investor's eye

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Index

Take Five

Scrip	Reco Date	Reco Price	CMP	Target
Balaji Tele	9-July-07	231	**243**	303
HUL	24-Nov-05	172	**204**	280
HCL Tech	30-Dec-03	103	**317**	395
Madras Cement	17-Nov-05	1,498	**3,390**	3,700
SBI	19-Dec-03	476	**1,613**	1,780

Andhra Bank

Cannonball

Stock Update

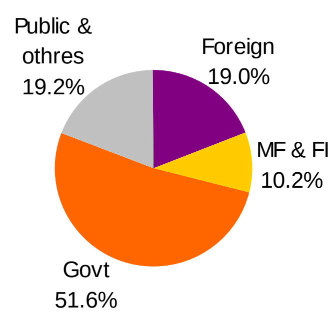
Price target revised to Rs117

Buy; CMP: Rs85

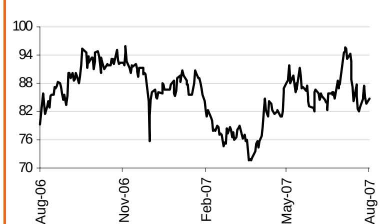
Company details

Price target:	Rs117
Market cap:	Rs4,123 cr
52 week high/low:	Rs99/70
NSE volume: (No of shares)	6.2 lakh
BSE code:	532418
NSE code:	ANDHBANK
Sharekhan code:	ANDHBANK
Free float: (No of shares)	23.5 cr

Shareholding pattern



Price chart



Price performance

(%)	1m	3m	6m	12m
Absolute	-3.7	-0.7	2.4	9.0
Relative to Sensex	-3.0	-8.5	-0.7	-19.3

Result highlights

- For Q1FY2008 Andhra Bank (ANDB) reported a 21.2% year-on-year (y-o-y) growth in its net profit to Rs141.1 crore, driven by a modest operating performance coming on the back of a higher non-interest income and lower provisions.
- The net interest income (NII) was up 8% year on year (yoy) to Rs362.1 crore. The bank's net interest margin (NIM) declined by 25 basis points on a y-o-y basis and by six basis points on a sequential basis (after adjusting for Rs25 crore of one-time income in Q4FY2007).
- The non-interest income increased by 33.4% yoy to Rs112.5 crore due to a higher treasury income component as the fee income growth remained flat.
- A 13.1% growth in the net income coupled with a moderate 9% y-o-y growth in the operating expenses helped the bank to report an 18.2% y-o-y growth in the operating profit to Rs223.4 crore; the core-operating profit (operating profit excluding treasury and amortisation) grew by 13.3% yoy to Rs227.5 crore.
- Provisions and contingencies showed a decline of 68.1% yoy to Rs9.3 crore from Rs29.1 crore, mainly due the absence of a one-time hit of Rs20 crore that the bank had taken during Q1FY2007 on transfer of securities.
- Business growth of the bank stood at 24.8% yoy with advances up 27.1% yoy and deposits up 23.3% yoy. Despite the strong growth in the advances the asset quality continues to remain among the best in the industry with the net non-performing assets (NPAs) at 0.19%.
- The NIM is expected to stabilise going forward and lead to an improvement in the operating performance. The capital adequacy levels are comfortable at 12.5% with the Tier-I capital adequacy ratio (CAR) at around 9%, which is not a constraint

Result table Rs (cr)

Particulars	Q1FY2008	Q1FY2007	% yoy chg	% qoq chg
Net interest income*	362.1	335.2	8.0	0.0
Non-interest income	112.5	84.3	33.4	-18.7
Treasury	14.9	5.7	162.3	5.8
CEB	45.6	45.9	-0.8	-
Others	52.0	32.7	59.1	-
Net income	474.6	419.5	13.1	-5.2
Operating expenses	251.2	230.6	9.0	9.0
Operating profit	223.4	189.0	18.2	-17.3
Core operating profit (excluding treasury)	227.5	200.8	13.3	-16.7
Provisions & contingencies	9.3	29.1	-68.1	-88.6
PBT	214.1	159.9	33.9	-0.3
Provision for taxes	73.0	43.5	67.8	-3.9
Net profit	141.1	116.4	21.2	1.7

