

13th March, 2007

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Market Statistics

Index	Closing	1 Day (%)	3 M (%)	6 M (%)
Sensex	12903	0.1	(0.7)	10.7
Nifty	3735	0.4	0.5	10.2
Sectoral Indices				
Mid-Cap	5277	0.9	(1.7)	7.3
Small-Cap	6318	1.1	0.6	7.6
Auto	4898	1.1	(3.6)	(3.7)
Health	3490	0.8	(1.2)	(0.9)
FMCG	1665	(1.4)	(13.1)	(15.3)
IT	5003	0.6	0.2	18.4
PSU	5600	0.8	(2.0)	1.5
Bankex	6469	0.3	(1.0)	21.2
Oil & Gas	6147	0.5	6.1	10.0
Metal	8141	0.6	(2.4)	(1.1)
Capital Goods	8746	1.7	(0.1)	12.1
World Indices	Closing	1 Day (%)	3 M (%)	6 M (%)
NASDAQ	2402	0.6	(1.2)	7.8
DOW	12319	0.3	0.0	6.7
Nikkei	17292	0.7	3.9	10.0
Hang Sang	19442	1.6	2.8	13.9
Indian ADR's	(USD)	1 Day (%)	3 M (%)	6 M (%)
VSNL	16.67	0.4	(3.2)	(5.2)
Infosys	54.30	0.4	0.5	16.6
Wipro	16.20	1.3	7.2	27.6
Satyam	22.81	2.8	(0.7)	20.0
Dr Reddy's Lab	15.04	(0.1)	(12.7)	(5.5)
Value Traded (Rs Cr)	12Mar07	12Mar07 (%)		
Cash BSE	3417.2	(21.3)		
Cash NSE	8331.2	(13.6)		
Derivatives	26751.4	(23.4)		
Net Inflows (Rs Cr)	11Mar07	MTD	YTD	
FI	395.7	(401.3)	24304.9	
Mutual Fund	(384.7)	(866.4)	10519.8	
Advances/Declines (BSE)				
12Mar07	A	B1	B2	Total
Advance	151	443	492	1086
Decline	68	246	350	664
Unchanged	0	12	27	39
Commodity	12Mar07	1 Day (%)	3 M (%)	6 M (%)
Crude (USD/Bbl)	60.4	0.5	(2.2)	(4.1)
Gold (USD/OZ)	651.0	0.1	3.5	10.3
Silver (USD/OZ)	13.0	(0.1)	(5.8)	16.1
Debt/Forex Market Closing	1 Day (%)	3 M (%)	6 M (%)	
Re/USD	44.24	(0.1)	1.3	4.4
10 yr Gsec Yield	7.95	(0.9)	3.9	2.1

Source : Bloomberg

Corporate Snippets

- As a prelude to a new partnership agreement, senior Vodafone and Essar executives have held joint meetings with officials in the government, including the finance ministry. –BS
- Essar Steel has received approval of the government of Trinidad and Tobago for its proposed USD 1.76 billion plant in the Caribbean and will start construction by July this year. –ET
- Reliance Industries has made two new natural gas discoveries in its east coast blocks in the Krishna-Godavari and Mahanadi basins. –BS
- International Iron and Steel Institute (IISI) has ranked India as the 7th largest steel producer in the world with an overall production of about 40 million tonnes in 2006. –BS
- Venus Remedies has inaugurated the Phase II of its Rs 100 crore Baddi project and commercial production will start from April. –ET
- Dyax Corporation and Glenmark Pharmaceuticals SA, the wholly-owned Swiss subsidiary of Glenmark Pharmaceuticals, have entered into a funded research agreement for the discovery of therapeutic antibodies. –BS
- Indian Oil Corp Ltd's 20,000 barrel per day refinery in the northeastern state of Assam has restarted after a fire caused a shutdown last week. –ET
- IVRCL Infrastructures & Projects Ltd got orders worth a total of Rs 3.13 billion, including one to build a southern Indian campus of Birla Institute of Technology & Science. –ET
- New Delhi Television Ltd has signed an agreement with Com Ventures V I to invest \$20 million in its UK-based subsidiary, NDTV Networks Plc UK. –ET
- Pyramid Saimira Theatre Ltd would form a special purpose vehicle with Shriram Mall Infra. Pvt Ltd with a 30% stake. –ET
- Mahindra & Mahindra has proposed an open offer to the existing shareholders of Punjab Tractors to buy up to 20% equity capital of the company, i.e 1, 21,51,140 shares, at Rs 360 per share.BS

Macro Economic & Geo-Political News

- Energy-hungry India, which currently faces huge power deficit, will become an electricity surplus country in the next 4-5 years, Power Minister Sushilkumar Shinde said. –BS
- India's industrial production grew by 10.9% in January 2007 when compared with 8.5% in the year-ago period led by a robust growth in manufacturing sector. –BS
- OPEC, producer of 40 per cent of the world's oil, is unlikely to cut output at its March 15 meeting because crude prices near \$60 a barrel are acceptable to producers and consumers. –ET

