

Equity	% Chg			
	27-Dec	1-day	1-mth	3-mth
<b>India</b>				
Sensex	20,217	0.1	6.7	16.9
Nifty	6,082	0.2	8.3	21.1
<b>Global/Regional markets</b>				
Dow Jones	13,360	(1.4)	0.5	(3.9)
Nasdaq	2,677	(1.7)	0.5	(0.9)
FTSE	6,498	0.3	3.0	0.5
Nikkei	15,308	(1.7)	1.0	(8.8)
Hang Seng	27,543	(1.1)	0.6	1.5

Value traded (Rs bn)	BSE	NSE
Cash	82.9	249.1
Derivatives	11.8	946.6
Total	94.7	1195.7

Net inflows (Rs bn)	Recent trends (days)			
	26-Dec	-7d	-15d	-30d
FII	24.2	(21.6)	19.0	(2.8)
MF	8.3	13.9	18.6	44.0

Forex / Crude	% Chg			
	27-Dec	1-day	1-mth	3-mth
Rs/US\$	39.4	0.0	0.9	0.9
Euro/US\$	1.5	(0.1)	(1.6)	2.4
Crude(\$/bbl)	96.9	0.3	7.0	18.7

Mkt movers (Rs)	Close	Pr. Cl.	% Chg
<b>Top gainers</b>			
ISMT	135.0	112.5	20.0
ICSA India	558.5	465.7	19.9
Era Constructions	866.3	724.1	19.6
<b>Top losers</b>			
Prajay Engineers	408.7	439.5	(7.0)
Nicholas Piramal	342.6	365.3	(6.2)
Phoenix Mills	2,418.8	2,572.0	(6.0)

## In focus

### Apar Industries – Initiating Coverage

**Power relay** CMP: Rs 347 Target: Rs 458 BUY

### REI Agro – Initiating Coverage

**The right mix** CMP: Rs 728 Target: Rs 1,007 BUY

### Today's top picks

**REL, GMR Infra, JP Associates, DHFC, Ispat**

## News track

- ❖ Seven Life Sciences has received US patent for a compound useful in the treatment of neuro-degenerative disorders (BS)
- ❖ Cholamandalam MS General Insurance Company has entered into an agreement with TCS and CMC Ltd to revamp its IT infrastructure for an undisclosed sum. The software is a propriety general insurance system of CMC, TCS will manage the customisation and successful deployment over the web. The contract will be of five-year duration including the annual maintenance contract.(BS)
- ❖ SEBI has disposed of a complaint against the IPO of Reliance Power Limited clearing the hurdles for its mega IPO of US\$ 2.5 to US\$3 bn by asking promoters to lock-in the entire 20 percent of their contribution to the share offer for 5 years. (BS)
- ❖ Bajaj has started production of XCD at its Pantnagar facility in Uttaranchal apart from the Waluj plant in Auranagabad. (DNA Money)
- ❖ Ceat Tyres has automated its business processes on the SAP platform. This move is expected to result in cost savings for the company. (BS)
- ❖ Time Technoplast acquired Bahrain-based Gulf Powerbeat WLL (GPW) through its subsidiary NED Energy (NED), Hyderabad. GPW is a telecom and automobile battery manufacturer with a total capacity of 150mn AH. (BL)
- ❖ Realty major Parsvnath Devlopers has said that it will construct a shopping mall,spread over 10,000 sq mt of land in Rajpura of Punjab,which will have an expected realization of Rs 1 bn. (DNA-money)

Source: BL: Business Line, BS: Business Standard, ET: Economic Times, FE: Financial Express

### Volume shockers

### Delivery toppers

(No of shares)	27-Dec	2-mth avg	Chg (x)	Company	Del (%)	Tot. vol	Cons days up
Orchid Chemicals	4,788,367	315,099	15.2	Infotech Enterprises	89.5	137,790	3
Federal-Mogul	1,316,998	98,082	13.4	Orchid Chemicals	89.1	5,573,269	4
Shipping Corp	1,684,259	195,294	8.6	Tanla Solutions	87.4	136,892	3

# Apar Industries

## Initiating Coverage

**CMP: Rs 347**

**Target: Rs 458**

**BUY**

<b>Anurag Purohit</b> (91-22) 6612 4795 anurag.purohit@religare.in	<b>Rahul Gajare</b> (91-22) 6612 4749 rahul.gajare@religare.in
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BSE code	532259
NSE code	APARIND

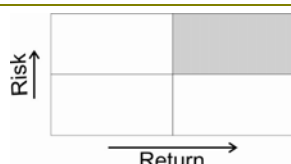
### Company data

Particulars	
Market cap (Rs bn / US\$ mn)	11.2/284
Outstanding equity shares (mn)	32.3
52-week high/low (Rs)	401/121
2-month average daily volume	20,468

