



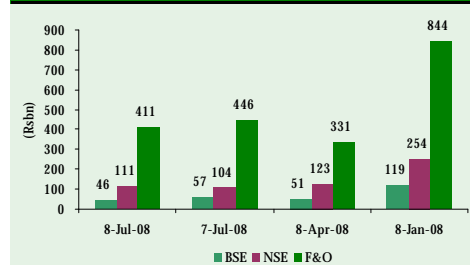
9 July 2008

Indices	% Change			
	8-Jul-08	1mth	3mth	6mth
Sensex	13,350	(14)	(14)	(36)
Nifty	3,989	(14)	(15)	(36)
CNX Midcap	5,183	(16)	(17)	(44)
Banking	5,896	(19)	(26)	(51)
Capital Goods	10,854	(10)	(13)	(46)
IT	4,046	(12)	10	(5)
Healthcare	4,090	(5)	4	(4)
NASDAQ	2,294	(7)	(2)	(8)
Dow Jones	11,384	(7)	(9)	(11)

Net Inflows

Rs bn	4-Jul-08	3-Jul-08	MTD	YTD
FII	(7)	(4)	(11)	(266)
Mutual Fund	(0.7)	2	3	97
FII - F&O	4	17	16.9	410

Turnover



Commodity & Currency % Change

	8-Jul-08	1mth	3mth	6mth
Crude (US\$/barrel)	135.9	(1.9)	24.9	41.7
Gold (US\$/Oz)	919.3	2.3	(0.2)	4.3
US\$	43.4	1.4	8.4	10.5
Euro	68.1	2.1	8.2	17.7

Debt

%	8-Jul-08	1mth	3mth	6mth
RBI Repo	8.5	7.8	7.8	7.8
10 yr G-Sec yld	9.3	8.3	7.9	7.7
Spread 1 & 10 yr G-Sec	0.2	0.3	0.3	0.6
US 10 yr treasury	3.9	4.0	3.5	3.8
Surplus liquidity (Rs bn)	287.4	(220.3)	(790.1)	(45.6)

Satyam Computer Services (Rs464) Outperformer - Target Price: Rs555

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Results would be better than guidance

Against modest revenue growth guidance given by the company (of Rs25 – 25.1bn) we expect the company to achieve revenues of Rs26.25bn – which translates into a sequential growth of 8.6%. If we divide the growth into various constituents – then the rupee depreciation is accounting for 4.5% and the volume growth accounts 3.7% and the billing rate increases would be to the tune of 0.4%. As Satyam undertakes the wage revision only from Q2, the impact of any wage inflation and its consequences on the margins would be felt from the next quarter.

The impact of the rupee depreciation is likely to have a positive impact on the margins and we expect the margins to expand by 80bps to 23.6% in Q1FY09. As a result we expect the operating profit to grow by 12.6%, which is the highest in our coverage universe. Though there is going to be a treasury loss, and even after factoring slightly higher effective tax rate, we expected the adjusted net profit to grow by 9.6% sequentially. At the current valuations of 15.8x FY09E and 13.5x FY10E, we continue to maintain with out performer rating.

Rs Million	Q1FY2008	Q4FY2008	Q1FY2009E	QoQ% growth	YoY% growth
Revenues	18,302	24,160	26,250	8.6	43.4
Op expenses	14,199	18,655	20,050	7.5	41.2
Operating profit	4,103	5,506	6,200	12.6	51.1
Operating margin (%)	22.4	22.8	23.6		
Other income	632.0	229.7	135.0	(41.2)	(78.6)
Interest	33.2	45.7	47.0	2.8	41.6
Depreciation	386.9	435.3	470.0	8.0	21.5
Pre-Tax profit	4,315	5,254	5,818	10.7	34.8
Tax provision	531.6	586.7	700.0	19.3	31.7
Tax rate (%)	12.3	11.2	12.0		
Adjusted net profit	3,783	4,668	5,118	9.7	35.3
Extra-ordinary income/(losses)	0.0	0.0	0.0		
Reported net profit	3,783	4,668	5,118	9.7	35.3