Top Five Gainers (NSE)	Price	Chg (%)	Vol (Mn)
Jet Airways India Ltd	580	7.0	0.3
Hindustan Petroleum Corp	250	3.0	0.5
Sun Pharmaceutical Indus Ltd	1013	2.8	0.2
Bharti Airtel Limited	769	2.5	1.6
HCL Technologies Ltd	640	2.4	1.7

Top Five Losers (NSE)	Price	Chg (%)	Vol (Mn)
ACC Limited	747	(4.4)	2.6
Gujarat Ambuja Cements Ltd	105	(4.2)	10.5
ITC Ltd	149	(3.6)	17.2
Grasim Industries Limited	2014	(2.8)	0.5
HDFC Bank Limited	950	(2.7)	0.5

Source: ET = Economic Times, BS = Business Standard, FE = Financial Express, BL = Business Line, ToI: Times of India, BSE = Bombay Stock Exchange

FROM OUR RESEARCH DESK

Sector Update

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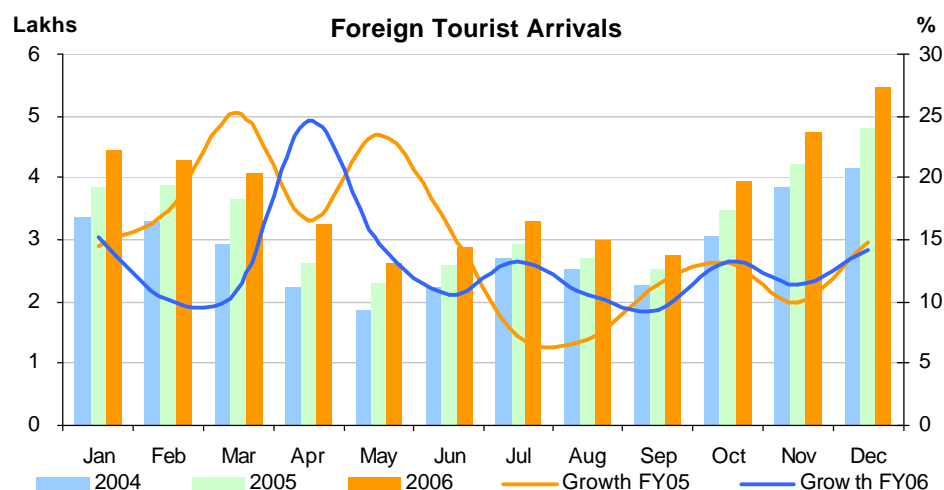
Room demand estimated to grow at 8-10% annually over next 2-3 years

Demand-supply imbalance to help improve the ARR's and OR's

Hotel Sector - 9 Months Performance Update

Industry Scenario -

Indian hotel industry has witnessed robust growth over last 2 years due to increase in ARR's & OR's resulting from a significant mismatch in the demand-supply scenario aided by huge growth in domestic as well as international business & leisure tourists. India is one of the most exciting emerging markets in the world and with macro-economic variables expected to remain healthy and the performance of Indian economy expected to remain impressive over next 3-4 years, hospitality sector is geared up to register an impressive growth. According to recent estimates of the WTTC, Indian tourism demand will grow at 8.8% (CAGR) over the next nine years (from 2006-15), which would place India as the second most rapidly growing tourism markets in the world. The tourist arrival is expected to touch new heights fuelled by emergence of low cost airlines, growing infrastructure thrust by the government of tourism and India's emergence as an outsourcing hub. However, addition to the room inventory over the next 2-3 years is not expected to be commensurate with the growth in demand. As per industry estimates India will require around 120,000 hotel rooms over next 3 years and Delhi & NCR alone will require 30,000 additional rooms by 2010 due to huge tourist inflow expected due to Commonwealth Games being held in 2010. It is likely that that demand will outpace supply in the short to medium term, and ARR's and OR's will see further growth during this period thereby driving industry profitability.



The growth in demand is supported by an increasing trend in foreign tourist arrivals, for business as well as leisure and the fact that the middle class population of India is expanding due to the growth in the economy, which is having a fuelling impact on the growth in domestic tourism. For the 9 months ended FY07 31.95 lakh foreign tourists visited the country - a growth of 13.5% over the same period previous year and a similar growth is experienced in domestic tourism.

Apart from leisure segment, the Indian hotel sector has experienced a remarkable increase in the business traveler segment, both from within and outside India. This has lead to most of the major players like Indian Hotels, EIH, Hotel Leela Ventures, Royal Orchid, Kamat Hotels, etc. investing in the premium business and budget hotels and serviced apartments on a big scale.

Key markets like Bangalore, New Delhi, Mumbai and Kolkata are expected to command higher room rates or maintain current rates due to the dearth in additional supply in the near term. New cities such as Hyderabad, Pune and Jaipur are likely to be some of the fastest growing markets due to the spurt in business activity in these cities.

