

21st December, 2006

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Market Statistics

Index	Closing	1 Day (%)	3 M (%)	6 M (%)	
Sensex	13340	(0.3)	8.7	32.9	
Nifty	3816	(0.4)	7.4	30.5	
Sectoral Indices					
Mid-Cap	5574	(0.4)	10.6	28.9	
Small-Cap	6621	(0.2)	9.7	24.4	
Auto	5205	(0.5)	(0.4)	14.9	
Health	3684	0.1	1.2	17.1	
FMCG	1903	(0.1)	(8.7)	3.4	
IT	5041	(0.1)	13.7	43.9	
PSU	5889	0.2	2.5	22.8	
Bankex	6842	(1.0)	19.3	58.9	
Oil & Gas	6039	0.3	5.0	23.5	
Metal	8644	0.5	5.2	10.9	
Capital Goods	8827	(0.8)	7.7	33.0	
World Indices	Closing	1 Day (%)	3 M (%)	6 M (%)	
NASDAQ	2428	(0.1)	8.5	13.4	
DOW	12464	(0.1)	8.1	12.5	
Nikkei	17066	0.3	7.8	16.5	
Hang Sang	19210	(0.2)	9.0	22.7	
Indian ADR's	(USD)	1 Day (%)	3 M (%)	6 M (%)	
VSNL	17.75	0.0	(1.6)	10.6	
Infosys	52.68	(1.5)	11.5	49.0	
Wipro	15.27	(0.8)	18.2	28.8	
Satyam	22.56	(1.9)	10.7	45.1	
Dr Reddy's Lab	17.63	0.1	8.2	28.4	
Value Traded (Rs Cr)		20Dec06	(%)		
Cash BSE		4423.5	5.8		
Cash NSE		10066.8	11.0		
Derivatives		46081.0	5.0		
Net Inflows (Rs Cr)		19Dec06	MTD	YTD	
FI		148.6	(1509.0)	21035.3	
Mutual Fund		(71.7)	(1124.6)	10215.6	
Advances/Declines (BSE)					
20Dec06	A	B1	B2	Total	
Advance	78	250	397	725	
Decline	130	383	416	929	
Unchanged	5	17	36	58	
Commodity	20Dec06	1 Day (%)	3 M (%)	6 M (%)	
Crude (USD/Bbl)	62.0	(0.6)	2.9	(9.2)	
Gold (USD/OZ)	621.6	0.2	6.4	5.8	
Silver (USD/OZ)	12.5	0.5	12.2	19.7	
Debt/Forex Market Closing		1 Day (%)	3 M (%)	6 M (%)	
Re/USD		44.52	0.1	2.9	3.1
10 yr Gsec Yield		7.60	0.0	(0.6)	(3.9)

Source : Bloomberg

Corporate Snippets

- The Appellate Tribunal for Electricity has directed Tata Power Company (TPC) to refund Rs 354 crore that Reliance Energy (REL) had paid it earlier as stand-by charges for electricity supply in Maharashtra. TPC said it is considering challenging the verdict in the Supreme Court – BS
- Gitanjali Gems has acquired Samuels Jewelers Inc, the 10th largest jewellery chain in the United States, for Rs 200 crore. the company has acquired 97% stake in Samuels, which operates 97 stores across 18 states in the US with current revenue equivalent to Rs 450 crore. The acquisition is being financed through internal accruals and proceeds of the recently concluded \$110 million FCCB – BS
- Dunlop India has said the company has submitted a Rs 600 cr. turnaround package to the Board of Industrial and Financial Reconstruction (BIFR). Detailing the components of the revival package, the company said Rs 200 cr. would be working capital, Rs 200 crore for capex and refurbishment and Rs 150 cr. for repayment of creditors. The Rs 600 crore will be part of Rs 170 cr., which has already been spent by the company – BS
- NRI steel tycoon Lakshmi N Mittal may partner Hindustan Petroleum Corporation (HPCL) in the under-construction \$3 billion refinery at Bhatinda in Punjab – BS
- Four Soft, transport and logistics software technology firm, has acquired Denmark-based Transaxiom Holding, including its subsidiaries in that country and Australia, for around Rs 44.73 crore (10 million dollar) – ET
- Bangalore-based Sasken Communication Tech. Ltd said it would provide its multimedia subsystem solutions to Wistron NeWeb Corporation (WNC) for use in WNCs next generation dual-mode (GSM+WiFi) phones – ET
- Glenmark Pharmaceuticals has launched in Karnataka its new division Milieus, which will cater to the needs of general practitioners and family physicians in urban, semi-urban and rural areas. The Milieus range currently has 18 products for infection management, pain relief, gastroenterology, dermatology, cough and cold, and nutrition. These products would be priced low so as to make them affordable for the masses. Milieus would also provide regular updates for the medical fraternity it targets and organise group activities for them – ET
- Stone India has entered into an agreement with Italy-based MZT Hepos AD, which would facilitate a technical collaboration between the two companies. The agreement entails indigenous manufacturing and supply of tread brake unit for locomotives, passenger coaches and metro cars, Stone India informed the Bombay Stock exchange – ET
- Real estate firm Parsvnath Developers Ltd has won an auction for a plot of land in Delhi for Rs 4.50 billion. The land, measuring about 24,355 square metres (260,000 sq ft), would be used to build a five-star hotel, a shopping mall and a multiplex – FE