### Financial snapshot

Particulars	FY07	FY08E	FY09E
Sales (Rs mn)	15,141.4	17,940.6	23,465.7
Growth (%)	36.1	18.5	30.8
Adj net profit (Rs mn)	376.7	582.1	851.1
Growth (%)	(22.6)	54.5	46.2
FDEPS (Rs)	15.5	18.0	26.3
Growth (%)	11.5	15.9	46.2
P/E (x)	22.4	19.3	13.2
ROE (%)	18.8	19.9	21.2

### Risk-return profile



### Shareholding pattern

(%)	Sep-07	Jun-07
Promoters	60.0	60.0
FIIs*	18.0	17.9
Banks & FIs	9.7	9.9
Public	12.3	12.2

\*includes 14.2% of Shiny Ltd; a CLSA subsidiary

### Stock performance

Returns (%)	CMP	1-mth	3-mth	6-mth
Apar Industries	347	9.0	74.7	98.9
Sensex	20,193	5.9	18.2	40.4
BSE Power	4,444	2.8	38.4	80.5

**Company website** [www.apar.com](http://www.apar.com)

**Note: The text of this report is not edited.**

## Power relay

Well-positioned to capture growth opportunities in transmission sector

### Investment rationale

- ❖ Apar will be a key beneficiary of the capital expenditure occurring in the Indian transmission sector. The company has presence in transmission conductors and transformer oils.
- ❖ In transmission conductors, Apar is the largest exporter and second largest player in domestic market with 23% market share. Recent capacity expansion at Nalgarh to further strengthen company's position.
- ❖ Largest manufacturer of transformer oil with ~55% market share. Dominant presence in the power transformer segment with long-term relationships with all major transformer manufacturers.
- ❖ Rs 1,400bn capex in the transmission sector envisaged in the Eleventh plan provides a total market opportunity of Rs 330bn over next five years.
- ❖ The company has entered into a joint venture with ENI, Italy to leverage the latter's Agip brand of automotive lubricants in India. Revenues from this business would scale up to more than Rs 1bn over next three years
- ❖ Recently divested its polymer business and related assets for Rs 1.4bn. Funds received to be invested in growth of existing and new businesses.

### Key concerns

- ❖ Delay in order disbursement by PGCIL could adversely impact the growth prospects of the company as PGCIL is the largest customer for transmission conductors.
- ❖ Aluminium and base oils are key raw materials. Inability to pass on price increases in raw material prices will decrease profit margins. Also export realisations are adversely impacted by rupee appreciation.

### Valuation

- ❖ DCF and EV/EBITDA valuation methods yield one-year targets of Rs 456 and Rs 461 respectively. The stock currently trades at 19.3x and 13.2x on FY08E and FY09E earnings. We initiate coverage with a Buy recommendation with a one-year target price of Rs 458.

## Financials

### Profit and Loss statement

(Rs mn)	FY07	FY08E	FY09E	FY10E
Revenues	15,141.4	17,940.6	23,465.7	29,319.3
Growth (%)	36.1	18.5	30.8	24.9
EBITDA	989.7	1,129.9	1,510.3	2,015.8
Growth (%)	12.2	14.2	33.7	33.5
Depreciation	100.2	153.3	194.2	207.6
EBIT	889.5	976.6	1,316.1	1,808.2
Growth (%)	11.8	9.8	34.8	37.4
Interest	421.2	356.9	406.9	381.9
Other income	210.6	126.7	152.2	175.7
EBT	652.8	746.4	1,051.4	1,592.0
Income taxes	167.6	164.2	210.3	318.4
Effective tax rate (%)	25.7	22.0	20.0	20.0
Adjusted net income	376.7	582.1	851.1	1,283.6
Growth (%)	(22.6)	54.5	46.2	50.8
Extra-ordinary items	108.5	1,089.3	(10.0)	(10.0)
Min. int / income from associates	-	-	-	-
Reported net income	485.2	1,671.4	841.1	1,273.6
Growth (%)	15.4	244.5	(49.7)	51.4
Shares outstanding (mn)	32.3	32.3	32.3	32.3
Basic EPS (Rs) (adj)	15.5	18.0	26.3	39.7
FDEPS (Rs) (adj)	15.5	18.0	26.3	39.7
DPS (Rs)	4.3	4.5	5.0	5.0

Source: Company, Religare Research

### Cash flow statement

(Rs mn)	FY07	FY08E	FY09E	FY10E
Net income, reported	485.2	1,671.4	841.1	1,273.6
Depreciation	100.2	153.3	194.2	207.6
Other adjustments, net	9.2	30.7	10.0	10.0
Changes in working capital	(808.2)	(479.4)	(694.6)	(100.4)
Cash flow from operations	(213.6)	1,376.0	350.7	1,390.9
Capital expenditure	(554.4)	(800.0)	(300.0)	(250.0)
Change in investments	(13.3)	-	-	-
Other investing inc/(exp)	-	-	-	-
Cash flow from investing	(567.7)	(800.0)	(300.0)	(250.0)
Free cash flow	(781.2)	576.0	50.7	1,140.9
Issue of equity	-	-	-	-
Issue/repay debt	271.3	200.0	200.0	(400.0)
Dividends paid	(154.3)	(163.7)	(181.9)	(181.9)
Other financing cashflow	-	-	-	-
Cash flow from financing	117.0	36.3	18.1	(581.9)
Opening cash & cash eq	1,513.5	849.3	1,461.6	1,530.4
Change in cash & cash eq	(664.2)	612.3	68.8	559.0
Closing cash & cash eq	849.3	1,461.6	1,530.4	2,089.3