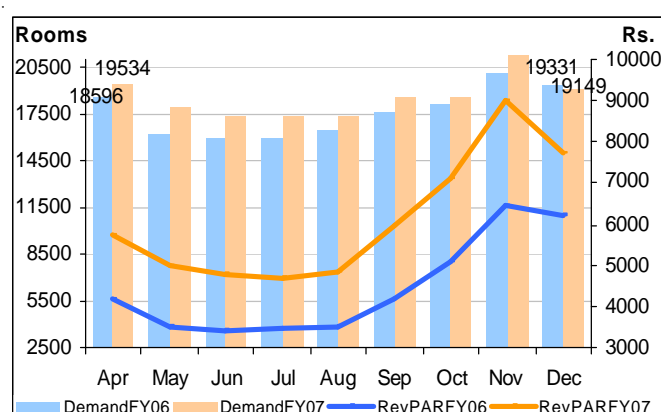
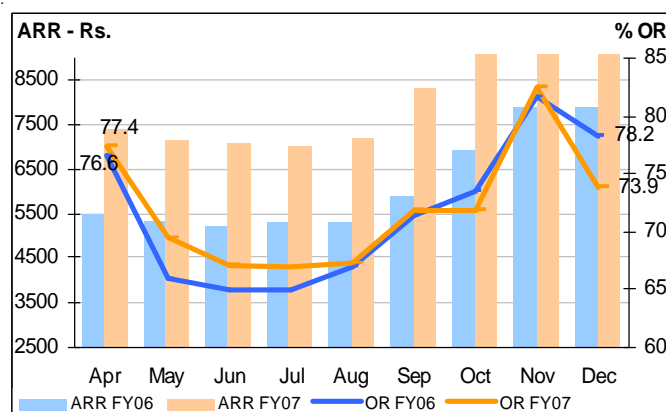
Hotel Sector - Financial Update - 9MFY07:**Rs Mn***Net revenue increased 16% YoY**Operating margins improved by 300 basis points YoY**PAT (Excl EO Items) improved by 56% YoY*

Particulars	9MFY07	9MFY06	Growth
Net Revenue	29773.8	25599.3	16.3
Other Income	1702.2	845.2	101.4
Total Income	31476.0	26444.6	19.0
Expenditure	19750.1	17364.1	13.7
Operating Profit	11726.0	9080.4	29.1
Operating Margins (%)	37.3	34.3	8.5
Interest	1414.6	1661.0	(14.8)
PBDT	10311.4	7419.5	39.0
Depreciation	1805.4	1759.0	2.6
PBT	8506.0	5660.4	50.3
Tax	2604.7	1886.9	38.0
PAT	5901.3	3773.5	56.4
Extraordinary Items	286.8	(61.0)	(570.1)
Net Profit	6188.1	3712.5	66.7

Note : The above results are an aggregate of Indian Hotels, Elh, Asian Hotels, Hotel Leela Venture, Royal Orchid, Taj GVK, Oriental Hotels, Viceroy Hotels, Sayaji Hotels, Kamat Hotels, Jaypee Hotel and Elh Associated

Source : Emkay Private Client Research

- Net Revenue for 9 months ended FY07 increased to Rs 29,734 mn against Rs 25,599 mn during the same period last year – growth of 16% YoY;
- Operating profits improved by 29% YoY on an absolute basis, increasing to Rs 11,726 mn during 9MFY07 from Rs 9,080 mn during 9MFY06;
- Operating margins improved by 300 basis points from 34.3% during 9MFY06 to 37.3% during 9MFY07, largely due to improvement in ARR's and marginal improvement in OR's in certain cities. Margins expansion was also aided by improvement in cost efficiencies;
- PAT (before exceptional items) improved by 56% on an absolute basis, increasing to Rs 5,901 mn during 9MFY07 from Rs 3,774 mn during 9MFY06.

Increase in ARR & OR and improvement in Rev PaR -

Source : CrisInfac (data pertaining to 10 cities with significant hotels' presence)

ARR's increased 36% YoY and OR improved marginally from 71.5% in Apr-Dec'05 to 72% during the same period in FY07

ARR & OR:

The sector witnessed a 16% YoY growth in revenues on the back of improved ARR's which increased from Rs 6151/Roomday during 9MFY06 to Rs 8392/Roomday during 9MFY07 (an increase of 36%) and marginal improvement in occupancy rates (OR) which improved from 71.5% during 9MFY06 to 72% during 9MFY07. The increase in ARR's and occupancies were primarily due to increase in room demand, which registered a 5.5% growth YoY during 9MFY07.

Room Demand & Rev PaR:

Revenue per available room (RevPAR), an interplay of ARR and OR, has also been on a rise. A large part of this increase has been due to a sharp increase in ARR's triggered by the growing gap between demand and supply. Hoteliers are expected to continue to enjoy better pricing due to increasing demand and low supply. The sector saw a growth of 5.5% YoY in room demand during 9MFY07. This increase in room demand coupled with better ARR's lead to a 36.9% improvement in RevPAR increasing from Rs 4453/roomday during 9MFY06 to Rs 6095/roomday during 9MFY07.

Expansion –

Major capacity being added by key players over the next 3 years - 7152 rooms expected at a cost of approx Rs 45300 mn

Capitalizing on this situation of a gap in demand and supply most of the players have charted out major expansion plans. Players like Indian Hotels, Leela Ventures, EIH, Asian Hotels, Royal Orchid, Kamat Hotels, etc. have aggressive expansion plans which, as per our estimates, is expected to boost the current room inventory by around 6700 rooms over the next 2 years. This expansion will be carried out at an expected CAPEX of Rs 4500 crore. International players like the Starwood Hotels, Hilton Hotels, Raffles Holdings and Shangri-La Asia are also eyeing India as a significant market and have charted out aggressive plans for expanding / creating presence in India.

