.0	5.9	92.7	11429.6
5600	7932.3	11.3	25.9	7547.2
5500	4505.7	6.7	17.0	4513.9
5400	3502.0	12.9	11.4	2607.8
6000	3816.2	8.6	140.0	2056.6
5800	1444.2	22.6	115.0	1134.5
5500	1004.6	(20.9)	49.5	956.7
5700	1221.6	28.9	83.0	783.8

#### Note:

Ideas given under the 'Derivatives' section are positional trades for the stated F&O expiry. Stocks recommended under this heading are not necessarily part of our fundamental buy or sell list.

**Fund focus****IDFC Small & Midcap Fund****Invest**

Fund manager	Kenneth Andrade	Min investment	Rs5,000
Latest NAV	Rs18.4	Entry load	Nil
NAV 52 high/low	Rs21/14	Exit load	1% <1 yr
Latest AUM	Rs1,012cr	Benchmark	CNX Midcap
Class	Equity – diversified	Asset allocation	Equity (89%), Debt (5%), Cash (6%)
Options	Growth & dividend	Expense ratio	2.12%

**Top recommended funds***(Absolute returns (in %) are based on previous close)*

<b>Equity – Diversified</b>	<b>Assets (Rs Cr)</b>	<b>NAV (Rs)</b>	<b>1wk</b>	<b>1mth</b>	<b>3mth</b>	<b>6mth</b>	<b>1yr</b>	<b>2yr</b>	<b>3yr</b>	<b>5yr</b>
HDFC Top 200 (G)	9,425	218.1	(3.0)	(6.4)	0.2	16.5	22.6	142.9	30.5	181.2
IDFC Small & Midcap Equity –(G)	1,012	18.4	(5.0)	(12.0)	(6.5)	9.6	22.3	152.5	--	--
Reliance Equity Opportunities – (G)	2,694	36.5	(2.8)	(7.4)	(4.8)	14.8	27.7	174.1	19.3	161.4

**Equity – Thematic**

Reliance Pharma Fund (G)	504	55.1	(2.7)	(4.6)	4.6	8.4	30.0	199.3	99.5	223.2
ICICI Pru Tech Fund (G)	114	19.0	(1.0)	3.3	11.2	30.3	43.1	205.3	25.2	90.1
Franklin FMCG Fund (G)	49	66.4	(2.7)	(6.0)	(2.1)	15.1	31.0	120.4	63.1	126.2

**Equity – Tax saving**

DSP-BR Tax Saver Fund (G)	927	17.8	(3.6)	(8.0)	(3.3)	11.0	19.6	126.2	3.5	--
HDFC Tax Saver (G)	2,892	241.4	(2.8)	(5.9)	(1.4)	14.7	24.6	154.2	18.0	122.2
ICICI Prudential Tax Plan (G)	1,337	144.9	(1.8)	(6.0)	(0.5)	13.9	22.3	165.1	20.2	100.6

**Hybrid**

HDFC Prudence Fund (G)	5,738	214.0	(2.7)	(5.9)	(1.6)	12.2	24.8	136.7	34.7	155.3
HDFC MIP – LTP (G)	10,000	22.7	(0.8)	(1.7)	0.3	5.6	10.1	48.1	33.0	75.9
Reliance RSF - Balanced (G)	725	23.1	(2.3)	(6.8)	(3.1)	11.8	20.8	120.9	39.4	127.5

**Debt – Money market**

HDFC Cash Mgmt Fund – SP (G)	2,022	20.0	0.1	0.5	1.6	3.0	5.2	11.3	21.3	39.8
SBI Magnum Insta Cash (G)	2,824	21.3	0.1	0.5	1.6	3.0	5.2	10.5	20.3	37.6
Reliance Money Manager (G)	2,427	1,292.1	0.1	0.5	1.5	2.8	5.1	11.5	21.6	--

**Debt – Floating rate**

Reliance Floating Rate Fund (G)	3,530	15.1	0.1	0.4	1.4	2.9	5.2	11.7	21.9	40.8
Kotak Floater LTP (G)	4,412	15.2	0.1	0.6	1.6	3.0	5.5	12.0	22.5	41.6
Tata Floater Fund (G)	5,199	14.3	0.1	0.5	1.6	3.1	5.6	11.9	22.4	41.0