Satyam Computer Services		Y/E March (Rs Mn)	FY2006	FY2007	FY2008	FY2009E	FY2010E
Reuters/Bloomberg Code	SATY.BO/SATY IN	Revenues	47,926	64,851	84,735	107,744	130,877
Market Cap (Rs bn)	317.7	Op Profit	11,662	15,378	18,348	23,224	28,072
Market Cap (US\$ bn)	7.3	Net Profit	11,417	13,994	16,838	20,043	23,496
Shares Outstanding (mn)	684.7	EPS (Rs)	14.4	20.5	24.7	29.3	34.4
52-week High/Low	524/270	EPS Growth (%)	31.9	42.0	20.2	18.9	17.2
Major Shareholders (%)		Operating Margin (%)	24.3	23.7	21.7	21.6	21.4
Promoters	8.80	PER (x)	32.1	22.6	18.8	15.8	13.5
Filts	47.20	EV/EBITDA (x)	24.6	18.1	14.9	11.4	9.2
Banks/MFs	11.50	Price/Sales (x)	6.6	4.9	3.7	2.9	2.4
ADR Holders	19.50	RoCE (%)	30.2	31.3	29.2	28.6	28.7
Public	13.00	ROE (%)	30.2	27.9	25.5	24.2	23.5

Source: Company & KSBL Research

BULK DEALS ON NSE - 8 July 2008

Symbol	Script Name	Client Name	Buy/Sell	Quantity Traded	Price
ASIANHOTEL	Asian Hotels Ltd.	MOSAIC INTER TRADE LIMITED	BUY	119,499	480.0
FIRSTWIN	First Winner Industries L	ACCURATE FINSTOCK PVT LTD	BUY	90,000	84.0
FIRSTWIN	First Winner Industries L	ADROIT FINANCIAL SERVICES PVT LTD	BUY	107,755	85.9
FIRSTWIN	First Winner Industries L	AMBIT SECURITIES BROKING PVT. LTD.	BUY	102,466	86.8
FIRSTWIN	First Winner Industries L	B K SHAH CO KETAN BHAILAL SHAH	BUY	137,962	87.8
FIRSTWIN	First Winner Industries L	CHOKHANI SECURITIES LTD	BUY	177,700	85.8
FIRSTWIN	First Winner Industries L	DINDAYAL BIYANI STOCK BROKERS LTD	BUY	99,433	86.7
FIRSTWIN	First Winner Industries L	DINESH MUNJAL	BUY	179,403	86.3
FIRSTWIN	First Winner Industries L	DIPAK RAMANBHAI RATHOD	BUY	97,049	86.5
FIRSTWIN	First Winner Industries L	DIPAN MEHTA SHARE & STOCK BROKERS PVT. LTD.	BUY	107,928	87.2
FIRSTWIN	First Winner Industries L	G RAMAKRISHNA	BUY	108,000	85.3
FIRSTWIN	First Winner Industries L	INNOVATE SECURITIES PVT LTD.	BUY	144,847	86.0
FIRSTWIN	First Winner Industries L	LATIN MANHARLAL SECURITIES PVT. LTD.	BUY	184,438	87.9
FIRSTWIN	First Winner Industries L	MANIPUT INVESTMENTS PVT LTD	BUY	135,152	87.6
FIRSTWIN	First Winner Industries L	MANSUKH SECURITIES & FINANCE LTD	BUY	123,193	84.7
FIRSTWIN	First Winner Industries L	NISSAR BROTHERS	BUY	323,449	86.2
FIRSTWIN	First Winner Industries L	PRASHANT JAYANTILAL PATEL	BUY	253,872	85.8
FIRSTWIN	First Winner Industries L	RAPPALA RAJU	BUY	170,000	87.1
FIRSTWIN	First Winner Industries L	R.M. SHARE TRADING PVT LTD	BUY	160,495	86.7
FIRSTWIN	First Winner Industries L	RAVI KUMAR	BUY	131,041	86.0
FIRSTWIN	First Winner Industries L	SANGEETA KAKANI	BUY	294,723	84.6
FIRSTWIN	First Winner Industries L	SANJAY BHANWARLAL JAIN	BUY	89,864	87.1
FIRSTWIN	First Winner Industries L	SMC GLOBAL SECURITIES LTD.	BUY	160,738	86.3
FIRSTWIN	First Winner Industries L	TRANSGLOBAL SECURITIES LTD.	BUY	435,982	86.4
FIRSTWIN	First Winner Industries L	VIPUL PANNALAL SHAH	BUY	138,873	84.3
FIRSTWIN	First Winner Industries L	YUVAK SHARE TRADING PVT LTD	BUY	317,603	87.2