* Adjusted for Rs15 crore and Rs10 crore of CRR interest income and other interest respectively in Q4FY2007.

for growth, and asset quality continues to remain among the best in the industry. At the current market price of Rs85, the stock is quoting at 5.8x its FY2009E earnings per share (EPS), 3.2x pre-provision profits (PPP) and 1x book value. We have introduced our FY2009E numbers in this report. The bank is available at attractive valuations, given its low price to book multiple compared with its peers and an average return on equity of 18.5%. We maintain our Buy call on the stock with a revised price target of Rs117.

NII up only 8% yoy, pressure on NIM

The NII was up 8% yoy to Rs362.1 crore in Q1FY2008. The bank's NIM declined by 25 basis points on a y-o-y basis and by six basis points on a sequential basis (after adjusting for Rs25 crore of one-time income in Q4FY2007). The margins were under pressure as the high cost borrowings done by the bank in Q4FY2007 were reflected in its numbers: The interest expended increased by 47.6% yoy and 7.8% sequentially while the interest income was up only 30.2% yoy and 3.6% sequentially. However, the decline in the bank's NIM was capped due to a substantial improvement in its investment yields unlike its peers.

High cost deposits affect margins

The bank had bulk deposits to the tune of Rs13,500 crore at the end of March 2007, out which the bank redeemed Rs3,000 crore in Q1FY2008. The low cost current account and savings account (CASA) deposit ratio declined by 428 basis points on a y-o-y basis and by 110 basis points on a sequential basis. A slower growth in the CASA and attractive term deposit rates together contributed to the fall in the CASA. We expect the margins to remain under pressure and stabilise gradually as the bank's high-cost term deposits are redeemed and replaced by fresh deposit at a much lower rate going forward.

Yield analysis (%) table

Particulars	Q1FY08	Q1FY07	% y-o-y chng	% q-o-q chng
Yield on advances	10.75	9.64	111	92
Yield on investments	8.01	7.20	81	68
Cost of deposit	6.16	5.05	111	93
NIM (reported) (%)	3.47	3.72	-25	-3
NIM (adjusted) (%)	3.47	3.72	-25	-6

Source: Company * Adjusted for Rs15 crore and Rs10 crore of CRR interest income and other interest respectively in Q4FY2007.

Non-interest income up 33.4%yoy

The non-interest income increased by 33.4% yoy to Rs112.5 crore due to a higher treasury income component as the fee income growth remained flat. The non-interest income (excluding treasury and amortisation) was up 21.3% yoy.

Non-interest income (Rs crore)

Particulars	Q1FY08	Q1FY07	% y-o-y chng
Non-interest income	112.5	84.3	33.4
Trading	14.9	5.7	162.3
CEB	45.6	45.9	-0.8
Others	71.1	50.2	41.5
Amortisation	-19.1	-17.6	8.4
Non-interest income	112.5	84.3	33.4
Non-interest income (excluding treasury and amortisation)	116.6	96.2	21.3

Source: Company, Sharekhan Research

Asset quality remains healthy

The asset quality continues to remain among the best in the industry with the net NPAs at 0.19% and the provision coverage at 88%.

Particulars	Q1FY08	Q1FY07	Q4FY07
Gross NPA (Rs crore)	420.73	417.04	397.0
Net NPA (Rs crore)	51.17	15.87	47.0
(%) Gross NPA	1.52	1.91	1.41
(%) Net NPA	0.19	0.07	0.17
Coverage (%)	88.0	96.0	88.0

Stable growth likely to be maintained

The management aims to grow the bank's business and profits at a steady pace with a lot of focus on asset quality. Currently, the bank's CAR stands at 12.5% with the Tier-I CAR at around 9% which gives it enough headroom to grow its assets in a steady manner without any dilution in the near term.