**NFO Update**

<b>Fund name</b>	<b>Open date</b>	<b>Close date</b>	<b>Type<sup>#</sup></b>	<b>Class</b>
Reliance Fixed Horizon Fund XVI Series 6	10-Dec	14-Dec	CE	Debt - FMP
IDFC FMP Series 61	13-Dec	14-Dec	CE	Debt - FMP
ICICI Pru FMP Series 53 - 1 Year Plan D	09-Dec	16-Dec	CE	Debt - FMP
Kotak QIP Series 2	20-Dec	20-Dec	CE	Debt – Interval
Reliance Interval Fund - Monthly - II	29-Dec	29-Dec	CE	Debt – Interval

#OE: Open Ended, CE: Close Ended

**Recent actions**

- ✦ Sundaram Tax Saver declares 15% dividend. The record date is December 16, 2010.
- ✦ HDFC FMP 35D November 2010 (1) declares dividend. The record date is December 16, 2010.
- ✦ Kotak Quarterly Interval Plan Series 1 declares dividend. The record date is December 15, 2010.
- ✦ ICICI Prudential Quarterly Interval Plan II declares 1.522% and 1.642% dividend under Retail and Institutional. The record date is December 15, 2010.
- ✦ DSP BlackRock FMP - 3M - Series 20 declares dividend. The record date is December 14, 2010.

*Disclaimer: Mutual Fund is subject to market risk, please read the offer document carefully before investing.*



## House Recommendations

The large cap Buys and Sells are relative outperformer and underperformer bets vis-à-vis the Nifty respectively. Reduce portfolio weight in stocks with Sell rating. Midcap Buys are based on absolute return expectations.

### Top Large-cap Buys

Stock	Sector	Reco price (Rs)	Sector View
Bajaj Auto	Auto	1,518	Positive
Dr Reddy's	Pharmaceutical	1,660	Positive
Infosys	IT Services	2,967	Neutral
L&T	Infrastructure	2,020	Positive
PNB	Banking	1,289	Positive
Sterlite	Metals	169	Neutral

Source: India Infoline Research

### Best Mid-cap Buys

Stock	Sector	Reco price (Rs)	Target (Rs)	Expected Return (%)
Unity Infra	Infrastructure	104	140	34.6
Yes Bank	Banking	329	400	21.6
Petronet LNG	Oil & Gas	116	140	20.7
Tulip Telecom	Telecom	177	215	21.5

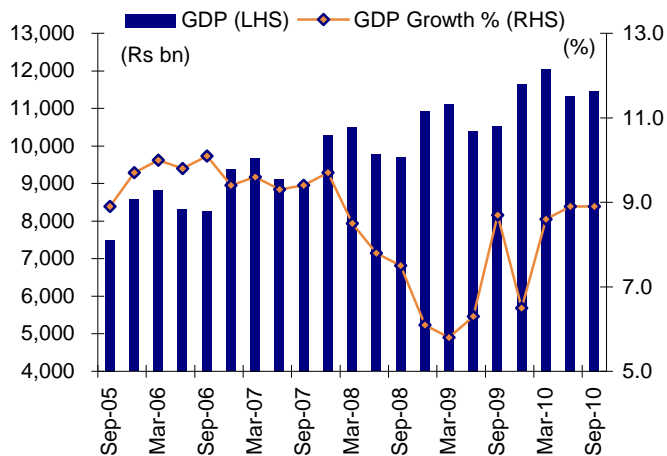
Source: India Infoline Research

### Top Large-cap Sells

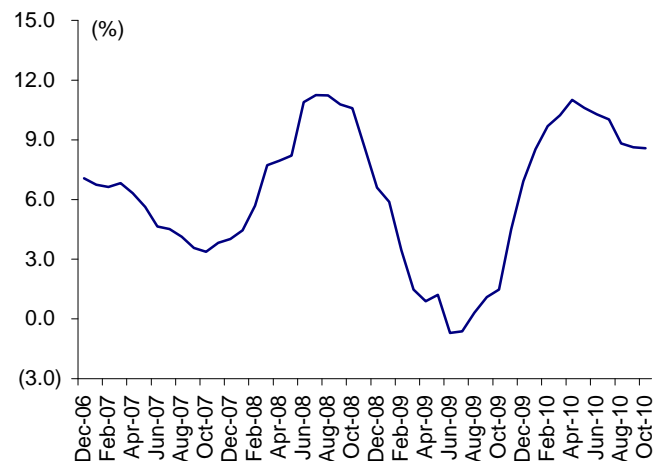
Stock	Sector	Reco price (Rs)	Sector View
ACC	Cement	982	Negative
Ambuja Cements	Cement	141	Negative
NALCO	Metals	401	Neutral