Expansion plans of Major Hoteliers -

Company	New Properties	No. of Rooms	Capex (Rs. Mn)
Indian Hotels	21	2000	12500
Leela Ventures	6	1370	12650
EIH	12	1762	11500
Kamat Hotels	19	1540	3650
Royal Orchid	5	480	5000
Total	63	7152	45300

Source : Emkay Private Client Research

Performance & Valuations:**FY06 – Performance:**

Company	CMP	Sales	Op. Profit	OPM (%)	PAT (w/o EO)	PAT%	EPS (Rs.)	P/E - FY06	Rs Mn	
									MP / BV	Reco
Indian Hotels (Cons)	132.0	19159.4	5863.9	30.6	2092.9	10.9	3.5	37.7	3.8	Buy
EIH Ltd (Cons)	93.0	9178.8	4174.0	45.5	1919.9	20.9	3.5	26.4	5.2	Hold
Asian Hotels	710.0	3302.2	1272.7	38.5	567.0	17.2	23.5	30.2	4.6	Hold
Hotel Leela Ventures (Cons)	51.5	3638.2	1816.6	49.9	704.4	19.4	1.8	28.6	3.8	Buy
TajGVK Hotels	174.5	1893.9	848.1	44.8	462.5	24.4	7.1	24.6	8.8	Hold
Oriental Hotels (Cons)	334.0	1730.4	607.0	35.1	311.9	18.0	16.4	20.4	2.6	--
Jaypee Hotels	61.9	1247.4	525.6	42.1	269.4	21.6	4.9	12.6	3.3	Buy
EIH Associated Hotels	138.3	664.1	202.5	30.5	29.0	4.4	2.8	49.4	9.0	Sell
Royal Orchid Hotel	194.4	625.8	325.9	52.1	212.1	33.9	7.1	27.4	2.8	Buy
Kamat Hotels	146.0	814.6	360.7	44.3	156.0	19.2	12.4	11.8	2.4	Buy
Viceroy Hotels	78.0	348.2	142.6	41.0	17.1	4.9	0.8	97.5	3.8	Sell
Sayaji Hotels	38.9	378.2	108.0	28.6	3.9	1.0	0.5	77.7	3.5	Sell

Source : Emkay Private Client Research

We continue to remain positive on the Indian Hotel sector

We continue to remain positive on the Indian Hotel sector. The sector is poised for sustained earnings growth over next 2-3 years. We expect increased business and leisure related travel, strong room demand, and higher occupancies to sustain the sector's pricing power. An 8-10% CAGR in ARR's and higher OR's should drive FY07E & FY08E revenue and earnings. We expect the revenue and earnings to grow at a CAGR of 18-22% and 30-33% respectively for the period FY07 & FY08.

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FROM OUR TECHNICAL DESK



Indices	Previous close	Today's close	% chg
Sensex	12,884	12,902	0.14
Nifty	3718	3734	0.45
S&P CNX 500	3048	3066	0.60
BSE 500	4,837	4,864	0.55
BSE Mid-Cap	5,228	5,276	0.92
BSE Small-Cap	6,251	6,317	1.07
BSE Auto	4,843	4,898	1.12
BSE Health	3,462	3,490	0.80
BSE FMCG	1,688	1,665	-1.41
BSE IT	4,974	5,002	0.57
BSE PSU	5,556	5,600	0.78
BSE Bankex	6,451	6,469	0.28
BSE Oil & Gas	6,118	6,147	0.47
BSE Metals	8,092	8,141	0.61
BSE Cons Dur	3,552	3,553	0.02
BSE Cap Good	8,602	8,745	1.67
Levels to Watch			
	Sensex	Nifty	
Day's High	13,056	3781	
Day's Low	12,844	3713	
13 DMA	13161	3790	
34 DMA	13580	3909	

The Nifty opened positive yesterday and remained in an uptrend till the afternoon. It made a high of 3781 and thereafter started losing steam. It almost erased its entire gains at a point of time during yesterday's trading but managed to pull back from lower levels to close with a gain of 0.45% at 3734. The Advance Decline ratio was positive yesterday at almost 3:2. Amongst the sectoral indices the BSE FMCG lost more than a percent of its value while the BSE CG, BSE Auto and BSE Small-Cap indices appreciated the most. The gains in other sectoral indices were capped to the tune of a percent each. There was revival in buying interest seen in many of the sugar stocks.

Market Perspective

The Nifty opened positive in the morning and added to its gains till early in the afternoon. Thereafter it reversed its upstroke as selling pressure emerged at higher levels. It almost lost all of its entire morning gains towards the end of the trading session. However, it gave a minor pull back in the last half an hour of trade and closed positive for the day at 3734 with a gain of 0.45%. The volumes remained below average yesterday. Today the Nifty may face resistance at 3751, above that the range of 3781 to 3795 will play as strong resistance for the Nifty. Only if it is able to sustain above the 3795 level, it will gain further upward momentum. In that case it may test 3866, which is the 50% retracement level of the fall from 4177 to 3554. However, we reiterate our view that such rallies should be used as exit opportunities. The intraday support levels for today are 3718 and below that 3684. The Level of 3554 is now a very important support for the Nifty. If it is breached then it may come down to our mentioned second target of 3420.