Valuation and view

The NIM is expected to stabilise going forward and lead to an improvement in the operating performance. The capital adequacy levels are comfortable at 12.5% with the Tier-I CAR at around 9%, which is not a constraint for growth, and asset quality continues to remain among the best in the industry. At the current market price of Rs85, the stock is quoting at 5.8x its FY2009E EPS, 3.2x PPP and 1x book value. We have introduced our FY2009E numbers in this report. The bank is available at attractive valuations, given its low price to book multiple compared with its peers and an average return on equity of 18.5%. We maintain our Buy call on the stock with a revised price target of Rs117.

Earnings table

Year to 31 March	FY05	FY06	FY07	FY08E	FY09E
Net profit (Rs cr)	520.1	485.5	537.9	611.1	705.7
Shares in issue (cr)	40.0	48.5	48.5	48.5	48.5
EPS (Rs)	13.0	10.0	11.1	12.6	14.6
% y-o-y change	*12.2*	*-23.0*	*10.8*	*13.6*	*15.5*
PE (x)	6.5	8.5	7.7	6.7	5.8
P/PPP (x)	3.4	5.4	4.4	3.8	3.2
Book value (Rs/share)	45.9	59.7	65.1	73.3	82.0
P/BV (x)	1.9	1.4	1.3	1.2	1.0
Adj book value	44.7	58.6	64.1	71.4	80.0
P/ABV (x)	1.9	1.5	1.3	1.2	1.1
RoNW (%)	31.6	19.0	17.8	18.2	18.7

Transport Corporation of India

Cannonball

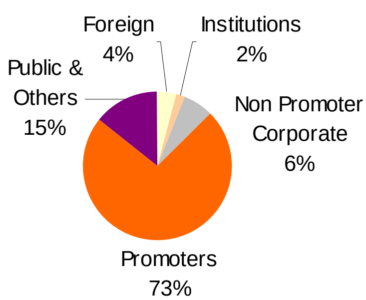
Stock Update

Put on hold

Hold; CMP: Rs115

Company details	
Price target:	Rs100
Market cap:	Rs770 cr
52 week high/low:	Rs120/52
NSE volume: (No of shares)	48,672
BSE code:	532349
NSE code:	TRANSPORTCO
Sharekhan code:	TCIL
Free float: (No of shares)	1.8 cr

Shareholding pattern



Price chart

Price performance

(%)	1m	3m	6m	12m
Absolute	13.5	78.6	63.0	108.9
Relative to Sensex	14.4	64.4	58.0	54.7

Key points

- Transport Corporation of India (TCI) has placed 7% of its equity with Fidelity Investments International for Rs53 crore. The placement was part of the company's fund raising plans to finance its scheduled capital expenditure (capex) of Rs440 crore. The shares have been placed at Rs105.25 per share at a premium of Rs103.25 to the face value of Rs2 per share. The placement will expand TCI's equity by Rs1 crore to Rs14.5 crore, resulting in an equity dilution of 7%.
- TCI has lined up a capex of Rs440 crore to be spent over FY2007-10; of the proposed capex it has already spent Rs100 crore in FY2007.The capex will entail the augmentation of its warehouse space, expansion of its truck fleet, acquisition of ships and setting up of wind power plants.
- The company achieved a turnover of Rs266 crore for Q1FY2008, growing at the rate of 9% year on year (yoy). The express cargo business grew by 30% yoy whereas the supply chain management (SCM) business grew by 27% yoy. The decline in the trading revenues affected the company's top line growth.
- The earnings before interest and tax (EBIT) grew by 16% yoy to Rs13.69 crore whereas the EBIT margin remained flat at 5% during the quarter. The SCM margin remained flat whereas the express cargo margin was lower by 100 basis points yoy. But sequentially, the express cargo margin expanded by 300 basis points whereas the SCM margin stabilised after an exceptional Q4FY2007.
- The company's interest cost almost doubled to Rs4.08 crore on account of higher borrowings whereas the depreciation provision was higher by 51.5% on account of addition to gross block.
- As the company's tax provision stood higher at 36.4% against 27% in the last year, the net profit witnessed a decline of 13.5% yoy to Rs5.69 crore.
- The complete phase-out of the central sales tax (CST) will augur well for the company as more companies start following the hub-and-spoke model of distribution, leading to complete outsourcing of their logistic needs to third party players. We believe that at the end of the capex plan by FY2010, TCI will be fully