Source: India Infoline Research

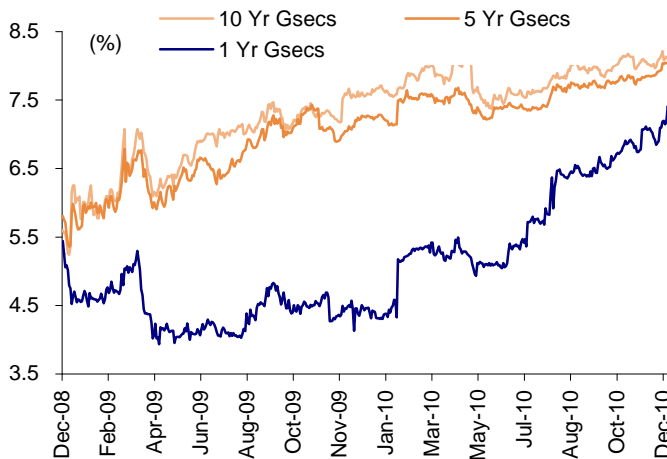
## Quarterly GDP growth



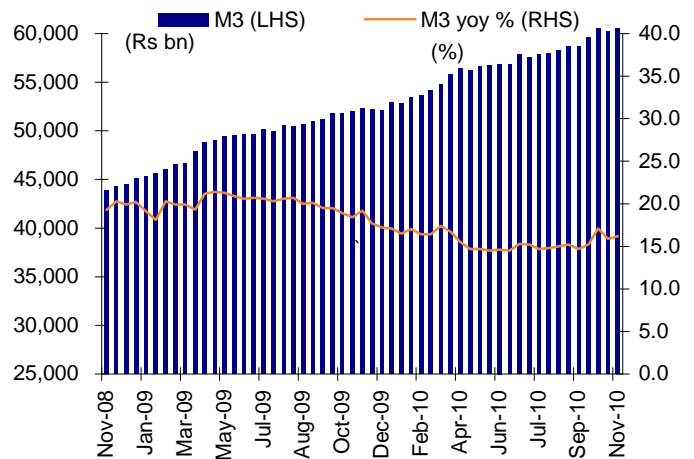
## Inflation



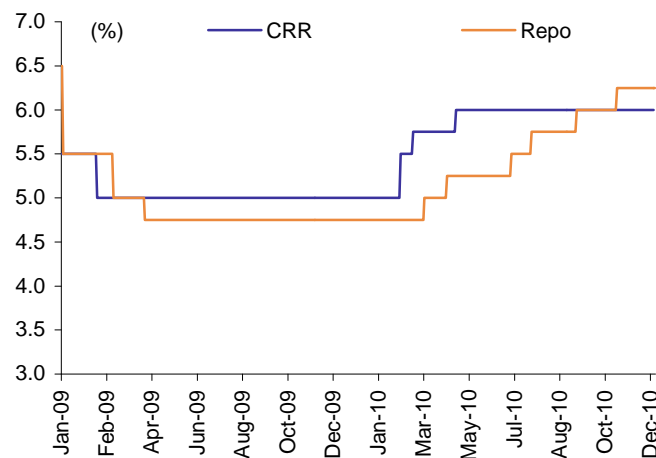
## G-Secs yield



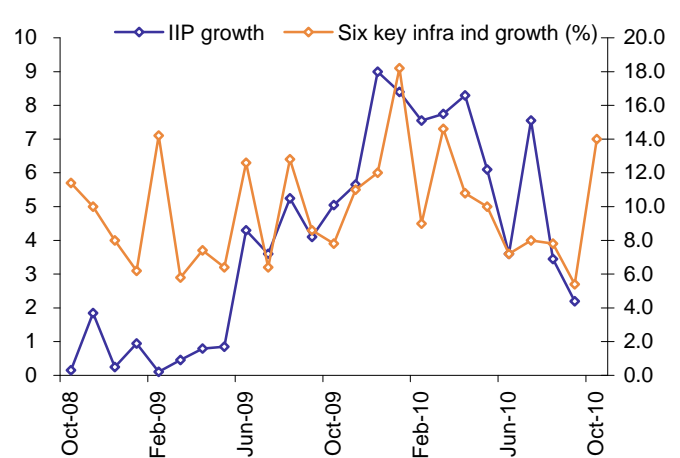