Macro Economic & Geo-Political News

- The union cabinet is likely to consider revised norms for enhanced foreign direct investment limit of up to 74% in the telecom sector and envisaging strict security conditions for the companies. According to sources, the department of telecom (DoT) has proposed that the chief officer in-charge of technical network operations, chief security officer and majority of directors should be resident Indian citizens. FDI up to 49% would continue to be on automatic route, and Foreign Investment Promotion Board (FIPB) approval would be required for FDI in companies if it has a bearing on the overall ceiling of 74% – BS

Top Five Gainers (NSE)	Price	Chg (%)	Vol (Mn)
Mahindra & Mahindra Limited	815	2.5	1.2
Gail India Ltd	253	2.3	0.6
Tata Steel Limited	465	2.2	4.1
Jet Airways India Ltd	600	1.9	0.4
Hindustan Petroleum Corp	275	1.9	0.8
Top Five Losers (NSE)	Price	Chg (%)	Vol (Mn)
Hero Honda Motors Limited	725	(3.8)	0.5
Suzlon Energy Limited	1239	(3.1)	1.1
Hindustan Lever Limited	218	(3.1)	3.9
Tata Motors Ltd	836	(2.9)	2.1
Tata Power Company Limited	556	(2.6)	0.3

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

FROM OUR RESEARCH DESK

Management Meeting Note

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Garnet Construction

(CMP-Rs69, Unrated)

We recently met with the senior management team of Garnet Construction Limited. Following are the major outcome of the meeting.

GCL is a strong realty play in New Mumbai.

Garnet construction is a strong realty play in New Mumbai. GCL is a profit making company since 1993. GCL has built a strong name in facilitating its industrial customers from selection of land to implementation of the projects. Garnet construction with land bank of more than 400 acres will play an important role in Industrial, Residential realty space in years ahead.

It has got land bank of more than 377 acres.

Company Background:

Garnet Construction Ltd (GCL) incorporated in year 1992 has been promoted by Kedia family based in Mumbai. It started acquiring land from 90's onwards and as on today it has built up huge land bank of more than 377 acres. It started its construction operation with Industrial Estate and now is engaged in Real Estate Promotion, Construction and Development of Industrial Premises (Galas) or Plots at growth centres in various States encouraging industrial development and various incentives.

GCL has acquired strong technical skill sets from its past experience which enables it to establish a strong name in Industrial Estate and also develop itself in niche residential market in New Mumbai.

GCL marketing partner is Sternon group which helps it to cater to overseas customer.

The marketing tie up with Sternon group of Dubai has helped company to establish strong marketing network in overseas. This marketing tie up has helped company to achieve higher and fast execution of sales.

Business Review:

The company is a small niche player in realty catering in New Mumbai. In realty space it caters to Industrial Segments and Residential segments.

The company plays important role in industrial estate and has completed various projects in Industrial estate category.

Industrial Segments: The company in past has fulfilled the entire requirement for an entrepreneur/industrialist intending to set up an industry irrespective of its size viz large, medium, small. It does not only make adequate and suitable land available to its customer but also provide specialized support services to put up an industry like SSI Registration, assistance in securing power connection from MSEB, assistance in project financing etc.

In past it has completed projects like

- Arkosh Industrial Estate.
- Panchdeep Industrial Estate.
- Emerald Industrial Estate.(15 acres)
- Neel Kanth Industrial Estate (6acres)
- Aditya Industrial Estate(8.5 acres)
- Garnet Resorts((25 acres)

The companies at present has 55 acres of industrial land of which the company is expected to utilize both for leasing and selling out.