Result table Rs (cr)

Particulars	Q1FY08	Q1FY07	% yoy	FY07	FY06	% yoy
Net sales	265.45	243.4	9.1	1086.3	864.1	25.7
Total expenditure	246.33	228.4	7.9	1016.3	819.9	24
Operating profit	19.12	15.0	27.7	70.0	44.2	58.5
Other income	0.78	0.7	11.4	4.2	4.0	5.8
PBIDT	19.9	15.67	27.0	74.3	48.2	54.2
Interest	4.08	2.09	95.2	10.3	6.6	57.6
PBDT	15.82	13.58	16.5	63.9	41.6	53.6
Depreciation	6.88	4.54	51.5	19.9	15.4	29.3
PBT	8.94	9.04	-1.1	44.0	26.2	67.9
Tax	3.25	2.46	32.1	13.5	10.2	
Profit after tax	5.69	6.58	-13.5	30.6	16.1	90.2

equipped to benefit from the opportunities in the third-party logistic (3PL) space. We expect the company's net profit to grow at a compounded annual growth rate (CAGR) of 27% over FY2007-09.

- As mentioned in the previous update, TCI is developing four properties, covering a total area of 12.5 acre, over the next five years. The net realisable value of these properties would be Rs200 crore which translates into a value of Rs26 per share on a diluted equity base of the company. We believe this would provide ample cushion to the company's stock price.
- The stock has witnessed a sharp run-up in the last four months and appreciated by 86% against an 18% rise in the Sensex in the same period. The stock is currently quoting at Rs115 per share. At the current market price TCI is discounting its FY2008E earnings by 23x and its FY2009E earnings by 18x. Considering its historical valuations we believe that the stock is fully valued at the current market price and thus offers little scope for appreciation in the near term. We thus put a Hold on the stock.

Fidelity International Investments picks up 7% stake

TCI has placed 7% of its equity with Fidelity Investments International for Rs53 crore. The placement is part of the company's fund raising plans to finance its scheduled capex of Rs440 crore. The shares have been placed at Rs105.25 per share at a premium of Rs103.25 to the face value of Rs2 per share. The placement will expand TCI's equity by Rs1 crore to Rs14.5 crore, resulting in an equity dilution of 7%.

We expect the company to raise the remaining Rs72 crore (total equity funding of Rs125 crore) at Rs115 per share by the end of this year, resulting in further dilution of 8% to Rs15.76 crore. Consequently, the revised earnings will stand as follows.

Earnings revision

Particulars	FY08E	FY09E
PAT (Rs cr)	39	49
No of shares (cr)	7.88	7.88
EPS (Rs)	4.9	6.2

Source: Sharekhan

In line with the capex plan

As mentioned in our earlier updates, TCI has scheduled a capex of Rs440 crore to be spent over FY2007-10. The company will be increasing its warehouse space (it added 1.5 million square feet in FY2007), augmenting its truck fleet and acquiring one ship each in the next three years as part of the capex plan. The company has already incurred a capex of Rs100 crore in FY2007. It is expected to spend another Rs200 crore in the current fiscal. The funding pattern of the capex is as follows.

Capex plan

Particulars	FY2007	FY2008	FY2009	FY2010
Warehouses	22.0	110	10	10
Wind power	9.1	18		0
Ships	37.0	40	25	25
Trucks	23.0	30	30	27
Others	8.9	2	5	8
Total	100	200	70	70

Source: Company presentation

Funding pattern (Rs cr)

Debt	150	
Equity	125 ←	First tranche of Rs53 crore placed with Fidelity Investments International. The second tranche of Rs60-70 crore to be placed in the next six to nine months.
Internal accrual	65	
Total	**340**	

Highlights of Q1FY2008 results—bottom line dips

- The company's top line grew by 9% yoy to Rs266.2 crore on the back of a robust 30% growth in the express cargo revenues and a 27% growth in the SCM business yoy. The transportation business registered a growth of 13% yoy. The top line growth was suppressed by an 80% drop in the low-margin trading business, which is being hived off by the company into a separate subsidiary.
- The EBIT grew by 16% yoy to Rs13.69 crore whereas the EBIT margin was maintained at 5%. The margin in the transportation division expanded by 60 basis points yoy to 2.4% whereas the same was lesser by 130 basis points on a sequential basis. The margin in the express cargo division was suppressed in the last quarter on account of investment of Rs7 crore in the courier business; the margin bounced back in this quarter to 6.6%. The margin was lesser by 100 basis points yoy. The margin in the SCM business was flat at 5.6% yoy but lower on a sequential basis as the company had witnessed an exceptionally high margin in Q4FY2007.