GOLDTECH	Goldstone Tech Ltd.	HEMANT MADHUSUDAN SHETH	BUY	123,000	224.8
GOLDTECH	Goldstone Tech Ltd.	SUMMIT COMMUNICATIONS PRIVATE LIMITED	BUY	94,008	225.2
MAXWELL	Maxwell Industries Ltd.	PRASHANT JAIPAL REDDY	BUY	710,050	13.1
PSTL	Pyramid Saimira Theatre L	HARDIK M MITHANI	BUY	196,894	162.1
SASKEN	Sasken Commu Techno Ltd	MBL & COMPANY LTD.	BUY	209,471	135.9
SRTRANSFIN	Shriram Trans Fin Co. Ltd	QUANTUM ENDOWMENT FUND N.V.	BUY	3,128,257	290.0
TRENT	Trent Ltd.	BILL & MELINDA GATES FOUNDATION	BUY	98,790	452.0
ASIANHOTEL	Asian Hotels Ltd.	HERMANOS ZUBADI INVESTMENTS PVT LTD	SELL	119,499	480.0
FIRSTWIN	First Winner Industries L	ADROIT FINANCIAL SERVICES PVT LTD	SELL	107,755	86.1
FIRSTWIN	First Winner Industries L	AMBIT SECURITIES BROKING PVT. LTD.	SELL	102,466	86.8
FIRSTWIN	First Winner Industries L	B K SHAH CO KETAN BHAILAL SHAH	SELL	137,962	88.1
FIRSTWIN	First Winner Industries L	CHOKHANI SECURITIES LTD	SELL	177,700	86.1
FIRSTWIN	First Winner Industries L	DINDAYAL BIYANI STOCK BROKERS LTD	SELL	99,433	87.2
FIRSTWIN	First Winner Industries L	DINESH MUNJAL	SELL	179,403	86.5
FIRSTWIN	First Winner Industries L	DIPAK RAMANBHAI RATHOD	SELL	97,049	88.3
FIRSTWIN	First Winner Industries L	DIPAN MEHTA SHARE & STOCK BROKERS PVT. LTD.	SELL	107,928	87.3
FIRSTWIN	First Winner Industries L	G RAMAKRISHNA	SELL	108,000	85.6
FIRSTWIN	First Winner Industries L	LATIN MANHARLAL SECURITIES PVT. LTD.	SELL	181,438	88.2
FIRSTWIN	First Winner Industries L	MANIPUT INVESTMENTS PVT LTD	SELL	135,152	87.4
FIRSTWIN	First Winner Industries L	MANSUKH SECURITIES & FINANCE LTD	SELL	121,193	85.0
FIRSTWIN	First Winner Industries L	NISSAR BROTHERS	SELL	323,449	86.2
FIRSTWIN	First Winner Industries L	PRASHANT JAYANTILAL PATEL	SELL	253,872	86.3
FIRSTWIN	First Winner Industries L	RAPPALA RAJU	SELL	170,000	85.6
FIRSTWIN	First Winner Industries L	R.M. SHARE TRADING PVT LTD	SELL	160,495	87.5
FIRSTWIN	First Winner Industries L	RAVI KUMAR	SELL	130,991	85.8
FIRSTWIN	First Winner Industries L	SANGEETA KAKANI	SELL	294,723	84.1
FIRSTWIN	First Winner Industries L	SANJAY BHANWARLAL JAIN	SELL	89,864	87.4
FIRSTWIN	First Winner Industries L	SMC GLOBAL SECURITIES LTD.	SELL	160,738	86.5
FIRSTWIN	First Winner Industries L	TRANSGLOBAL SECURITIES LTD.	SELL	427,982	86.5
FIRSTWIN	First Winner Industries L	VIPUL PANNALAL SHAH	SELL	138,873	84.3
FIRSTWIN	First Winner Industries L	YUVAK SHARE TRADING PVT LTD	SELL	315,603	87.1
GOLDTECH	Goldstone Tech Ltd.	MALA HEMANT SHETH	SELL	118,648	224.7
MAXWELL	Maxwell Industries Ltd.	SUNIL JAYKUMAR PATHARE	SELL	710,050	13.1
PSTL	Pyramid Saimira Theatre L	HARDIK M MITHANI	SELL	196,894	162.5
SASKEN	Sasken Commu Techno Ltd	MBL & COMPANY LTD.	SELL	229,846	135.8
SRTRANSFIN	Shriram Trans Fin Co. Ltd	MORGAN STANLEY MAURITIUS COMPANY LTD	SELL	3,128,257	290.0
TRENT	Trent Ltd.	MORGAN STANLEY MAURITIUS COMPANY LTD	SELL	98,790	452.0