Source: Company, Religare Research

### Balance sheet

(Rs mn)	FY07	FY08E	FY09E	FY10E
Cash and cash eq	849.3	1,461.6	1,530.4	2,089.3
Accounts receivable	3,855.0	3,517.9	6,125.6	5,923.5
Inventories	2,524.6	3,462.8	4,356.9	5,367.6
Others current assets	735.0	808.5	889.3	978.2
Current assets	7,963.7	9,250.7	12,902.2	14,358.6
LT investments	17.6	17.6	17.6	17.6
Net fixed assets	1,326.9	2,080.0	2,235.7	2,378.1
CWIP	256.4	150.0	100.0	-
Intangible assets	-	-	-	-
Deferred tax assets, net	-	-	-	-
Other assets	63.3	32.5	22.5	12.5
Total assets	9,627.9	11,530.8	15,278.1	16,766.9
Accounts payable	5,894.5	6,080.2	8,957.8	9,743.3
Others	95.6	105.2	115.7	127.3
Current liabilities	5,990.2	6,185.4	9,073.5	9,870.5
Debt funds	1,327.7	1,527.7	1,727.7	1,327.7
Other liabilities	139.3	139.3	139.3	139.3
Equity capital	323.4	323.4	323.4	323.4
Reserves	1,847.4	3,355.0	4,014.2	5,106.0
Shareholder's funds	2,170.7	3,678.4	4,337.6	5,429.3
Total liabilities	9,627.9	11,530.8	15,278.1	16,766.9
BVPS (Rs)	81.7	113.8	134.1	167.9

Source: Company, Religare Research

### Financial ratios

	FY07	FY08E	FY09E	FY10E
EBITDA margin (%)	6.5	6.3	6.4	6.9
EBIT margin (%)	5.9	5.4	5.6	6.2
Net profit margin (%)	2.5	3.2	3.6	4.4
FDEPS growth (%)	11.5	15.9	46.2	50.8
Receivables (days)	77.9	75.0	75.0	75.0
Inventory (days)	62.6	65.0	65.0	65.0
Payables (days)	141.5	130.0	125.0	125.0
Current ratio (x)	1.3	1.5	1.4	1.5
Quick ratio (x)	0.9	0.9	0.9	0.9
Interest coverage ratio (x)	2.2	2.6	3.1	4.3
LT debt / equity (x)	0.6	0.4	0.4	0.2
ROE (%)	18.8	19.9	21.2	26.3
ROA (%)	4.2	5.5	6.3	8.0
ROCE (%)	26.7	21.7	22.8	27.6
EV/Sales (x)	0.8	0.7	0.5	0.4
EV/EBITDA (x)	11.9	10.4	7.8	5.8
P/E (x)	22.4	19.3	13.2	8.8
P/BV (x)	4.3	3.1	2.6	2.1

Source: Company, Religare Research

## REI Agro

## Initiating Coverage

CMP: Rs 728

Target: Rs 1,007

BUY

## Ram Patnaik

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BSE code	532106
NSE code	REIAGRO

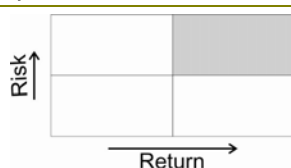
## Company data

Particulars	
Market cap (Rs bn / US\$ mn)	32.7/807.4
Outstanding equity shares (mn)	44.9
52-week high/low (Rs)	852/132
6-month average daily volume	72,986

## Financial snapshot

Particulars	FY07	FY08E	FY09E
Sales (Rs mn)	10,851.5	17,918.3	41,436.2
Growth (%)	13.2	65.1	131.3
Adj net profit (Rs mn)	910.8	1469.4	3372.7
Growth (%)	37.8	61.3	129.5
FDEPS (Rs)	20.3	30.5	70.0
Growth (%)	19.1	50.4	129.5
P/E (x)	35.9	23.9	10.4
ROE (%)	31.9	34.8	56.4

## Risk-return profile



## Shareholding pattern

(%)	Jun-07	Sep-07
Promoters	35.2	34.8
FIs	11.1	5.6
Banks & FIs	1.1	1.8
Public	52.6	57.8

## Stock performance

Returns (%)	CMP	1-mth	3-mth	6-mth
REI Agro	728	(7.8)	25.4	255.3
Sensex	20,193	5.6	17.7	39.2

Company website [www.reiagro.com](http://www.reiagro.com)

Note: The text of this report is not edited.

