

# Morgan Stanley

## Morgan Stanley Research

ASIA/PACIFIC

Morgan Stanley India Company  
Private Limited+

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May 18, 2009

## Jaiprakash Associates Limited (JAIA.BO)

### Research Tactical Idea

We believe the share price will rise in absolute terms over the next 60 days.

We believe JPA will be one of the biggest beneficiaries of the accelerated infrastructure spend and easing of the liquidity on both the debt and equity front. Easier liquidity conditions could lead to JPA being able to achieve financial closure on assets that the market is yet to discount, in our view.

We estimate that there is about a 70% to 80% or "very likely" probability for the scenario.

Estimated probabilities are illustrative and assigned subjectively based on our assessment of the likelihood of the scenario.

**Stock Rating:** Overweight

**Industry View:** Attractive

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*(as of April 30, 2009)*

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Stock Rating Category	Coverage Universe		Investment Banking Clients (IBC)		
	Count	% of Total	Count	% of Total IBC	% of Rating Category
<b>Overweight/Buy</b>	<b>668</b>	<b>30%</b>	<b>205</b>	<b>35%</b>	<b>31%</b>
<b>Equal-weight/Hold</b>	<b>1005</b>	<b>45%</b>	<b>272</b>	<b>46%</b>	<b>27%</b>
<b>Not-Rated/Hold</b>	<b>33</b>	<b>1%</b>	<b>8</b>	<b>1%</b>	<b>24%</b>
<b>Underweight/Sell</b>	<b>517</b>	<b>23%</b>	<b>108</b>	<b>18%</b>	<b>21%</b>
<b>Total</b>	<b>2,223</b>		<b>593</b>		

Data include common stock and ADRs currently assigned ratings. An investor's decision to buy or sell a stock should depend on individual circumstances (such as the investor's existing holdings) and other considerations. Investment Banking Clients are companies from whom Morgan Stanley or an affiliate received investment banking compensation in the last 12 months.

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Overweight (O or Over) - The stock's total return is expected to exceed the total return of the relevant country MSCI Index, on a risk-adjusted basis over the next 12-18 months.

Equal-weight (E or Equal) - The stock's total return is expected to be in line with the total return of the relevant country MSCI Index, on a risk-adjusted basis over the next 12-18 months.

Not-Rated (NR) - Currently the analyst does not have adequate conviction about the stock's total return relative to the relevant country MSCI Index on a risk-adjusted basis, over the next 12-18 months.

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Unless otherwise specified, the time frame for price targets included in Morgan Stanley Research is 12 to 18 months.

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Attractive (A): The analyst expects the performance of his or her industry coverage universe over the next 12-18 months to be attractive vs. the relevant broad market benchmark, as indicated below.

In-Line (I): The analyst expects the performance of his or her industry coverage universe over the next 12-18 months to be in line with the relevant broad market benchmark, as indicated below.

Cautious (C): The analyst views the performance of his or her industry coverage universe over the next 12-18 months with caution vs. the relevant broad market benchmark, as indicated below.

Benchmarks for each region are as follows: North America - S&P 500; Latin America - relevant MSCI country index or MSCI Latin America Index; Europe - MSCI Europe; Japan - TOPIX; Asia - relevant MSCI country index.

### Stock Price, Price Target and Rating History (See Rating Definitions)

Jaiprakash Associates Limited (JAIA.BO) - As of 5/17/09 in INR  
Industry : India Construction & Infrastructure



Stock Rating History: 5/1/06 : 0/A

Price Target History: 12/20/05 : 82.8; 5/2/06 : 140.8; 5/17/07 : 153.4; 10/16/07 : 313.8; 9/22/08 : 209;  
3/27/09 : 124; 4/28/09 : 166

Source: Morgan Stanley Research      Date Format : MM/DD/YY      Price Target --      No Price Target Assigned (NA)  
 Stock Price (Not Covered by Current Analyst) —      Stock Price (Covered by Current Analyst) —■  
 Stock and Industry Ratings (abbreviations below) appear as + Stock Ratings/Industry View  
 Stock Ratings: Overweight (O) Equal-weight (E) Underweight (U) Not-Rated (NR) More Volatile (U) No Rating Available (NA)  
 Industry View: Attractive (A) In-line (I) Cautious (C) No Rating (NR)

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**Industry Coverage: India Construction & Infrastructure**

Company (Ticker)	Rating (as of)	Price (05/15/2009)
<b>Akshay Soni</b>		
GMR Infrastructure Ltd. (GMRI.BO)	U (11/27/2006)	Rs113.15
Gammon India (GAMM.BO)	O (12/20/2005)	Rs95.1
IVRCL Infrastructures & Projects LTD (IVRC.BO)	O (11/30/2006)	Rs162.45
Jaiprakash Associates Limited (JAIA.BO)	O (12/20/2005)	Rs140.6
Larsen & Toubro (LART.BO)	O (09/15/2006)	Rs988.15

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