Sectoral Speak

The **BSE CG** index opened positive in the morning but it was unable to break the resistance of 8820 and we witnessed some profit booking at higher levels, it finally closed at 8745 with a gain of 1.67%. This index is facing lot of resistance at 8820 and will turn bullish for short term only if it breaks 8820, in that case it can test 8938, which is 38.20% retracement level of the entire fall from 10148 to 8190. We maintain that any such bounce back should be used as an exit opportunity.

The **BSE FMCG** gave a weak closing yesterday at 1665 after losing 1.41% in yesterday's trade. This index is still looking weak but yesterday it took support near the support level of 1658. If it breaches this support then it may weaken further and it can test 1563.

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FROM OUR DERIVATIVES DESK

Nifty Snapshot

Nifty: 3734.60 (+0.45%)				Open Interest (No. of Shares)		Change in OI		PUT CALL RATIO (PCR-OI)		
LTP	09.03.07	12.03.07	Basis	09.03.07	12.03.07		Nifty	09.03.07	12.03.07	Chg in OI
Nifty Spot	3705.35	3743.00	-	-	-	-	Call OI	21283550	22398100	+1114550
Mar Future	3675.75	3737.00	-6.00	35065650	33912600	-1153050	Put OI	20421300	21376550	+955250
Apr Future	3681.00	3736.90	-6.10	1927500	1989750	+62250	PCR	0.96	0.95	-0.01
Total (Mar+Apr+May)				37060400	35968100	-1092300				

FII's Derivative Statistics for 09.03.07

	Buy		Sell		Open Interest as on 09.03.07		Open Interest as on 08.03.07		Change in FIIs Open Interest	
	No. of Contr.	Amt in Crs.	No. of Contr.	Amt in Crs.	No. of Contr.	Amt in Crs.	No. of Contr.	Amt in Crs.	No. of Contr.	Amt in Crs.
Index Futures	80998	1507.14	94087	1748.09	738703	13683.02	714444	13430.53	24259	252.50
Index Options	8155	156.09	17149	322.63	435360	8093.34	422790	7951.94	12570	141.40
Stock Futures	22387	562.64	18593	449.27	628424	15082.17	618268	15010.08	10156	72.08
Stock Options	0	0.00	155	4.39	1911	42.80	1756	38.78	155	4.01
TOTAL						36901.33		36431.33		470.00

Source: NSE

Nifty opened strong and we witnessed further upside move as Nifty registered intraday high of 3781 but again selling pressure was seen at higher levels as Nifty lost most of its gains and closed at 3734, with a gain of 16 points. Major gainers were Triveni, Renuka, Jet Airways, Bajaj Hind, Sun TV, IDFC, Century Textiles, Balrampur Chini etc. Losers included Cement stocks like Guj Ambuja, UltraTech Cement, ACC, Grasim and few others like Indian Bank, Orchid Chem, Tata Chem etc.

- Annualized COC of Nifty March futures is negative 3.66% against negative 17.30% the previous day.
- Nifty March futures traded at 6-10 points discount in the first half of session which widened to almost 15 points as the markets slipped from highs of the day.
- Total Turnover for NSE F&O Segment was Rs. 26,751 Crores.

Open Interest Analysis:

Long positions were seen in **HCL Tech (15%)** yesterday and the stock has also added remarkable positions during last week and thus we may expect an upside move. Further short positions were seen in cement stocks like **ACC & Guj Ambuja** as OI increased by 8-9% with downside move in stock price. Fresh short positions were also seen in **ITC (10%)** and the stock looks weak. Short covering activity was seen in **India Cement, IPCL & Triveni**.

Nifty lost most of its gains during the latter half of the session and closed at 3734 after minor recovery from lower levels. We have also witnessed short covering in Nifty as OI decreased by almost 11 lakh shares alongwith remarkable decrease in discount from 20-25 points to 10-15 points. However, we have not witnessed any major long build up in individual stock futures and the Implied Volatility of Nifty continued to remain at high levels of 29-30%. Thus we maintain our cautious view on the markets.

Put Call Ratio Analysis:

PCR (OI) of Nifty is at 0.95 compared to 0.96 the previous day. Nifty Call options added nearly 11 lakh shares (+5.2%) & Put options added 9.5 lakh shares (+4.7%) in OI. Nifty 3700 & 3800 Call options added 3.4-3.7 lakh shares each in OI and 3900 & 4000 Call options added over 1.3 lakh shares each in OI. Nifty 3700 Put options added 5.4 lakh shares; 3800 Put added 1.9 lakh shares and 3500 Put added 1 lakh shares in OI. Support seen near 3700 levels & Resistance seen near 3800 levels on Nifty.

Cost of Carry (March):

Turned Positive: ABAN, Canara Bank, Essar Oil, HPCL, IDBI, IDFC, NTPC, Tata Motors.
Turned Negative: India Cement, IOB, RCOM, VSNL.