## The right mix

Presence across value chain to drive growth and profitability

## Investment rationale

- ❖ India is the largest Basmati rice producer in the world, accounting for around 2mn tonnes of basmati per annum (74% of the global production). Unorganized players account for nearly 65% providing room for consolidation.
- ❖ Indian retail sector is highly unorganized. Food & grocery accounts for 75% of the retail sector. Organized retail sector accounts for mere 3% of retail industry and is likely to maintain an exponential CAGR of 35% over the next 5 years.
- ❖ India's per capita consumption of power is 612 units and the existing capacity is around 100,000 MW with demand of 240,000 MW by FY12.
- ❖ REI Agro (REI) is the largest Basmati rice processor in the world with a 61MT per hour capacity. It is also engage in the wind power business with an installed capacity of 46.1 MW. It has moved up the value chain by venturing into retail business to enhance consumer visibility.
- ❖ Higher capacity utilisation in basmati paddy processing as well as ambitious plans to scale up its retail venture from present ~0.9mn sq ft area to 3mn sq ft by FY10 will drive growth for REI.
- ❖ We expect REI to register a 95% CAGR growth in revenue over FY07-09 to Rs41.4bn during FY09. Net profit is expected to register a 92% growth during FY07-09 recording Rs3.4bn in FY09.

## Key concerns

- ❖ Competition in each of the business segments and scaling up operations in retail other than northern zone will be a concern.

## Valuation

- ❖ We have used a sum-of-parts valuation of REI's three distinct business operations, valuing the rice business on a weighted average basis of three relative valuation parameters, retail business on price to sales multiple basis and wind power business on replacement cost basis. We have a target price of Rs1,007 for REI. We recommend a BUY.

## Financials

### Profit and Loss statement

(Rs mn)	FY06	FY07	FY08E	FY09E
Revenues	9,587.7	10,851.5	17,918.3	41,436.2
Growth (%)	13.5	13.2	65.1	131.3
EBITDA	1,502.1	1,986.6	3,709.2	7,038.8
Growth (%)	71.9	32.3	86.7	89.8
Depreciation	92.8	155.6	247.0	394.4
EBIT	1,409.3	1,831.0	3,462.2	6,644.4
Growth (%)	69.1	29.9	89.1	91.9
Interest	387.5	772.4	1,600.0	1,916.7
Other income	2.2	1.9	2.0	3.0
EBT	1,023.9	1,060.4	1,864.2	4,730.7
Growth (%)	88.7	3.6	75.8	153.8
Tax	363.0	149.6	394.8	1,358.0
Effective tax rate (%)	35.5	14.1	21.2	28.7
Adj net income	660.9	910.8	1,469.4	3,372.7
Growth (%)	74.6	37.8	61.3	129.5
Shares outstanding (mn)	38.8	44.9	48.2	48.2
FDEPS (Rs)	17.0	20.3	30.5	70.0
DPS (Rs)	2.5	2.1	2.2	2.2
CEPS (Rs)	19.4	23.7	35.6	78.2

Source: Company, Religare Research

### Cash flow statement

(Rs mn)	FY06	FY07	FY08E	FY09E
Net income	660.9	910.8	1,469.4	3,372.7
Depreciation	92.8	155.6	247.0	394.4
Other adjustments	-	-	-	-
Changes in WC	(2,882.3)	(6,301.4)	(1,893.3)	(4,284.4)
Operating cash flow	(2,128.5)	(5,235.0)	(176.8)	(517.3)
Capital expenditure	(1,584.4)	(786.3)	(1,425.0)	(5,109.4)
Investments	(3.6)	-	-	-
Other investing inc/(exp)	-	-	-	-
Investing cash flow	(1,587.9)	(786.3)	(1,425.0)	(5,109.4)
Free cash flow	(3,716.5)	(6,021.3)	(1,601.8)	(5,626.7)
Issue of equity	798.5	546.7	393.8	-
Issue/repay debt	2,407.2	5,380.5	1,275.0	5,984.4
Dividends paid	(100.7)	(95.4)	(109.1)	(109.1)
Others	502.6	191.5	30.9	50.0
Financing cash flow	3,607.5	6,023.4	1,590.6	5,925.3
Beg. cash & cash eq	153.2	44.2	46.3	35.1
Chg in cash & cash eq	(108.9)	2.1	(11.2)	298.6
Closing cash & cash eq	44.2	46.3	35.1	333.7

Source: Company, Religare Research

### Balance sheet

(Rs mn)	FY06	FY07	FY08E	FY09E
Cash and cash eq	44.2	46.3	35.1	333.7
Accounts receivable	2,385.2	4,558.0	4,663.7	6,811.4
Inventories	5,960.9	9,276.1	11,683.7	15,893.3
Others current assets	323.5	1,238.6	1,300.0	1,350.0
Current assets	8,713.8	15,119.0	17,682.5	24,388.4
LT investments	5.8	5.8	5.8	5.8
Net fixed assets	2,510.9	3,001.4	4,878.7	9,593.7
CWIP	559.1	699.4	-	-
Total assets	11,789.7	18,825.6	22,567.0	33,988.0
Payables	389.1	420.2	883.6	2,043.4
Others	106.2	176.9	394.8	1,358.0
Current liabilities	495.3	597.1	1,278.4	3,401.4
LT debt	7,532.5	12,913.0	14,188.0	20,172.4
Other liabilities	902.6	1,094.1	1,125.0	1,175.0
Equity capital	388.3	449.2	481.7	481.7
Reserves	2,471.0	3,772.3	5,493.8	8,757.5
Net Worth	2,859.3	4,221.5	5,975.6	9,239.2
Total liabilities	11,789.7	18,825.6	22,567.0	33,988.0
BVPS (Rs)	73.6	94.0	124.0	191.8