## M3 growth

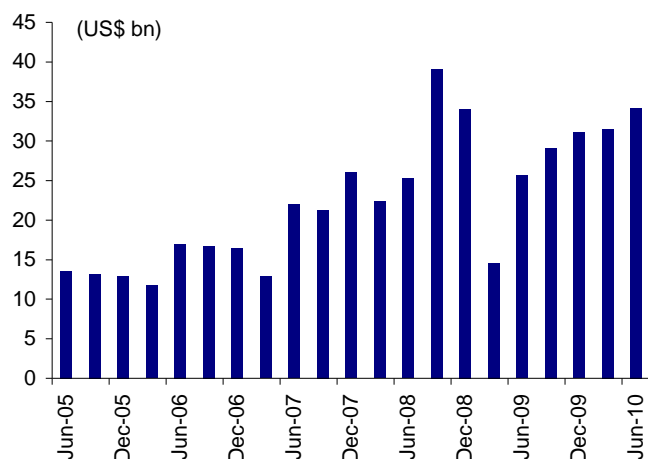
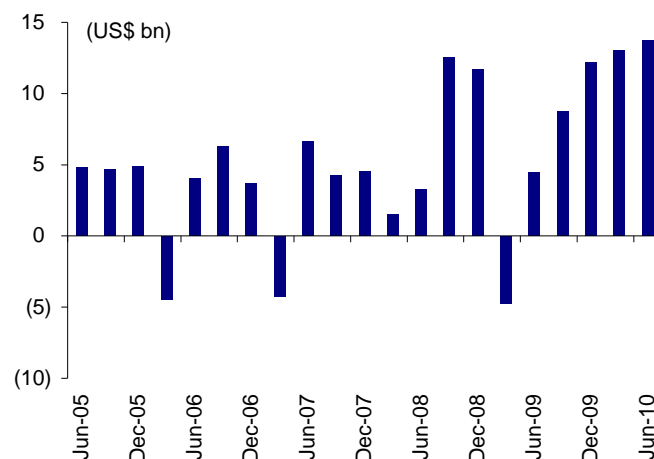
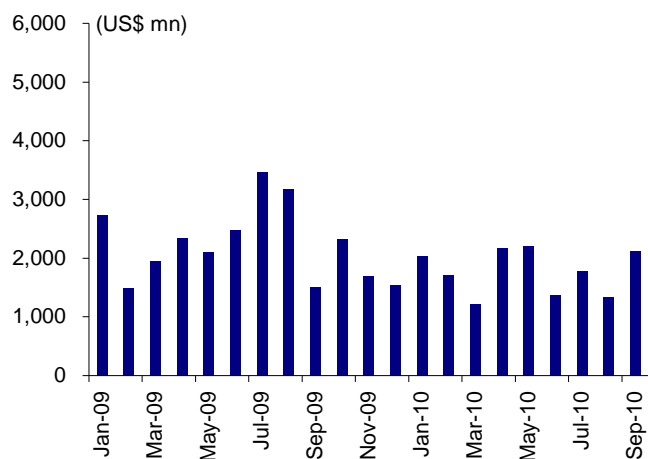
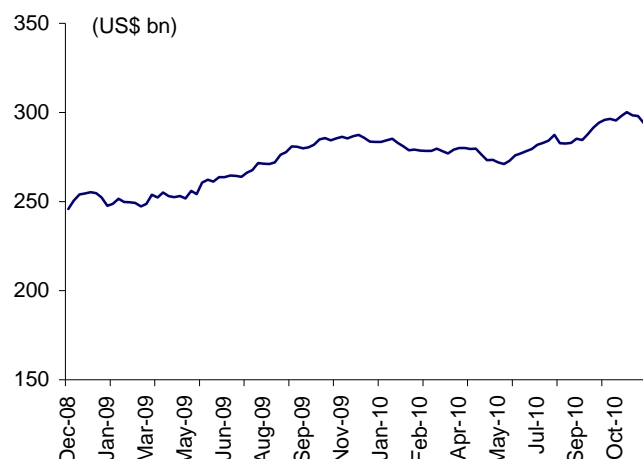
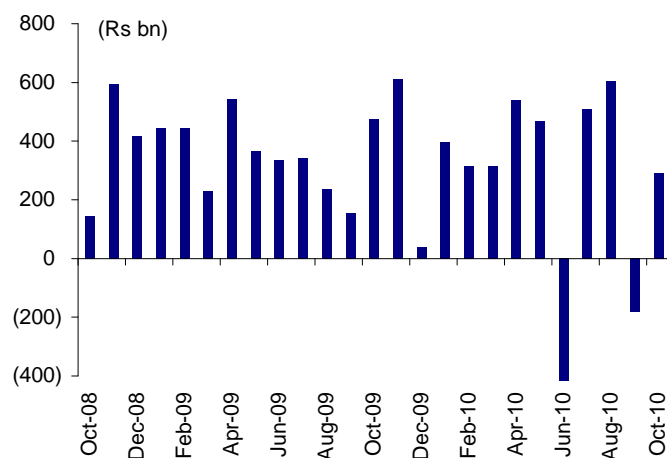
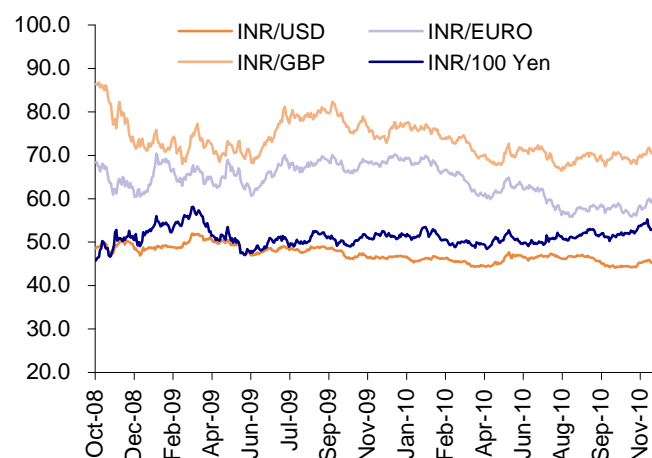