Bank Nifty: 5180.10 (-0.15%)						CNX IT: 5239.00 (0.95%)					
LTP			Open interest (No. of shares)			LTP			Open interest (No. of shares)		
	09.03.07	12.03.07	Basis	09.03.07	12.03.07		09.03.07	12.03.07	Basis	09.03.07	12.03.07
Spot	5191.35	5209.25	-	-	-	-	Spot	5175.35	5254.60	-	-
Mar Futures	5166.90	5230.00	+20.75	152300	137500	-14800	Mar Futures	5120.00	5231.00	-23.60	19400
Total (Mar+Apr+May)				153450	138600	-14850	Total (Mar+Apr+May)				19650

Top traded stock futures		Most active stock options				
Scrip	No. of Contracts	Scrip	Expiry	Strike Price	Option Type	No of Contracts
RELIANCE	38838	RELIANCE	MAR	1320	CA	729
CENTURYTEX	30318	RELIANCE	MAR	1350	CA	588
ACC	18515	RELIANCE	MAR	1290	PA	558
INDIACEM	17477	ITC	MAR	160	CA	273
RCOM	17043	RELIANCE	MAR	1320	PA	272
BHARTIARTL	13418	IDBI	MAR	80	CA	268
SBIN	12475	RELIANCE	MAR	1410	CA	266
TATASTEEL	10973	INDIACEM	MAR	160	CA	260
ITC	10699	IDFC	MAR	90	CA	257
GUJAMBCEM	10517	RPL	MAR	70	CA	245

Derivative Strategy Recommendations

Date	Scrip	View	Strategy	Action	Maximum Profit	Maximum Risk	Current Price	Profit/Loss (Rs.)	Remarks
23.02.07	Nifty	Bearish	Ratio Bear Spread	Buy 3950 PE @ 150.00 Sell 2 3800 PE @ 82.00	8200.00	Unlimited if Nifty moves below 3636.00	3950 PE @ 250.00 3800 PE @ 150.00	-1800.00	Position Closed (28.02.07)
06.03.07	Nifty	Bearish	Buy Put Option	Buy 3650 PE @ 132.00	Unlimited	6600.00	3650 PE @ 66.60	-3270.00	Hold

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FROM OUR DEALING DESK

Dealing News

Market News & Gossip

Market View: Positive

We maintain our positive view on the market. Stock which we like for trading is Century textile @ 554, stop loss 521 & target 627 (Cash Levels) Traders PI maintain appropriate stop loss.

Investment idea for the Day:

JSW Steel:

Recommendation: - Buy

CMP: - Rs 455 TGT: - Rs 542

- 1) JSW is India's 4th largest steel producer with a capacity of 3.8mt. It accounts for nearly 9.5% of the domestic steel capacity. Its employee cost per tonne is lowest among peers.
- 2) IT has plans to expand its capacity from 3.8mtpa to 10mtpa over the next four years. It has increased capacity from 2.5mtpa to 3.8mtpa in the first phase recently. The second phase of expansion will take the capacity to 6.8mtpa by FY09 and the final phase will take it to 10mtpa.
- 3) It has the lowest conversion cost as compared to Tata Steel and SAIL. We estimate JSW's cost of conversion at Rs4,665/t in FY06 as compared to Rs10,907/t for Tata Steel and Rs7,459/t for SAIL.
- 4) We expect the overall core EBITDA margin to increase from 28.3% reported in FY06 to 33.5% in FY07 and further to 35.3% in FY08. We believe the company is likely to report strong net margins from FY07 to FY09.
- 5) We value JSW at Rs542 at a P/E 5.7x FY08 EPS of Rs95, a 15% discount to the consensus FY08 P/E of Tata Steel of 6.7x and 16% discount to consensus FY08 P/E of SAIL of 6.8x.