Source: Company, Religare Research

### Financial ratios

	FY06	FY07	FY08E	FY09E
EBITDA margin (%)	15.7	18.3	20.7	17.0
EBIT margin (%)	14.7	16.9	19.3	16.0
Net profit margin (%)	6.9	8.4	8.2	8.1
FDEPS growth (%)	50.4	19.1	50.4	129.5
Receivables (days)	90.8	153.3	95.0	60.0
Inventory (days)	226.9	312.0	238.0	140.0
Payables (days)	14.8	14.1	18.0	18.0
Current ratio (x)	17.6	25.3	13.8	7.2
Interest coverage (x)	3.6	2.4	2.2	3.5
Debt/equity ratio (x)	2.6	3.1	2.4	2.2
ROE (%)	30.3	31.9	34.8	56.4
ROCE (%)	15.4	16.2	19.0	31.2
ROAE (%)	13.9	12.0	16.7	23.5
EV/Sales (x)	3.7	4.2	2.7	1.3
EV/EBITDA (x)	23.8	23.0	13.3	7.8
P/E (x)	42.8	35.9	23.9	10.4
P/BV (x)	9.9	7.7	5.9	3.8
P/CEPS (x)	37.5	30.7	20.4	9.3

Source: Company, Religare Research

## Recommendation tracker

Date	Company	Report type	Stock price (Rs)	Target (Rs)	Reco
5-Nov-07	Madhucon Projects	Results Update	348	393	BUY
5-Nov-07	IVRCL Infrastructures & Projects	Results Update	523	608	BUY
5-Nov-07	Empee Distilleries	IPO Note	350 - 400	N/A	SUBSCRIBE
6-Nov-07	RPG Cables	Results Update	44	87	BUY
7-Nov-07	Mundra Port and Special Economic Zone	IPO Note	400 - 440	N/A	SUBSCRIBE
8-Nov-07	PVR	Results Update	182	277	BUY
12-Nov-07	Punjab National Bank	Results Update	534	610	BUY
13-Nov-07	ABB	Company Update	1,548	1,809	BUY
14-Nov-07	Edelweiss Capital	IPO Note	725 - 825	N/A	SUBSCRIBE
14-Nov-07	JK Lakshmi Cement	Results Update	177	324	BUY
16-Nov-07	MindTree Consulting	Company Update	444	497	SELL
19-Nov-07	Omax Auto	Results Update	65	96	BUY
20-Nov-07	Dewan Housing Finance Corp	Initiating Coverage	141	288	BUY
20-Nov-07	Nicholas Piramal India	Company Update	310	342	BUY
20-Nov-07	Champagne Indage	Initiating Coverage	869	1,223	BUY
20-Nov-07	Sterlite Technologies	Initiating Coverage	323	430	BUY
20-Nov-07	Adhunik Metaliks	Initiating Coverage	165	246	BUY
22-Nov-07	HT Media	Company Update	203	232	HOLD
23-Nov-07	Bharat Forge	Company Update	322	422	BUY
23-Nov-07	Jyothy Laboratories	IPO Note	620 - 690	N/A	SUBSCRIBE
27-Nov-07	DS Kulkarni Developers	Company Update	280	502	BUY
27-Nov-07	Vishal Retail	Initiating Coverage	697	1,018	BUY
28-Nov-07	Gujarat Industries Power Company	Initiating Coverage	105	153	BUY
29-Nov-07	Birla Corporation	Company Update	326	501	BUY
30-Nov-07	IVRCL Infrastructures & Projects	Company Update	460	608	BUY
30-Nov-07	C&C Constructions	Initiating Coverage	202	376	BUY
4-Dec-07	Asian Oilfield Services	Company Update	238	280	BUY
4-Dec-07	Maruti Suzuki	Company Update	1,029	1,225	BUY
5-Dec-07	State Bank of India	Company Update	2,317	2,790	BUY
6-Dec-07	Shri Lakshmi Cotsyn	Company Update	152	210	BUY
4-Dec-07	Ispat Industries	Initiating Coverage	52	101	BUY
6-Dec-07	Hindustan Construction Company	Initiating Coverage	209	333	BUY
10-Dec-07	Garware Offshore	Company Update	268	364	BUY
10-Dec-07	Deep Industries	Initiating Coverage	216	401	BUY
11-Dec-07	Parsvnath Developers	Company Update	407	512	BUY
13-Dec-07	HDIL	Company Update	978	1,076	BUY
14-Dec-07	Adhunik Metaliks	Company Update	215	246	BUY
17-Dec-07	Jindal Drilling & Industries	Company Update	1,317	1,305	HOLD
18-Dec-07	Hero Honda	Company Update	702	745	HOLD
19-Dec-07	PVR	Company Update	313	391	BUY
24-Dec-07	Vishal Retail	Company Update	777	1,018	BUY
24-Dec-07	Mercator Lines	Initiating Coverage	115	177	BUY
24-Dec-07	K P R Mill	Initiating Coverage	165	212	BUY
26-Dec-07	Tata Metaliks	Initiating Coverage	163	234	BUY
27-Dec-07	Apar Industries	Initiating Coverage	347	458	BUY
27-Dec-07	REI Agro	Initiating Coverage	728	1,007	BUY