The Company forayed into residential projects by taking over Lonavala Projects

Residential Segments: The Company forayed into residential projects by taking over Lonavala Projects. This project involves selling of all the 127 bungalows within FY07. Panvel project of 400 acres is a big size project for the company and it expects to start construction of this project from March'07. Panvel project which is the second project by the company in residential segment will help company to generate revenue for 4 years from FY08 onwards.

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Financial Performance

Sales increased substantially by 1331%.

Period Ended (Rs Mn)	Q2FY07	Q2FY06	YoY%	H1FY07	H2FY06	YoY%
Net Sales	68.7	4.8	1331	129.3	4.8	2594
Other Income	0	0		0	1.1	-100
Total Expenditure	51.4	2	2470	96.8	1.8	5278
EBIDTA	17.3	2.8	518	32.5	3	983
Operating Margin	25	58	-57	25	63	-60
Interest	0	0		0.1	0	-
Depreciation	0.2	0.1	100	0.3	0.2	50
PBT	17.1	2.7	533	32.2	2.8	1050
Tax	0	0		0	0	-
Extraordinary Tax	0	0		0	0	-
Profit After Tax	17.1	2.7	533	32.2	2.8	1050
Equity Capital(FV Rs 10)	79	79	0	79	79	0
EPS(Rs)	2.16	0.34	533	4.08	0.35	1050

PAT increased by 533%.

Positive Rationale

Time to Execute: The company has got a land bank of 377 acres of which 55 acres of Industrial estate and 322 acres for residential projects. The company is expected to sell the Industrial estate (situated in Kapholi) and construct residential projects on the land situated in Panvel (300 acres) and Lonavala (22 acres).

The company will fetch strong revenue over the next 3-4 years on the basis of its existing land bank.

In the Lonavala project the company has booked sales of 50 bungalows out of 127 bungalows and management expects to sell remaining bungalows i.e. 80 projects by H2FY07. The project at Panvel will help company to post strong set of revenue and bottom line over the next three years. We expect revenue and net profit to be to be Rs 994.8 mn and Rs168 mn in FY08E.

Its marketing arm Sternon group will help to cater its residential projects in overseas customer.

Strong Marketing arm: The company has tied up with Sternon with regards to marketing of its projects excluding Industrial projects. Sternon Group is a renowned Dubai based company and is in marketing tie up with GCL for more than 12 years. GCL has executed residential projects like Panchsheel, Panchree, and Crystal Springs etc. Sternon is the marketing partner for GCL's Panvel residential projects. The Industrial estates are marketed by the company as GCL holds very strong name in Industrial segments. Tying up with Sternon has helped them to cater residential projects among overseas customer and save cost with respects to advertisement and other marketing expenses. This has helped the company to place themselves in overseas market and achieve higher and fast execution of sales.

Ongoing Project Status: The Company has got land bank more then 377 acres which will be utilized by the company as mentioned below.

Location	Land area	Utility	Revenue generation	Year of Recognition
Kapholi	55 acres	Industrial Estate (50 acres is expected to be sold & 5 acres is expected to be constructed and rented.	Rental income is expected to be Rs 7.6 mn per year and sale of Industrial estate is expected to fetch Rs 80mn.	Rental income-FY09E onwards(Rs 7.6 mn every year) and Sale of Industrial Estate in FY08Eto the extent of Rs 80 mn- (One time)
Panvel	200 acres	GCL is expected to build Residential complex. The company will build 6 mn square feet. Apartment will be 2 mn sq ft, Row houses will be 1 mn sq ft, Twin Bungalows -1.5 mn sq ft and Individual bungalows 1.5 mn sq ft	In FY08 Revenue is expected to come from apartments and row houses. The company is expected to sale 7.5 lakh sq ft incase of apartment and 2.0 lakh sq ft incase of Row houses. Expected revenue is Rs280 mn from both a partment and row houses.	Revenue from Apartment and row houses will start from FY08 onwards. Apartment and row houses together will contribute Rs 875 mn in FY08 onwards. Twin Bungalows and Individual Bungalows will contribute to revenue from FY09 onwards.
Panvel	100acres	In this100 acres it will build IT park. The work will start in FY09E and is expected to be completed in FY11E	GCL will build 1.5 mn square feet and will be selling/leasing it after construction	Revenue will start coming from FY10E beginning
Panvel	100acres*	The company will utilize the land for Educational facilities	The company will lease complete area for educational facilities to US based Institute	Revenue is expected from this facility in FY11E

*yet to purchase

Income Approach: The Panvel project is expected to commence in March'07 and is very big size project for the company. The panvel project has got strategic location advantage as it is situated 20 mins from the upcoming new Airport. It is attached to the western express highway which is one of the best advantages for the project. The financial details of the project are as follows.