Segmental analysis Rs (cr)

Particulars	Q1FY08	Q1FY07	% yoy
Net revenues	**266.2**	**243.6**	**9**
Transport division	142.6	125.9	13
Express cargo division	72.0	55.3	30
SCM division	29.8	23.4	27
Trading division	5.4	26.6	-80
Wind power division	2.7	1.6	71
Shipping	13.7	10.8	26
EBIT	**13.7**	**11.8**	**16**
Transport division	3.4	2.3	49
Express cargo division	4.7	4.2	13
SCM division	1.67	1.3	26
Trading division	0.07	0.2	-61
Wind power division	2.03	1.0	101
Shipping	1.72	2.8	-37
EBIT margins (%)	**5.0**	**5.0**	
Transport division	2.4	1.8	
Express cargo division	6.6	7.6	
SCM division	5.6	5.7	
Trading division	1.3	0.7	
Wind power division	73.8	62.7	
Shipping	12.6	25.4	

- The company's interest cost almost doubled to Rs4.08 crore on account of higher borrowings whereas the depreciation provision was higher by 51.5% on account of addition to gross block.
- As the company's tax provision stood higher at 36.4% against 27% in the last year, the net profit witnessed a decline of 13.5% yoy to Rs5.69 crore.
- Considering the fact that the business in the first quarter is generally subdued, we expect the company's business to gather pace in the coming quarters. Consequently, we keep our numbers unchanged.

Maintain our bullish stance on the prospects of the company

TCI is consciously moving up the value chain in the logistic business. The company is focusing on positioning itself in the niche businesses of express cargo and SCM which are expected to grow aggressively at 30% and 60% respectively. Consequently, we will witness incremental contribution from these businesses in the next couple years. Also, these businesses command higher margins than the traditional transportation business and this will translate into higher earnings for the company.

In order to consolidate its position in these businesses the company is investing in warehouse space as well as implementing information technology systems at its warehouses which will enable it to provide integrated logistic services. The complete phase-out of the CST will augur well for the company as more companies start following the hub-and-spoke model of distribution, leading to complete outsourcing of their logistic needs to 3PL players. We believe that at the end of the capex plan, by FY2010 TCI will be fully equipped to benefit from the opportunities in the 3PL space. We expect the company's net profit to grow at a CAGR of 27% over FY2007-09.

Real estate development to provide a cushion for the stock

As mentioned in the previous update, TCI is developing four properties covering a total area of 12.5 acre over the next five years. The net realisable value of these properties would be Rs200 crore which translates into a value of Rs26 per share on a diluted equity base of the company. We believe this provides ample cushion to the company's stock price.

Stock fully valued in the near term

The stock has witnessed a sharp run-up in the last four months and appreciated by 86% against an 18% rise in the Sensex in the same period. The stock is currently quoting at Rs115 per share. At the current market price TCI is discounting its FY2008E earnings by 23x and its FY2009E earnings by 18x. Considering its historical valuations we believe that the stock is fullyvalued at the current market price and thus offers little scope for appreciation in the near term. We thus put a Hold on the stock.