Source: NSE

BULK DEALS ON BSE - 8 July 2008

Symbol	Scrip Name	Client Name	Buy/Sell	Quantity Traded	Price
532022	FILAT FASH	BHANABHAI GANPAT PARMAR	B	30,100	26.1
532022	FILAT FASH	AUMTECHNOCAST PVT. LTD	S	66,031	29.4
532996	FIRST WIN	SHOBHA IMTIYAZ DESAI	B	236,000	85.0
532996	FIRST WIN	IMTIYAZ IBRAHIM DESAI	B	289,500	84.5
532996	FIRST WIN	RUPAK KUMUDBHAI SHAH	B	225,469	86.4
532996	FIRST WIN	PRABHUDAS LILLADHER PVT. LTD.	B	176,368	86.5
532996	FIRST WIN	N D NISSAR	B	190,385	85.9
532996	FIRST WIN	SAM GLOBAL SECURITIES LTD	B	200,587	86.4
532996	FIRST WIN	B K SHAH CO	B	121,682	86.5
532996	FIRST WIN	H.J.SECURITIES PVT.LTD.	B	164,064	87.7
532996	FIRST WIN	RUPAK KUMUDBHAI SHAH	S	179,200	85.8
532996	FIRST WIN	PRABHUDAS LILLADHER PVT. LTD.	S	176,368	86.2
532996	FIRST WIN	N D NISSAR	S	190,385	85.8
532996	FIRST WIN	SAM GLOBAL SECURITIES LTD	S	200,587	86.4
532996	FIRST WIN	B K SHAH CO	S	121,682	86.9
532996	FIRST WIN	H.J.SECURITIES PVT.LTD.	S	164,064	87.8
500398	GE CAP TRANS	GLOBE CAPITAL MARKET LTD.	B	173,025	94.9
531439	GOLDSTON TEC	SUMMIT COMMUNICATIONS PVT LTD	B	119,139	225.9
530985	JPTSECURITH	ANGEL INFIN PRIVATE LIMITED	S	22,642	234.1
500256	LOK HOUSI CO	PRIYAL INTERNATIONAL	S	326,926	42.4
532791	PYRAMID SAIM	HARDIK M MITHANI	B	152,286	162.9
532791	PYRAMID SAIM	SPISTOCK	B	169,477	162.5
532791	PYRAMID SAIM	HARDIK M MITHANI	S	152,286	162.6
532791	PYRAMID SAIM	SPISTOCK	S	169,477	163.1
532665	RAJVIR IND	ABHISHEK FINCAP SERVICES PRIVATE LIMITED	B	35,000	99.0
502587	RAMA PUL PAP	PRITI KRISHNAGOPAL CHANDAK	B	116,025	25.2
502587	RAMA PUL PAP	KRISHNAGOPAL M CHANDAK	S	76,000	25.2
502587	RAMA PUL PAP	KRISHNA MOTILAL CHANDAK	S	40,000	25.1
532884	REFEX REFRIG	TUSHAR RAMESHBHAI PATEL	S	146,384	196.5

Source: BSE

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Stock Ratings		Absolute Returns		Stock Ratings		Absolute Returns
Buy	:	> 25%		Market Performer	:	0 - 15%
Out Performer	:	16 - 25%		Under Performer	:	< 0%

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