Financials

Acres		
Type	Residential	Residential
Sub-type	Apartments	Row Houses
Nature of Construction	Towers	Row Houses
Zone	10 complexes	1 Complex
1 Unit	Flats	Row Houses
Complex	10 buildings per complex	60 Row houses
No of Buildings	100	NA
Each Building	40 Flats	NA
Average flat/row houses Sq ft	650	1100
Total sq ft per building	26000	66000
Sale of complexes in FY08	3	3
Sale of units in FY08	1200	180
Total Saleable area (Sq feet)	780000	198000
Selling price per sq (Rs)	900	1100
Revenue (Rs Mn)	702	217.8
Construction cost per sq ft(Rs)	600	650
Other Cost (Rs)	100	100
Const Cost (Rs. Mn)	546	148.5
Total Tax	55	22.869
Net Profit total (Rs. Mn)	101	46.4

On the basis of Income approach all the three segments Residial Apartments,Row houses and Industrial Houses will fetch net profit of Rs 168 mn.

On the basis of pure land valuation(vacant), GCL per share value stands Rs 133 per share.

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Pure Land Valuation:

Location	Area	Rate/acres(Rs mn)	Value(Rs mn)
Kapholi	55	1.5	82.5
Panvel	300	1.8	540
Lonavala	22		300
Total			922.5

Source: Company

We believe that the company future is positive based on its execution at panvel projects.

On Pure Land Valuation basis(vacant) GCL per share value stand Rs 116. We have done the valuation on the Idle land as on date and not on developed land, which is on the conservative side.

Business Outlook & Valuation:

We believe that the construction sector will grow at robust rate in coming years. This will give opportunity to all the construction players to show best of their performance. GCL with its presence in Industrial and Residential segments and with key competitive skills will be a key beneficiary in this segment.

We believe that the GCL is at a inflexion point from where its growth prospects looks good especially over the next 18-24 months. We believe that GCL could be a strong dark horse in the construction space provided all its projects are completed in the right time horizon. Any delay in execution would effect the company's operation significantly.

We do not have a active rating on the GCL stock and would give a target price once we see better visibility over the next two quarters ahead. However we maintain a positive bias on the stock at the current price and it looks good from the long term prospects.

Financial Estimates(Rs mn)

Year to June	FY06A	FY07E	FY08E
Net Sales	60.1	290.0	994.8
% Growth		382.5	243.0
EBIDTA(Core)	10.0	75.3	245.1
% Growth		651.6	225.7
Other Income	0.5	0.1	0.0
Interest	0.9	0.3	0.5
Depreciation	0.5	0.6	1.0
PBT	8.2	74.3	243.6
% Growth		808.3	228.1
Tax	3.1	20.0	75.0
Deferred Tax			
PAT	5.1	54.3	168.6
% Growth		968.0	210.8
Extraordinary Items	0.4	0.0	0.0
Adjusted Net Profit	4.6	54.3	168.6
% Growth		1,069.9	210.8
Dividend (%)	0.0	0.0	0.0
EPS (Rs)	1.03	6.88	21.29
BVPS (Rs)	13.0	18.6	39.9

Source: Emkay Private Client Research

FROM OUR TECHNICAL DESK



The Nifty fluctuated within a very wide range yesterday. It opened positive, made a high of 3883, corrected sharply and dipped in the red, made a low of 3787. Thereafter, it gained upward momentum yet again, tested its day's high and then simply ran out of steam as it started losing ground yet again. It finally gave a negative close at 3815, losing 0.43% in yesterday's trade. The Advance Decline ratio, which was positive in the morning, deteriorated by the end of the day and stood at almost 2:3. Amongst the sectoral indices the BSE Bankex and BSE CG indices were the major losers whereas the BSE CD index outperformed the broader markets.

