



# Market Outlook

9<sup>th</sup> Aug '2010

## Technical View of the Market



Despite firm cues from Europe, Indian indices sustain the gains and closed flattish to negative. IT, FINANCE and OIL-GAS faced major sell off. SENSEX shut shop at 18143, down 28 points and Nifty at 5439, down 7 points from the previous close. CNX MIDCAP index was up 0.2% and BSE SMALLCAP index was also up 0.2%. The market breadth was negative with advances at 614 against declines of 671 on the NSE. Top gainers included TATAMOTORS, ITC, HDFC, JINDALSTEL, ACC, GAIL and ABB. Top losers are listed as TCS, HEROHONDA, TATASTEEL, DLF, SBIN, KOTAKBANK and IDFC.

	LTP	S3	S2	S1	R1	R2	R3
NIFTY	5439	5350	5377	5420	5472	5488	5510
SENSEX	18143	17810	17910	18090	18320	18500	18700

## Next Day Trading Session:



In the next session NIFTY may show weakness in crossing the range 5472-5487 and expected to test the support range 5377-5393. Traders are suggested to sell at gains. BANKING STOCKS may face selling pressure at gains. FMCG AND CEMENT might attract buying.

## Trading Strategy:-

S.N	TRADE	SCRIP SYMBOL	ENTER	STOP LOSS	TARGET
1	SELL	NIFTY FUTURE	AROUND 5466-73	5488	5422-5406
2	SELL	CNXIT FUTURE	BELOW 6240	6275	6205-6190
3	SELL	JSWSTEEL FUT	BELOW 1109	1124	1094-1082
4	BUY	LICHSGFIN FUT	ABOVE 1194	1178	1210-1230
5	BUY	TATAMOTORS FUT	ABOVE 890	877	904-920
6	SELL	BIOCON	AROUND 320-321	325	310-306
7	BUY	YESBANK	AROUND 293-294	287	301-308
8	BUY	BHUSANSTL	ABOVE 1663	1650	1680-1694

NOTE: \*\* FOLLOW ALL CALLS AFTER 5 MINUTES FROM OPENING BELL.

\*\*TRADERS ARE SUGGESTED TO FOLLOW STRICTLY THE STOP LOSS GIVEN IN EACH CALL

EXPECTED BULLISH STOCKS 			EXPECTED BEARISH STOCKS 		
IOB	WIPRO	GITANJALI GEMS	OBC	MOSERBAER	HDFCBANK
RAJESH EXPO	SINTEX	HCLTECH	ASHOKLEYLAND	IDFC	TATASTEEL
ITC	IOC	GAIL	IFCI	RELIANCE	INDIABULLS
RECLTD	SOBHA	UNITECH	ALOK	LUPIN	RELINFRA
JAICORP	JINDALSTEL	TANLA	SAIL	PNB	HEROHONDA
DISHTV	HAVELLS	UFLEX			

**Fundamental View: Fairwealth Research Team**

**Fundamental Picks**

Investors who have a horizon of 6-12 months can buy the following companies. The companies have potential to give higher returns than index over a long term.

RSWM Ltd	Genus Power Ltd	United Phosphorus Ltd	Nahar Spinning Mills Ltd
Mphasis Ltd	Allied Digital Services Ltd	Bartronics India Ltd	DIC India Ltd
Dena Bank Ltd	Nectar Lifesciences Ltd	GEI Industrial Systems Ltd	TNPL
Indoco Remedies Ltd	JK Paper Ltd	Ballarpur Industries Ltd	Aarti Drugs
Balkrishna Ltd.	McNally Bharat	Ess Dee Aluminium	Hyderabad Industries
Monnet Ispat	Biocon	Alembic	Visaka Industries
Munjal Showa	Jindal Saw Ltd		

Find the detailed report through:-

<http://www.fairwealth.in/Research.aspx?Type=Fundamental>.