TRADE DETAILS OF BULK DEALS

Bulk Deals		Deal Date	Scrip Name	Client Name	Deal Type *	Quantity	Price **
		12-Mar-07	Alfavi Overs	Ankit Gupta	B	38041	25.7
		12-Mar-07	Alfavi Overs	Anurag Saboo	S	37991	25.7
		12-Mar-07	Chamatkar.Nt	Shanti Financial Ser. Pv	B	150000	20.5
		12-Mar-07	Control Prin	Hdfc Mutual Fund	S	90143	58
		12-Mar-07	Euro Ceramic	Opg Securities Pvt Ltd	B	209812	115.01
		12-Mar-07	Euro Ceramic	Government Of Singapore E	B	118000	110.44
		12-Mar-07	Euro Ceramic	Opg Securities Pvt Ltd	S	209812	115.23
		12-Mar-07	Evinix	Sam Global Securities Ltd	B	128988	92.54
		12-Mar-07	Evinix	Sam Global Securities Ltd	S	128988	93.06
		12-Mar-07	Filat Fash	Kishorilal Amrithlal Biss	S	45000	7.78
		12-Mar-07	H.S.India	Chetan Dogra	S	53950	80.07
		12-Mar-07	Mah Ind Leas	Sejal Gopalbhaishah	B	50000	100.5
		12-Mar-07	Mefcom Agr I	Dhiren R. Shethia	B	17193	67
		12-Mar-07	Mefcom Agr I	Cosmo Corporate Services	B	14252	67.3
		12-Mar-07	Mefcom Agr I	Avisha Credit Capital Ltd	B	18356	67.29
		12-Mar-07	Mefcom Agr I	Dhiren R. Shethia	S	15193	67.05
		12-Mar-07	Mefcom Agr I	Master Finlease Ltd	S	40000	69
		12-Mar-07	Mefcom Agr I	Cosmo Corporate Services	S	14252	68.12
		12-Mar-07	Mohit Indust	Chandrakant Bhogilal Shah	B	25000	29.45
		12-Mar-07	Mohit Indust	Chandrakant Bhogilal Shah	S	25325	29.45
		12-Mar-07	Pace Elec(P)	Suryamukhi Vyapaar Pvt Lt	B	130600	7.52
		12-Mar-07	Pace Elec(P)	Subh Stock Broking Pvt. L	B	159846	7.48
		12-Mar-07	Pace Elec(P)	Prime Capital Market Ltd	B	100000	7.55
		12-Mar-07	Pace Elec(P)	Alliance Intermediateries	B	175480	7.32
		12-Mar-07	Pace Elec(P)	Anil Chanana	S	105100	7.29
		12-Mar-07	Pace Elec(P)	Kamal Prabha Hingar	S	125030	7.27
		12-Mar-07	Poona Dal Oi	Sanket Vijay Shah	S	35250	33.67
		12-Mar-07	Scenario Med	Ajit Investments	B	2500	104.9
		12-Mar-07	Usher Agro	Hemchand Chaturbhujdas Ga	B	673644	14.79
		12-Mar-07	Var Polytex	Uti Bank Limited	S	60000	101
		12-Mar-07	Vimal Oil Fo	Sunil Jivraj Singhi	B	33494	41.46
		12-Mar-07	Vimal Oil Fo	Sparrow Exports Pvt Ltd.	B	95000	43.34
		12-Mar-07	Vimal Oil Fo	Kaushik Shah Shares Sec P	B	100000	36.42
		12-Mar-07	Vimal Oil Fo	Atul I Bora	B	25000	41.88
		12-Mar-07	Vimal Oil Fo	Sunil Jivraj Singhi	S	33494	43.35
		12-Mar-07	Vimal Oil Fo	Sparrow Exports Pvt Ltd	S	95000	36.49
		12-Mar-07	Vimal Oil Fo	Shree Dhoot Tdg And Agenc	S	40000	36.01
		9-Mar-07	Mudra	Rupa P Shah	B	303361	67.68
		9-Mar-07	Mudra	Pradip N Shah	B	221084	65.64
		9-Mar-07	Mudra	Bhavesh Goradia	B	202000	64.57
		9-Mar-07	Mudra	Rupa P Shah	S	303361	69.26
		9-Mar-07	Mudra	Pradip N Shah	S	221084	66.64
		9-Mar-07	Mudra	Bhavesh Goradia	S	202000	65.65
		9-Mar-07	Pace Elec(P)	Suryamukhi Vyapaar Pvt Lt	B	111421	7.67
		9-Mar-07	Pace Elec(P)	Muveran Trading Private L	S	100000	7.68
		8-Mar-07	Vimal Oil Fo	Sunil Jivraj Singhi	B	60000	37.88
		8-Mar-07	Vimal Oil Fo	Sunil Jivraj Singhi	S	60000	40.41

Source: BSE

COMPANY / MARKET**Forthcoming Events**

Effective Date	Summary	Action Type
13-Mar-07	Deccan Chronicle Holdings Ltd	Stock Split
13-Mar-07	Eicher Ltd	Delisting
13-Mar-07	HCL Office Automation Ltd	Name Change
13-Mar-07	Prime Textiles Ltd	Stock Split
13-Mar-07	Reliance Growth Fund	Cash Dividend
13-Mar-07	Somany Ceramics Ltd	Ticker Symbol Change
13-Mar-07	SPL Ltd	Name Change
13-Mar-07	Universal Office Automation Ltd	Ticker Symbol Change