Market Perspective

It was a highly volatile day of trade yesterday as the Nifty, despite opening positive, slipped into the negative territory and took support near the low of 3783 it made on Tuesday, recovered the entire lost ground and made a high of 3886 but later gave away all its gains to end the day with a loss of 0.43% at 3815. Caution is advised as yesterday, the upward rallies were on the back of very thin volumes and the sharp corrections were accompanied by high volumes, which is a sign of weakness, further the stochastic oscillator is giving a sell on the hourly chart. Now the Nifty has an important support at 3783, which is the low it made on Tuesday. If it breaches 3783 then we may see a sharp fall in the Nifty and it may come down to 3763 which is the 61.80% retracement level of the bounce back from 3657 to 3934 and below that it can even test 3738. The Nifty is facing lot of resistance in the range of 3885 to 3890 and now it will turn bullish for the short term only if it closes above 3890. Today It may face resistance at 3842 and above that at 3886 levels.

Sectoral Speak:

The **BSE Bankex** lost more than 1% in value yesterday and closed at 6841. This index now has support at 6804 and below that at the 6722 level, which are 38.20% and 50% retracement levels of the recent rise from 6378 to 7068.

Recommendations

Date	Stock	Action	Recommendation Price	Stop-loss	Target	Current price	Comment
15-12-06	RCOM	Buy	470.00 - 460.00	439.10	530.00	447.50	Stop loss triggered
19-12-06	Karnataka Bank	Buy	136.50 - 132.50	129.30	153.50	139.05	

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FROM OUR DERIVATIVES DESK

Nifty Snapshot

Nifty: 3815.55 (-0.43%)				Open Interest (No. of Shares)		Change in OI		PUT CALL RATIO (PCR-OI)		
LTP	19.12.06	20.12.06	Basis	19.12.06	20.12.06		Nifty	19.12.06	20.12.06	Change
Nifty Spot	3818.25	3796.35	-	-	-	-	Call OI	15413400	16077900	+664500
Dec Futures	3797.05	3786.00	-10.35	27899000	26262900	-1636100	Put OI	18754900	19251000	+496100
Jan Futures	3801.00	3788.70	-7.65	4512400	6986600	+2474200	PCR	1.22	1.20	-0.02
Total (Dec+Jan+Feb)				32673900	33520700	+846800				

FII's Derivative Statistics for 19.12.06

	Buy		Sell		Open Interest as on 19.12.06		Open Interest as on 18.12.06		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	48222	1850.89	69688	2682.04	289413	11055.57	267859	10536.74	21554	518.83
Index Options	4655	179.07	5258	196.98	158543	6075.37	154286	6061.51	4257	13.86
Stock Futures	25195	909.52	26020	958.46	453254	15644.99	453717	16095.21	-463	-450.22
Stock Options	383	15.07	171	6.37	4824	171.76	5036	184.78	-212	-13.02
TOTAL						32947.69		32878.24		69.45

Source: NSE

Nifty opened strong but faced heavy selling pressure from higher levels and fell sharply to 3787 wherefrom it witnessed recovery and again touched a high of 3886. But heavy selling pressure during last hour of trade again led nifty to close extremely weak at 3815. Among the gainers were J&K Bank, M&M, Polaris etc and among the losers were SUN TV, Parsvnath, Suzlon, Tata Power, GMR Infra etc.

- Annualized COC of Nifty December futures is negative 14.2% against negative 25.3% the previous day.
- Nifty December futures remained highly volatile and traded in the range of 16-20 points discount to 2-4 points discount.
- Total Turnover for NSE F&O Segment was Rs.46,081 Crores.

Open Interest Analysis:

Short build up was seen in **HCL Tech** as OI increased by 16% with downside move in stock price and negative CoC and we expect further downside in the stock. Profit booking was seen in Karnataka Bank as OI decreased by 12% and declining CoC. Short covering was seen in **BHEL** as OI decreased by 11% with positive CoC as the stock declined further. Remarkable decrease in OI was seen in stocks like Cipla, ITC, RCOM, Tata Steel and ZeeTele indicating unwinding of positions.

As expected and mentioned in our previous report, we witnessed very high volatility in the markets yesterday. Nifty has further added 8.4 lakh shares indicating build up of short positions. Stock futures have shed 1.16 crore shares in OI indicating that players are continuously exiting their positions and hardly any remarkable fresh positions, whether long or short, are being created since past few sessions. This indicates towards high levels of uncertainty in the markets at current levels which is further confirmed by high levels of implied volatility of Nifty which remained at 28-30%. **Rollover activity was seen in Satyam, Hindalco, ICICI Bank, Infosys and Sun Pharma.**

Put Call Ratio Analysis:

PCR (OI) of Nifty dropped marginally to 1.20 compared to 1.22 the previous day. The Call options added 6.64 lakh shares (+4.3%) and Put options shed 4.96 lakh shares (+2.65%) in OI. Nifty 3800 Call options added 3.2 lakh shares and 3900 & 3700 call added over 1 lakh shares each in OI. Nifty 3800 Put options added 2.5 lakh shares and 3850 put options added 1.9 lakh shares in OI. Continuous build up in 3800 Put options which now holds OI of 33.9 lakh shares indicates existence of support near those levels which was proven in past few sessions.