## Market trends

### BSE sectoral indices

	% Chg				Constituent performance
	27-Dec	1-day	1-mth	3-mth	
Automobiles	5,606	(0.6)	3.7	5.1	
Banks	11,370	0.7	9.4	20.1	
Capital Goods	19,642	(0.1)	0.5	33.8	
Comm. & Tech.	3,975	(0.7)	11.0	5.6	
Consumer Durables	6,339	1.8	21.8	31.9	
FMCG	2,253	0.9	5.6	4.3	
Healthcare	4,288	(0.6)	12.0	13.3	
IT	4,569	(0.5)	12.0	(1.3)	
Metal	19,467	0.9	14.7	39.6	
Oil & Gas	13,123	0.1	10.1	37.2	
Mid-caps	9,429	0.3	12.5	27.0	
Small-caps	12,629	2.3	21.7	38.8	

Number of companies: down 5% down 2-5% down 0-2% up 0-2% up 2-5% up 5%

### Emerging markets

Country	% Chg				
	27-Dec	1-day	1-mth	3-mth	6-mth
Brazil	63,774	(0.8)	3.3	5.5	17.8
Shanghai	5,292	(0.3)	10.2	(4.7)	35.2
Hong Kong	27,543	(1.1)	0.6	1.5	25.5
India	20,217	0.1	6.7	16.9	39.4
South Korea	1,900	(0.4)	3.6	(2.4)	8.5
Taiwan	8,324	0.1	0.6	(11.6)	(6.4)

### FII statistics

(US\$ mn)	1-day	WTD	MTD	YTD
India	600.0	41.5	(100.8)	16,045.8
South Korea	51.6	(4.7)	(2,637.0)	(29,132.5)
Taiwan	265.2	501.9	550.5	177.4
Thailand	(206.6)	71.1	(523.0)	1,844.1

## Events calendar

### Board meetings

December 28		29	30
Nuchem – Audited Results		Shreyas Intermediates – Audited Results	-
Rasi Electrodes		KM Sugar Mills – Audited Results	
LML – Audited Results		BF Utilities – Audited Results	
FCS Software Solutions			
Standard Industries - Dividend			
31	January 1, 2008		2
Riga Sugar Co – Audited Results		-	-
Oxford Industries – Audited Results			
Dharamsi Morarji Chem – Audited Results			