## CRR, Repo



## IIP and Six key infra industry growth



**Trade deficit****Current account deficit****FDI****RBI forex reserves****Fiscal deficit****Currency movement**

Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
		December 01	December 02	December 03	December 04
		<ul style="list-style-type: none"> <li>- India exports yoy% 21.3% vs 23.2%</li> <li>- India imports yoy% 6.8% vs 26.1%</li> <li>- US Consumer Confidence -45 vs -47</li> </ul>	<ul style="list-style-type: none"> <li>- US total vehicle sales 12.26m vs 12.25m</li> </ul>	<ul style="list-style-type: none"> <li>- US unemployment rate 9.8% vs 9.6%</li> <li>- Factory Orders -0.9% vs 2.1%</li> </ul>	
December 06	December 07	December 08	December 09	December 10	December 11
		<ul style="list-style-type: none"> <li>- US consumer credit US\$3.4b vs US\$2.1b</li> </ul>	<ul style="list-style-type: none"> <li>- US Initial jobless claims 421k vs 436k</li> <li>- Wholesale inventories 1.9% vs 1.5%</li> </ul>	<ul style="list-style-type: none"> <li>- India Oct IIP 10.8% vs 4.4%</li> <li>- US Trade Balance -\$38.7b vs -\$44b</li> </ul>	<ul style="list-style-type: none"> <li>- US Monthly budget statement -\$150.4b vs -\$120b</li> </ul>
December 13	December 14	December 15	December 16	December 17	December 18
	<ul style="list-style-type: none"> <li>- India Nov inflation data</li> <li>- US PPI index mom</li> <li>- US business inventories</li> </ul>	<ul style="list-style-type: none"> <li>- US FOMC rate decision</li> <li>- US empire manufac</li> </ul>	<ul style="list-style-type: none"> <li>- US building permits</li> <li>- Housing starts</li> </ul>		
December 20	December 21	December 22	December 23	December 24	December 25
		<ul style="list-style-type: none"> <li>- US consumer confidence</li> </ul>	<ul style="list-style-type: none"> <li>- US initial jobless claims</li> </ul>		
December 27	December 28	December 29	December 30	December 31	
	<ul style="list-style-type: none"> <li>- US consumer confidence</li> </ul>				

Orange: AGM/dividend (D), Black: Results, Blue: Economic data

**Recommendation parameters for fundamental reports:**

**Buy** – Absolute return of over +10%

**Market Performer** – Absolute return between -10% to +10%

**Sell** – Absolute return below -10%

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