Cost of Carry:

Turned Positive: India Cement, Ranbaxy, SAIL, Satyam, SBI, Tata Motors, Vijaya Bank, Wipro.
Turned Negative: ABB, BOB, Bharti, Cipla, Glaxo, HDFC, M&M, OBC, PNB, RCOM.

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Bank Nifty: 5797.20 (-1.20%)						CNX IT: 5110.65 (-0.63%)							
	LTP			Open interest (No. of shares)		Chg in OI		LTP			Open interest (No. of shares)		Chg in OI
	19.12.06	20.12.06	Basis	19.12.06	20.12.06			19.12.06	20.12.06	Basis	19.12.06	20.12.06	
Spot	5830.70	5768.15	-	-	-	-	Spot	5131.60	5088.80	-	-	-	-
Dec Futures	5820.00	5788.00	+19.85	122000	128000	+6000	Dec Futures	5136.00	5100.00	+11.20	9750	10150	+400
Total (Dec+Jan+Feb)				123100	129500	+6400	Total (Dec+Jan+Feb)				9950	10350	+400

Top traded stock futures		Most active stock options				
Scrip	No. of Contracts	Scrip	Expiry	Strike Price	Option Type	No of Contracts
RELIANCE	39761	RELIANCE	DEC	1290	CA	1151
RCOM	28827	RELIANCE	DEC	1260	CA	1125
TATASTEEL	18023	TATASTEEL	DEC	460	CA	692
SBIN	16178	RCOM	DEC	460	CA	689
CENTURYTEXT	15952	RELIANCE	DEC	1320	CA	442
SOBHA	14811	RELIANCE	DEC	1230	PA	438
IVRCLINFRA	13873	RCOM	DEC	470	CA	433
POLARIS	12554	RCOM	DEC	450	CA	412
BHEL	12295	TATASTEEL	DEC	470	CA	404
HINDALCO	10799	ONGC	DEC	860	CA	400

Derivative Strategy Recommendations

Date	Scrip	View	Strategy	Action	Maximum Profit	Maximum Risk	Current Price	Profit/ Loss (Rs.)	Remarks
28.11.06	India Cement	Bullish	Buy Call Option	Buy 240 CA @ 14.00	Unlimited	20300.00	240 CA @ 5.50	-12325.00	Position Closed (11.12.06)
01.12.06	RCOM	Bullish	Buy Call Option	Buy 430 CA @ 18.00	Unlimited	12600.00	430 CA @ 34.00	+11200.00	Profit Booked (05.12.06)
01.12.06	RIL	Bullish	Buy Call Option	Buy 1260 CA @ 45.00	Unlimited	13500.00	1260 CA @ 38.50	-1950.00	Position Closed (11.12.06)
02.12.06	NTPC	Bullish	Bull Call Spread	Buy 150 CA @ 6.00 Sell 160 CA @ 2.50	21125.00	11375.00	150 CA @ 4.00 160 CA @ 1.80	-4225.00	Position Closed (11.12.06)
15.12.06	RCOM	Bullish	Buy Call Option	Buy 470 CA @ 15.00	Unlimited	10500.00	470 CA @ 5.50	-6650.00	Position Closed (20.12.06)
16.12.06	Satyam	Bullish	Buy Call Option	Buy 480 CA @ 13.00	Unlimited	7800.00	480 CA @ 6.00	-4200.00	Position Closed (20.12.06)
18.12.06	Nifty	Bullish	Buy Call Option	Buy 3950 CA @ 48.00	Unlimited	4800.00	3950 CA @ 13.95	-3100.00	Hold

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FROM OUR DEALING DESK

Dealing News

Market News & Gossip

Market View: Cautious

We maintain our cautious view on the market. We have yesterday seen huge volatility. We would advice traders to maintain strict stop loss at the same time reduce on leverage position. Going ahead short term support levels are 3800-3810 levels if these levels are broken on closing basis we might see further correction. We continue on our previous recommendation like: [Sterlite Optical and Global Vectra](#)

Investment idea for the Day: Nucleus Software

- Nucleus Software is a global software products and services company with more focused player in BFSI vertical.
- We see a huge momentum in its products which will be a key growth driver for the company
- It is also exploring well the EMEA and US market because of it increased commercial acceptance and domain capabilities.
- Our EPS for FY 07 is Rs 36 and for FY 08 is Rs 50.
- We maintain a buy with a target price of Rs 650.