Source: Bloomberg

Emkay's Network

Home

AHMEDABAD 079-26448727/29 C.G.Road 079-26424848/26422466 to69 ALLAHABAD 0532-2452388 ALWAR 9414454123 AURANGABAD 09860498897 BANGALORE Cunninghum Road 080-41220915 Malleswaram 080-23464173 Shimoga 0818-2221031/221027 Vijaynagar 9341327222 BHOPAL 09301189603 BARODA Alkapuri 0265 6640551 Sayaji Gung 0265-3918069 - 74 Karelibaug 0265-3918021 - 24 Manjalpur 0265-3206663 BHAVNAGAR 9898001945 CHENNAI Adyar 044-42300788 Anna Nagar 044-42127298 Ramarao Street 044- 42605604 T Nagar 044- 42605604 044-42024672 Gandhi Nagar 044-42607611 Thiruvanniyur 044-42178646 Nanganallur 044-42056685 North Usman Road 044-45502496 Sowcarpet 044-30966268 CHANDIGARH 0172-5052424 Chandigarh - Sec47 0172-5072123 COCHIN 0484-3949749 COIMBATORE 100 Feet Rd 0422-2493536 R.S Puram 0422-4370489 DELHI Nehru Place 011-32474709 SSK 011 42267259 Barakhamba Road 11 43575757 Dehradun 9219698600 DIBRUGARH 0373-2322607 DIMAPUR 03862-225832 DINDORI 07644-234261 ERODE 0424-22212823 Brough Road 09894719071 FARIDABAD 0129-4068303	GANGANAGAR 9351793000 GOA 0832 - 6650770 GULBARGA 08472 32850 GUWAHATI 9954070377 GURGAON Old Railway Rd. 0124-3250629 Sheetla Mata Rd. 0124-4081346 HARYANA Rohtak 01262-268701 Jhajjar 01251-253028 HOSHIARPUR 01882-326767 HYDERABAD Ameerpet 040- 23731230/31 Banjara Hill 040- 6553 4261 HARIDWAR 01334-329563 INDORE Racecourse Road 0731-3918624/ 9893894415 R. N. T. Marg 0731-4068098 JABALPUR Agga Chowk 0761-4067239 Vikas Bazaar 0761-4031955 JAIPUR Bhawani Singh Lane 0141-2361438 JAIPUR 0141-2378661 Modi Nagar 0141-2811118, 2810501 Sardar Patel Marg 0141 2376886 M.I. Road 0141- 4022256 JAMNAGAR 0288-2561522 JAMMU 0191-2454764 JHARIA 0326-2361720 JHARKHAND DHANBAD 0326 2361720 JODHPUR 0291-5101900 Jalori Gate 0291-2627749 Paota 0291-3209090 Mandore Mandi 0291-5121134 Mandore Mandi 0291-5100995 LATUR 0238 - 2255996 / 2249066 MORADABAD 05912424090 JUNAGADH 0285-2629489 KOTA 0744-6450877,6450977 KARNAL 9255248404 KOTTAYAM 04812563033/44 KARAIKUDI 04565-224221 KAYAMKULAM 0479-3953222 KOLKATA 033-39511666	C.B. Street 033-22428734 Weston Street 033-22118369 Tagore Street 033 - 22597938 Tarachand Dutta Street, 033- 26501114 Grant Lane 09830667686 Mukherjee Road 033 24668300 LUCKNOW 9839552211 MADURAI 0452-3018691/92/93/94/ 0452- 4379688 MYSORE 0821 4250696 MUMBAI Borivali 022-28334629 Borivali 022-56610312 Borivali 9867697105 Borivali 9867129422 Dadar 022-32605528 Dhobi Talao 022-56023723 Fort 022-22653471/22875805 Fort 022-22704710 Ghatkopar 022-25122448 Goregaon 022-28770991 J B Nagar 9892343344 Khar 022-26049302 Lokhandwala 022-56778638/39 Malad (E) 022-28820352 Malad (W) 022-28891770 Malad (W) 022-28777679 Masjid Bunder 022-56357597 Masjid Bunder 9224575600 Mulund 022-25614154 Mumbadevi 23460060 / 61 /62 Oshiwara 9821233777 Powai 022-28573098 Santacruz 9869102930 Santacruz (w) 26616085 / 7075 Ulhasnagar 95251-3952746 Versova 022-26360617-18 Vile Parle 022-26714805 NAGPUR 0712-2538191 NELLORE 0861-2330841 Sitabuldi 0712-2558455 NASHIK 0253-5607814/15 Gangapur Rd 9326173938	Raviwar Peth 0253- 3203888 60 ft. Rd 0253-2598310 NAMAKKAL 04286 - 275494/ 95 PANIPAT 0180-6451645 PERUMBAVOOR 0484-2640046 PONDICHERRY 0413-6450006/ 4500006 PUNE D.P. Road 9850818986 Karve Road 9325505031 Rasta Peth 020-26123351 Satara Rd. 9520-24220031 Sadashiv Peth 9520-30947224 Shaniwar peth 020- 255303387 RAJAHMUNDURY 9396456406 RAJKOT Dr. Yagnik Rd 0281 - 2464535 Phulchab Chowk 0281-2452875 Rampur 9897537945 RATLAM 07412-329878 SRINAGAR 9419074424/ 9906679327 SALEM 0427-2336881 SAGAR 0758-2401647 SANGLI 0233- 6616010/11 SARDARSHAHAR 01564-512108 SONIPAT 9812059933 SIRSSA 09888333639 SURAT 0261-2369996 Ghod Dod Road 0261- 3993010 THENI 9362113579 TRICHY 0431- 4220713/14/15 Srirangam 0431-6454377/88/99 Thiruverumbur 0431-2511787 / 6453898 TIRUPUR 0421-4336995 THRISSUR Kokalai 0487 2428793 Patturakkal 0487 6450233 TRIVANDRUM 04713257010 UDAIPUR 0294-2415405 VISAKHAPATNAM 0891 2730730 VARANASI 0542-5521383 VIJAYAWADA 0866-2579266 WARANGAL 0870-6450793/94/95 YAVATMAL 09422892827
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