Earnings table

Particualrs	FY05	FY06	FY07	FY08E	FY09E
Net profit (Rs cr)	10.5	20.7	30.6	39.9	49.9
Share in issue (Rs cr)	5.3	6.8	6.8	7.9	7.9
EPS (Rs)	2.0	4.0	4.5	4.94	6.3
% y-o-y growth	*39.7*	*96.4*	*47.9*	*23.0*	*26.0*
PER (x)	21.9	17.0	17.0	23.2	18.2
Book value (x)	12.4	15.8	20.4	31.3	41.0
P/BV (x)	9.3	7.3	5.6	3.7	2.8
EV/EBITDA (x)	23.9	19.0	16.1	11.4	9.2
RoCE (%)	12.5	17.8	17.6	17.1	16.1
RoNW (%)	16.2	19.4	22.4	16.3	14.5

Source: Sharekhan

Real estate development

Location	Book value	Type	Area	Realisable value (cr)	Impact on EPS
Rambagh, Delhi	4.9	Commercial/Residential	1.15	50	6.3
Dehradun	0.52	Commercial	1.46	50	6.3
Nalmangala, Bangalore	1.46	Residential	6.3	80	10.2
Aslali, Ahmedabad	1.52	Residential	3.54	20	2.5
	8.4		12.45	200	25.3

Source: Sharekhan

The author doesn't hold any investment in any of the companies mentioned in the article.

Novelis (subsidiary of Hindalco)

Viewpoint

Overhang of fixed-price contracts

We attended the analyst meet of Novelis (the wholly owned subsidiary of Hindalco) to discuss the Q1FY2008 results. Following are the key takeaways from the meet.

Result analysis

- The company, during the quarter, reported the net sales growth of 10.3% year on year (yoy) to $2,828 million due to an increase in the realisation by 11%. However, the volume of rolled products and ingots were lower by 1% at 755 thousand tonne. LME aluminium prices grew by 4.1% yoy during the quarter to $2,762 per tonne.
- The reported earnings before interest, depreciation, tax and amortisation (EBIDTA) showed a decline of 82% to $18 million mainly due to the non-recurring expenses related to the acquisition by Hindalco and metal price lag.
- The company has a metal price-ceiling contract of 20% of the volumes that was reduced to 10% of the total volumes in the current quarter. The price-ceiling contract caused the company a loss of $80 million during the quarter as against $140 million in the corresponding quarter. For the entire year the management expects the price-ceiling contract loss to amount to ~$250 million. The company has created a reserve of $655 million for the metal price-ceiling contract. The reserve will be written off over the life of the fixed contract and the same led to a higher reported EBIDTA by the company during the quarter.
- Novelis reported a net loss of $151 million in the quarter as against a profit of $6 million in the corresponding quarter last year. In Q1FY2007, the company made a profit of $77 million on account of metal price lag due to a sharp rise in Aluminium LME price. However, during the quarter the profit by price lag was reduced to $1 million.
- The company's other extraordinary items such as stock compensation, sales and transaction fees and purchase accounting related items amounted to $105 million.
- The company reported the adjusted earnings before interest and tax (EBIT) of $42 million during the quarter as against a loss of $1 million in the corresponding quarter last year implying an improvement in operational performance.
- During the quarter the company completed a debt restructuring programme and currently its debt on its books stand at $2.5 billion.
- Hindalco targets Novelis to be an earning accretive by FY2011. The fixed price-ceiling contract will continue to have a negative impact on the company's bottomline. However superior technology, which the company has in the flat rolled products market, will give Hindalco the required access in the downstream business.

Result table ($ million)

Novelis	Q1FY08	Q1FY07	% yoy chg
Revenue	2,828	2,564	10
Cost of goods sold	2,641	2,407	10
SG&A	137	98	40
R&D	19	10	90
Change in FV derivative	34	41	-17
Transaction fees	32	-	
Other exp	15	-8	
EBITDA	18	98	-82
Depreciation	81	59	37
EBIT	-63	39	
Interest	51	49	4
EBT	-114	-10	
Taxes	40	-20	
Minority interest	3	-4	
Net income	-151	6	
Volume (Rolled products+Ingots)	793	801	-1
Blended realisation/tonne	3,566	3,201	11
LME Aluminium price ($ per tonne)	2,762	2,653	4
EBIDTA margin (%)	0.6	3.8	

Metal price ceiling contract

The net exposure of the company to the price-ceiling contract for FY2008 is ~50 kilotonne. The management expects to mitigate the loss caused due to exposure by increasing the volume from smelters and used beverage cans. The reported EBIDTA will be inflated to the extent of loss it makes in price-ceiling contract.