Active F&O Calls

F&O Observation

Wednesday, overall RO was of around Rs.1703 cr.

NF = RO was of around Rs.650 cr. (16 lc NF RO)

SF = RO was of around Rs.1053 cr.

Post RO net Open Intrest has gone down marginally by Rs.12 cr.

NF = PRO OI up by Rs.287 cr. (added 8 lc NF in Next Month)

SF = PRO OI down by Rs. 299 cr.

Overall OI is @ Rs 36346 cr. (NF 12772 cr + SF 23574 cr)

FII's OI (only Futures) as on 19th Dec stood at Rs.26701 cr. (ie 37%)

TRADE DETAILS OF BULK DEALS

Bulk Deals	Deal Date	Scrip Name	Client Name	Deal Type *	Quantity	Price **
	20-Dec-06	Axtel Industr	Brijal Yogesh Parikh	B	64700	12.17
	20-Dec-06	Bilpower Lt	Yogita Mundada	B	47200	138.43
	20-Dec-06	Bindu Syn.	Lehman Lb Holding Cayman	S	120000	229.35
	20-Dec-06	Chd Dev Ltd	Jmp Securities Pvt. Ltd.	B	295406	19.5
	20-Dec-06	Chd Dev Ltd	Jmp Securities Pvt. Ltd.	S	336104	19
	20-Dec-06	Chowgule Ste	Ashok Malhotra	B	260481	35.15
	20-Dec-06	Chowgule Ste	Ashok Malhotra	S	260481	35.19
	20-Dec-06	Filat Fash	Raghu Ram Vallam Setty	S	35000	6.73
	20-Dec-06	Intern Diamo	Surekhaben Shah	S	30000	5.65
	20-Dec-06	Kew Industr	Credo Capital Plc Acc Kii	B	150000	29.91
	20-Dec-06	Kew Industr	Neetish R Doshi	S	93330	29.85
	20-Dec-06	Kotawala(I)	Padma Rathi	B	26400	66.05
	20-Dec-06	Kotawala(I)	Seema Rathi	B	35000	66.05
	20-Dec-06	Mahar Polybu	Simran Sunil Raheja	B	110088	13.96
	20-Dec-06	Mefcom Agr I	Master Finlease Ltd	B	46413	119.37
	20-Dec-06	Mefcom Agr I	Kalpna Madhani Securitie	B	15000	115.25
	20-Dec-06	Mefcom Agr I	Mangesh D Rajadhyaksha	B	19800	115.25
	20-Dec-06	Mefcom Agr I	Master Finlease Ltd	S	48144	115.13
	20-Dec-06	Mefcom Agr I	Kalpna Madhani Securitie	S	15000	114.26
	20-Dec-06	Morarjetex	Hardik B Patel	B	180000	63.35
	20-Dec-06	Navin Fluori	Kotak Mahindra Uk Ltd Ac	S	133869	297.79
	20-Dec-06	Nova Petro	Hitesh Jhaveri	B	86080	20.54
	20-Dec-06	Nova Petro	Hitesh Jhaveri	S	95930	20.6
	20-Dec-06	Osian Lpg Bo	S.P.J. Stock Brokers Pvt	S	80000	15.95
	20-Dec-06	Pantaloon In	Jhawar Commodities Pvt Lt	B	29907	381.76
	20-Dec-06	Paramo Commu	Manulife Global Fd India	B	95000	215.1
	20-Dec-06	Patel Airtem	Vikramsinh Bhikhubhai Goh	B	57227	45.38
	20-Dec-06	Patel Airtem	Vikramsinh Bhikhubhai Goh	S	57227	44.84
	20-Dec-06	Patel Airtem	Harsiddh Specific Family	S	50000	44.9
	20-Dec-06	Pioner Embro	Jmp Securities Pvt. Ltd.	B	88754	229
	20-Dec-06	Pioner Embro	Search Finvest Limited	B	287099	229.29
	20-Dec-06	Pioner Embro	Jmp Securities Pvt. Ltd.	S	61108	229.45
	20-Dec-06	Pioner Embro	Search Finvest Limited	S	207099	229.35
	20-Dec-06	Ramsarup Ind	Manulife Global Fd India	B	191500	135.14
	20-Dec-06	Relaxo Foote	Honeyvick Enterprises P L	B	117580	45.42
	20-Dec-06	Relaxo Foote	Honeyvick Enterprises P L	S	147060	48.41
	20-Dec-06	Ruchira Pap	Amu Shares And Sec Ltd	B	125823	21.99
	20-Dec-06	Ruchira Pap	Amu Shares And Sec Ltd	S	125823	22.02
	20-Dec-06	Sobha Dev	H.J.Securities Pvt.Ltd.	B	935884	965.79
	20-Dec-06	Sobha Dev	H.J.Securities Pvt.Ltd.	S	935884	966.95
	20-Dec-06	Sumeet Indus	Ramniklal Kunverji Shethi	B	121656	13.4
	20-Dec-06	Sumeet Indus	Purshottam Khandelwal	B	880564	13.17
	20-Dec-06	Sumeet Indus	Ncjain	B	97507	13.26
	20-Dec-06	Sumeet Indus	Jmp Securities Pvt. Ltd.	B	392754	15.5
	20-Dec-06	Sumeet Indus	Ramniklal Kunverji Shethi	S	121656	13.31
	20-Dec-06	Sumeet Indus	Purshottam Khandelwal	S	880565	13.17
	20-Dec-06	Sumeet Indus	Ncjain	S	97507	13.05
	20-Dec-06	Sumeet Indus	Jmp Securities Pvt. Ltd.	S	310154	15
	20-Dec-06	Tripex Over	Lakhani Marketing Private	B	57500	164.98
	20-Dec-06	Uniro Text I	Ashwani Kumar	B	131543	8.57
	20-Dec-06	Uniro Text I	Ashwani Kumar	S	53295	8.57