- ✓ Visaka Industries has achieved its target of Rs. 180
- ✓ Man Industries has achieved its target of Rs. 90
- ✓ Aarti drugs has achieved its target of Rs 135
- ✓ Indoco Remedies has achieved its target of Rs 465, call given at Rs. 388
- ✓ Riddhi Siddhi Gluco Biols has achieved its target of 258, call given at 216
- ✓ Ess Dee Aluminium has achieved its target of Rs 520
- ✓ TNPL has achieved its target of Rs. 115

**GLOBAL SCENARIO:**

**US DATA**

Date	Statistic	For	Actual	Market Expects	Prior	Remarks
04-Aug	ADP Employment Change	Jul	42K	25K	19K	Increased
04-Aug	ISM Services	Jul	54.3	53	53.8	Increased
04-Aug	Crude Inventories	01-Jul	-2.78M	NA	7.31M	Decreased
05-Aug	Continuing Claims	01-Jul	4537K	4530K	4571K	Decreased
05-Aug	Initial Claims	01-Jul	479K	455K	460K	Increased
06-Aug	Nonfarm Payrolls	Jul	-131K	-87K	-221K	Decreased
06-Aug	Nonfarm Payrolls - Private	Jul	71K	83K	31K	Increased
06-Aug	Unemployment Rate	Jul	0.095	0.096	0.095	Same
06-Aug	Hourly Earnings	Jul	0.002	0.001	0	Increased
06-Aug	Average Workweek	Jul	34.2	34.1	34.1	Increased
06-Aug	Consumer Credit	Jun	-\$1.3B	-\$5.7B	-\$5.3B	-
10-Aug	Productivity-Prel	Q2	-	0.001	0.028	-
10-Aug	Unit Labor Costs	Q2	-	0.014	-0.013	-
10-Aug	Wholesale Inventories	Jun	-	0.004	0.005	-
10-Aug	FOMC Rate Decision	40391	-	0.0025	0.0025	-

**World Market Indices**

World Indices	Previous Close	Value	%Change
<b><u>US Markets</u></b>			
Dow Jones	10,674.98	10,653.56	-0.20
Nasdaq	2293.06	2,288.47	-0.20
S&P 500	1125.81	1,121.64	-0.37
<b><u>European Markets</u></b>			
FTSE 100	5365.78	5332.39	-0.62
CAC 40	3764.19	3716.05	-1.29
<b><u>Asian Markets</u></b>			
Nikkei 225	9,653.92	9,642.12	-0.12
Hang Seng Index	21,551.72	21,678.80	0.58
Shanghai	2,620.76	2,658.39	1.41
Taiwan TaieX Index	7,936.85	7,963.30	0.33

\*Data is taken at 5.00p.m IST

**Institutional Turnover**

*Fig in Cr*

Date	FII's	DII's	NET
05-Aug-10	167.4	-187.81	-20.41
04-Aug-10	741.5	-275.89	465.61
03-Aug-10	677.3	-152.52	524.78
02-Aug-10	864.4	-172.8	691.6
30-Jul-10	1040.2	-129.97	910.23
29-Jul-10	4438.4	-920.35	3518.05

*DII's data is on provisional basis*

**Corporate Highlights**

**Indiabulls InfraEstate Ltd** won the bid the National Textile Corporation's (NTC) plot of defunct Bharat Mills at Worli in Mumbai by quoting a price of Rs 1505 crore.

**The petroleum ministry** said that the government plans to sell 5 per cent of its stake in Oil and Natural Gas Corporation (ONGC) and 10 per cent in Indian Oil Corporation (IOC) to raise about Rs.21000 crore this fiscal.

**BGR Energy System** will set up two joint ventures with Japan's Hitachi to make power equipment in India for Rs.4400 crore. BGR Energy will hold 74 per cent in the turbine JV and 70 per cent in the boiler JV.

**Forthcoming Board Meetings**

Company	Purpose	Company	Purpose	Company	Purpose
Waterbase	Results	Goodyear India	Results	Punjab Chem	Results
Advanced Micro	Results	GRM Overseas	Dividend, Results	Rama Vision	Results
Akar Tools	Results	Harrisons Maly	Results	Reliance Cap	Results
Amarjothi Spin	Results	Haryana Cap	Results	Responsive Inds	General
Amit Spinning	Results	HBL Power	Results	Riba Textiles	Results
Amrutanjan Health	Results	Himalaya Gran	Results	Ritesh Intl	Results
Andhra Sugars	Dividend, Results	Hind Syntex	Results	Sahara One	Results
Astral Poly	Results	Hindustan Org	Results	Shaily Engr	Results
AUSOM ENT	Results	IFGL Refrac	Results	Shimoga Tech	General
Banas Finance	Results	Indu Nissan Oxo	Results	Shiva Taxyarn	Results
Bannari Amman Spg	Results	Jain Irrigation	Dividend, Results	SIP Inds	Results