## Trade data

## Institutional bulk deals

Scrip	Client	Buy/Sell	Quantity	Avg Price (Rs)
Alok Industries	Goldman Sachs And Company	B	1,388,842	98.6
Alok Industries	Merrill Lynch Capital Markets Espana SA Svb	S	1,190,000	99.0
Alok Industries	Morgan Stanley & Co Int A/C Morgan Stanley Dean Witter	S	1,553,060	97.4
Alok Industries	Ms Dw Mauritius Co	S	2,329,590	98.3
Ansal Hsg Cn	Clsa Mauritius	B	161,289	329.8
Arvind Mills	Birla Sun Life Trustee Co	S	1,050,000	85.6
Ashok Leyland	Ms Dw Mauritius Co	S	6,884,595	49.4
Aurobindo Pharma	Morgan Stanley & Co International Morgan St	S	604,500	528.1
Bajaj Hindusthan	Morgan Stanley & Co Int A/C Morgan Stanley Dean Witter	S	952,280	299.3
Bajaj Hindusthan	Ms Dw Mauritius Co	S	1,428,420	297.6
Ballarpur Ind	Morgan Stanley & Co International Morgan St	S	1,326,000	173.7
Birla Jute & Industries	Morgan Stanley & Co International Morgan St	S	653,651	323.9
Bombay Dyeing & Mfg Co	Lb India Holdings Cayman li	B	209,541	731.6
Bombay Dyeing & Mfg Co	Morgan Stanley & Co International Morgan St	S	413,853	730.6
Chambal Fertilizers	Morgan Stanley & Co Int A/C Morgan Stanley Dean Witter	S	2,881,440	86.2
Chambal Fertilizers	Ms Dw Mauritius Co	S	2,726,211	83.6
Chennai Petroleum Corp	Morgan Stanley & Co International Morgan St	S	1,089,000	408.1
Deccan Aviation	Societe Generale	B	795,600	280.6
Deccan Aviation	Morgan Stanley & Co Int A/C Morgan Stanley Dean Witter	S	948,600	282.1
Deccan Aviation	Ms Dw Mauritius Co	S	948,600	279.0
Dena Bank	Lehman Brothers Asia Lb Holdings Cayman 11	B	2,429,637	82.0
Dena Bank	Morgan Stanley & Co International Morgan St	S	4,087,751	81.8
G V Films Lt	Bnp Paribas Arbitrage Gdr	S	2,614,033	10.8
Gateway Distriparks Limit	Morgan Stanley & Co International Morgan St	S	2,420,000	141.9
Geometric Soft Solutions	Msc Software Benelux BV	S	3,100,000	87.8
Gitanjali Gems	Lb India Holdings Cayman li -Lb Asia	S	438,384	459.9
Gopala Polyp	Idbibank Long Term Port Folio	S	100,000	12.1
Gtl	Morgan Stanley & Co International Morgan St	S	1,770,000	251.1
Guj St Fn Co	Gsfc Staff Co Op Credit Soc	S	500,000	29.5
Gujara Nre C	Morgan Stanley Mauritius Company	S	1,850,000	121.4
Gujarat Alkalies & Chem	Morgan Stanley & Co International Morgan St	S	1,465,800	246.5
Hotel Leela Venture	Morgan Stanley & Co Int A/C Morgan Stanley Dean Witter	S	3,027,375	67.3
Hotel Leela Venture	Ms Dw Mauritius Co	S	3,026,909	66.6
Ifl Prmoter	India Diversified Mau	S	28,268	30.0
Indian Hotels Co	Morgan Stanley & Co International Morgan St	S	4,545,334	152.4
Ivrcl Infra & Proj	Triple M Investment Fccb	S	920,000	516.5
Jaiprakash Hydro-Power Li	Morgan Stanley & Co Int A/C Morgan Stanley Dean Witter	S	2,965,625	125.9
Jaiprakash Hydro-Power Li	Ms Dw Mauritius Co	S	2,965,625	126.4
Kolte - Patil Developers	Allianz Bajaj Life Insurance Company	B	390,000	231.7
Lic Housing Finance	Morgan Stanley & Co International Morgan St	S	1,411,000	361.8
Lok Housi Co	Dsp MI Tr Co P	B	100,000	338.0
Maha Seamless	Morgan Stanley & Co International Morgan St	S	706,267	582.8
Orchid Chem	Macquarie Bank	B	4,500,000	250.0
Precision Wires India	Reliance Capital Trustee Co -A/C Reliance Tax	S	147,926	159.8
Punj Lloyd	Triple M Investments	S	1,834,500	566.6
Rpg Life Sci	Morgan Stanley Mauritius Company	S	133,827	104.6
Sarda Enmin	Mavi Investment Fund	B	95,000	630.0
Sarda Enmin	Macquarie Bank	S	91,100	630.0
Sasken Commu Techno	Prudential Ici Mutual Fund Fusion Fund Series li	S	199,650	331.6
Syndicate Bank	Morgan Stanley & Co International Morgan St	S	3,565,100	110.8

Scrip	Client	Buy/Sell	Quantity	Avg Price (Rs)
The Great Eastern Shippin	Morgan Stanley & Co International Morgan St	S	955,200	549.7
Triveni Engineering & Ind	Morgan Stanley & Co Int A/C Morgan Stanley Dean Witter	S	1,497,650	179.7
Triveni Engineering & Ind	Ms Dw Mauritius Co	S	1,497,650	178.1
Tvs Motor Company	Ms Dw Mauritius Co	S	1,695,021	69.9
Voltas	Goldman Sachs And Company	B	1,676,507	240.7
Zodiac Cloth	Notz Stucki Et Cie S A Ac Aruna Fund	B	127,128	573.0
Zodiac Cloth	Merrill Lynch Capital Market Espana SA Svb	S	125,000	573.0