Capex plans

The company has three large project plans in the Oswego facility with an investment of $9 million in the current year. The projects will increase the rolling slab capacity by debottlenecking.

About the company

Novelis is a converter of primary aluminium having a market share of ~20% in flat rolled products. It has a downstream capacity of 3 million tonne per annum and aluminium manufacturing capacity of 0.11 million tonne per annum. The company is a market leader in the downstream business and has a proprietary technology namely Novelis Fusion launched in the current year, which is believed to have a high potential in automotive and industrial sheet market. Beverage cans contribute 45% of the total turnover. Construction, foil packaging and transportation contribute 18%, 17% and 9% respectively to the turnover, while litho and others contribute 10%. The non-compete clause with Alcan of not pursuing the high margin aerospace business expires in 2010, which will improve the margins going forward.

Highlights of the quarter

- The company increased the prices by $44 per tonne in the North American market for the 10% of the total shipment and in the European market for ~20,000 tonne.
- The company expects a positive operating cash flow for the remaining year.
- Falling LME prices is beneficial to the company as it lowers the losses from the fixed-price contracts and the requirement of working capital. The management estimates that every $100 movement in the LME prices leads to $30- 35 million change in the working capital requirement.
- The company completed the debt-restructuring programme during the quarter and has a debt of $2.5 billion with a favorable interest rate.

Outlook

Hindalco is currently trading at a consensus price earning multiple of 7.6x based on FY2008 earnings. However the earnings are expected to remain depressed mainly due to the price-ceiling contract and increased interest expense for funding the acquisition.

The author doesn't hold any investment in any of the companies mentioned in the article.

Sharekhan Stock Ideas

Evergreen

HDFC Bank
Infosys Technologies
Reliance Industries
Tata Consultancy Services

Apple Green

Aditya Birla Nuvo
ACC
Apollo Tyres
Bajaj Auto
Bank of Baroda
Bank of India
Bharat Bijlee
Bharat Electronics
Bharat Heavy Electricals
Bharti Airtel
Canara Bank
Corporation Bank
Crompton Greaves
Elder Pharmaceuticals
Grasim Industries
HCL Technologies
Hindustan Unilever
ICICI Bank
Indian Hotels Company
ITC
Mahindra & Mahindra
Marico
Maruti Udyog
Lupin
Nicholas Piramal India
Ranbaxy Laboratories
Satyam Computer Services
SKF India
State Bank of India
Sundaram Clayton
Tata Motors
Tata Tea
Unichem Laboratories
Wipro

Cannonball

Allahabad Bank
Andhra Bank
Gateway Distriparks
International Combustion (India)
JK Cement
Madras Cement
Shree Cement
Tourism Finance Corporation of India
Transport Corporation of India

Emerging Star

3i Infotech
Aban Offshore
Alphageo India
Axis Bank (UTI Bank)
Balaji Telefilms
Cadila Healthcare
Federal-Mogul Goetze (India)
KSB Pumps
Marksans Pharma
Navneet Publications (India)
Network 18 Fincap
Nucleus Software Exports
Orchid Chemicals & Pharmaceuticals
ORG Informatics
Tata Elxsi
Television Eighteen India
Thermax

Ugly Duckling

Ahmednagar Forgings
Ashok Leyland
Aurobindo Pharma
BASF India
Ceat
Deepak Fertilisers & Petrochemicals Corporation
Genus Power Infrastructures
Hexaware Technologies
ICI India
India Cements
Indo Tech Transformers
Jaiprakash Associates
JM Financial
KEI Industries
NIIT Technologies
Punjab National Bank
Ratnamani Metals and Tubes
Sanghvi Movers
Saregama India
Selan Exploration Technology
South East Asia Marine Engineering & Construction
Subros
Sun Pharmaceutical Industries
Surya Pharmaceuticals
UltraTech Cement
Union Bank of India
Universal Cables
Wockhardt
Zensar Technologies

Vulture's Pick

Esab India
Orient Paper and Industries
WS Industries India