Source: BSE

COMPANY / MARKET**Forthcoming Events**

Effective Date	Summary	Action Type
21-Dec-06	Anik Industries Ltd	Cash Dividend
21-Dec-06	Bayer Diagnostic India Ltd	Cash Dividend
21-Dec-06	Granules India Ltd	Cash Dividend
21-Dec-06	Great Offshore Ltd	Listing
21-Dec-06	KEI Industries Ltd	Stock Split
21-Dec-06	Pioneer Embroideries Ltd	Cash Dividend
21-Dec-06	Ruchi Soya Industries Ltd	Cash Dividend

Source: Bloomberg

Emkay's Network

Home

AHMEDABAD 079-26448727/29 ALLAHABAD 0532-2452388 ALWAR 9414454123 AURANGABAD 09860498897 BANGALORE Cunningham Road 080-41220915 Malleswaram 080-23464173 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 Thiruvannamiyur 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 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 321850 GUWAHATI 9954070377 GURGAON Old Railway Rd. 0124-3250629 Sheetla Mata Rd. 0124-4081346 HARYANA Rohtak 01262-268701 HOSHARPUR 01882-326767 HYDERABAD Ameerpet 09346939076 Banjara Hill 040 6553 4261 HARIDWAR 01334-329563 INDORE 0731-3918624 9893894415 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 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 MORADABAD 05912424090 JUNAGADH 0285-2629489 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 KOTA 0744-2502877 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 PANIPAT 0180-6451645 PERUMBAVOOR 0484-2640046 PUNE D.P. Road 9850818986 Karve Road 9325505031 Rasta Peth 020-26123351 Satara Rd. 9520-24220031 Sadashiv Peth 9520-30947224 Shaniwar peth 020- 255303387 RAJAHMUNDRI 9396456406 RAJKOT Dr. Yagnik Rd 0281 - 2464535 Phulchab Chowk 0281-2452875 Rampur 9837605847 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 9362773579 TRICHY 0431- 4220713/14/15 Srirangam 0431-6454377/88/99 Thiruverumbur 0431-2511787 / 6453898 TIRUPUR 0421-4336995 THRISSUR Kokalai 0487 2428793 Patturakkal 0487 6450233 UDAIPUR 0294-2415405 VISAKHAPATNAM 0891 2730730 VARANASI 0542-5521383 VIJAYAWADA 0866-2579266 WARANGAL 0870-6450793/94/95 YAVATMAL 09422892827
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