Source: BSE

## Disclosures under insider trading regulations

Scrip	Acquirer/Seller	Buy/Sell	Shares transacted		Post-transaction holding	
			Qty	%	Qty	%
Ambuja Cements	Holderind	B	82,483,073	5.4	544,723,597	35.8
Amd Metplast	Lotus Global Investments	B	1,000,000	5.2	1,493,229	7.8
Biopac India Corporation	Trupti H Doshi	S	63,055	0.4	-	-
Camlin Fine Chemicals	Rajiv M Dandekar	S	8,000	-	28,300	0.6
Eicher Motors	Reliance Tax Saver ( Elss) Fund	S	329,948	1.2	1,476,784	5.3
Emami	Shri Radhehyam Agarwal	S	50,000	0.1	189,000	0.3
Emami	Smt Usha Agarwal	S	75,000	0.1	288,886	0.5
Emami	Smt Indu Goenka	S	240,000	0.4	415,500	0.7
Emami	Shri Aditya Vardhan Agarwal	S	200,000	0.3	331,216	0.5
Emami	Smt Richa Agarwal	S	50,000	0.1	52,000	0.1
Emami	Vibhash Vardhan Agarwal	S	182,000	0.3	154,813	0.3
Emami	Shri Harsh Vardhan Agarwal	S	300,000	0.5	563,563	0.9
Empower Industries India	Dewang Master	S	270,000	-	726,844	14.5
Fdc	Dr Satish Shripad Ugrankar	S	2,000	-	573,990	0.3
Gopala Polyplast	Jugalkishore Anilkumar ( Huf)	N	350,000	1.7	350,000	1.7
Gopala Polyplast	M/S Rtl Logistics	N	650,000	3.2	650,000	3.2
Indiabulls Financial Services	Sameer Gehlaut	B	1,337,744	-	34,171,089	13.5
Indiabulls Financial Services	Rajiv Rattan	B	676,083	-	17,330,253	6.8
Indiabulls Financial Services	Saurabh Mittal	B	1,582,913	-	17,212,083	6.8
Ispat Industries	Industrial Development Bank Of India	S	24,801,219	2.0	103,117,173	8.4
Jaiprakash Associates	Manoj Gaur	S	20,000	-	41,400	-
Kaveri Seed Company	Standard Chartered Mutual Fund	B	300,000	2.2	821,351	6.0
Liberty Phosphate	Shakil Zakaria Memon	S	14,295	0.2	-	-
Lyka Labs	Clearwater Capital Partners(Cyprus)	B	1,650,000	8.2	1,650,000	8.2
Matrix Laboratories	V Sheela	B	1,875	-	1,975	-
Matrix Laboratories	M Srirama Murthy	B	1,750	-	1,750	-
Matrix Laboratories	Dr P S Ramaswamy	B	7,500	-	10,500	-
Mcdowell Holdings	Ruane Cunniff & Goldfard Inc	B	108,200	0.9	708,200	5.8
Nicholas Piramal India	AK Bhat	S	1,000	-	11,745	-
Nicholas Piramal India	Vijay Sathye	B	10,060	-	42,320	0.0
Pacific Cotspin	Ashok Mehra	S	105,000	-	1,260,122	5.1
Pacific Cotspin	Ashok Mehra	S	100,000	-	1,160,122	4.7
Pacific Cotspin	Ashok Mehra	S	92,000	-	1,068,122	4.3
Pacific Cotspin	Ashok Mehra	S	10,000	-	1,058,122	4.3
Pacific Cotspin	Chandra Prakash Mehra	S	105,000	-	1,228,452	5.0
Pacific Cotspin	Chandra Prakash Mehra	S	100,000	-	1,128,452	4.6
Pacific Cotspin	Chandra Prakash Mehra	S	93,942	-	1,034,510	4.2
Pacific Cotspin	Chandra Prakash Mehra	S	35,000	-	999,510	4.1
Paras Petrofils	Kamladevi D Jain	S	464,000	0.1	-	-
Paras Petrofils	Priyanka Jain	S	100,000	-	1,313,500	0.4
Paras Petrofils	Rahul K Jain	S	1,236,000	0.4	-	-
Paras Petrofils	Santosh K Jain	S	500,000	0.2	-	-

Scrip	Acquirer/Seller	Buy/Sell	Shares transacted		Post-transaction holding	
			Qty	%	Qty	%
Paras Petrofils	Usha A Jain	S	700,000	0.2	-	-
Pitambar Coated Papers	Jaideep Aggarwal	S	259,000	3.3	246,010	3.1
Pitambar Coated Papers	Jaideep Aggarwal	S	246,010	3.2	-	-
Pitambar Coated Papers	Jaideep Aggarwal J/W Gaurav Aggarwal	S	50,010	0.6	-	-
Pitambar Coated Papers	Piyush Printers Publishers	S	378,000	4.8	252,000	3.2
Pitambar Coated Papers	Piyush Printers Publishers	S	252,000	3.2	-	-
Precision Wires India	Reliance Tax Saver ( Elss) Fund	S	17,887	0.2	282,960	2.4
PSI	Deutsche Bank	S	222,236	0.5	1,386,075	3.2
Redington (India)	Raj Shankar	S	48,642	-	-	-
Saraswati Commercial (India)	Winro Commercial (India)	S	31,966	5.0	136,934	21.4
Sinclairs Hotels	Xander Investment Holding X	N	202,456	5.7	202,456	5.7
Sun Tv Network	Kalanthi Maran	S	11,709,039	3.0	303,445,157	77.0
Surana Telecom	Bhagyanagar India	B	38,115	-	1,833,199	8.1
Twenty-First Century Printers	Powersurfer Interactive (India)	B	900,000	11.8	900,000	11.8
VIs Finance	M P Mehrotra (Huf)	B	10,000	-	444,725	1.1

Source: BSE

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Recommendation parameters

Large-caps*	> 10%	< - 5%	Returns	Absolute
	BUY	SELL		
Mid-caps**	> 25%	< 10%		

\*Market cap over US\$ 1bn \*\*Market cap less than US\$ 1bn

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