Bannari Amman Sug	Results	Jaysynth Dye	Results	Sirpur Paper	Results
Best & Crompton	Results	JMD Telefilms	Results	Sree Rayal Histreng	Results
BF Utilities	Results	Joindre Cap	Results	SREI Infra	Results
Bhartiya Intl	Results	KDL Biotech	Results	SRHHL Inds	Results
Britannia Inds	Results	KEI Inds	Results	Steelco Guj	Results
CCAP	Results	Khandwala Sec	Results	Sterling Hol Res	Results
Crest Animation	Results	KNR Constr	Results	Sujana Towers	Results
Cubical Fin	Results	Lactose India	Results	Sukhjit Star	Results
Dalmia Cement	Results	Lalphul Invest	Results	Surya Roshni	Results
DCW	Results	Lok Housing	Results	Tamilnadu Jai	Results
Dhampur Sug Kash	Results	LT Foods	Results	Tera Software	Dividend, Results
Dhandapani Fin	Results	Mahalaxmi Rub	Results	Thacker & Co	Results
DIAMONPOWER	Results	Master Chem	Results	Thirumalai Chem	Results
Dwarikesh Sugar	Results	Melstar Info	Results	Time Techno	Results
EL Forge	Results	Moldtek Tech	Results	Tulip Telecom	Results
Electrosteel Cast	Results	Monnet Ispat	Results	Tuticorin Alk	Results
Elegant Marb	Dividend, Results	Mounteverest Trd	Results	Twentyfirst Cent Mgt	Results
Elque Poly	Results	Nimbus Foods	Results	Uttam Sugar	Results
Ensa Steel	Results	Nivedita Merc	Results	VCCL	Results
Entegra	Results	NR Intl	General	Veer Energy	General
Finolex Cables	Results	NRB Bearings	General	Vipul Dye Chem	Results
Gayatri Proj	Results	Opto Circuits	Results	Walchand People	Results
Geecee Vent	Results	Orient Cerm	Results	Western India Cot	Results
Global Sec	Preferential Issue of shares	Passari Cellu	Results	Woolite Merc	Results

**Forthcoming Corporate Action**

Scrip Name	Ex-date	Purpose
Edelweiss Cap	10-Aug-10	BONUS 1:1
Edelweiss Cap	10-Aug-10	Stock Split from Rs. 5/- to Re. 1/-
Hindustan Const	10-Aug-10	BONUS 1:1
Frontline Bsns	11-Aug-10	Reduction of Capital
Rainbow Papers	11-Aug-10	Stock Split from Rs. 10/- to Rs. 2/-
Zenith Birla	11-Aug-10	BONUS 1:5

**Forthcoming Dividends**

Scrip Name	Ex-Date	Amount	Scrip Name	Ex-Date	Amount
BEML	09-Aug-10	10	Pudumjee Pulp	10-Aug-10	0.3
Hikal	09-Aug-10	4	Tata Motors	10-Aug-10	15
Mac Charles	09-Aug-10	11	TATAMOTORS-DVR-A-ORDY	10-Aug-10	15.5
Mundra Port	09-Aug-10	1.5	DLINK IND	11-Aug-10	1
Rajoo Engineers	09-Aug-10	0.28	Honda Siel Power	11-Aug-10	4
Trent	09-Aug-10	6.5	International Comb	11-Aug-10	5
Compuage Info	10-Aug-10	2	Riddhi Siddhi	11-Aug-10	5
FDC	10-Aug-10	1.75	Shri Jagdamba	11-Aug-10	1
Grasim Inds	10-Aug-10	30	Solar Inds	11-Aug-10	3.5
Kajaria Cerm	10-Aug-10	1	Tinplate Co	11-Aug-10	1.5
KCP Sugar	10-Aug-10	0.75			

Figures and information taken from [www.bseindia.com](http://www.bseindia.com), [www.Bloomberg.com](http://www.Bloomberg.com) and Capitaline database

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