

Stock Recommendations

Name of the Company	Mkt Cap (Rs mn)	Latest Report Date	Price as on latest Report (Rs)	Latest price target* (Rs)	Latest Reco	Price as on 20-Jul (Rs)	Upside/ (Down- side) (%)	EPS (Rs)		PE (x)		RoE (%)		P/ABV (x)	
								FY09E	FY10E	FY09E	FY10E	FY09E	FY10E	FY09E	FY10E
Banking															
Allahabad Bank	38,774	5-May-09	57	68	REDUCE	87	(21.7)	17.2	15.4	5.0	5.6	14.1	11.7	0.7	0.7
Andhra Bank	42,438	11-May-09	62	71	ACCUMULATE	88	(18.9)	13.5	13.8	6.5	6.3	19.0	17.6	1.2	1.1
Axis Bank (UTI Bank)	318,106	14-Jul-09	755	875	BUY	886	(1.3)	50.6	64.3	17.5	13.8	19.1	20.7	3.2	2.8
Bank of Baroda	158,511	28-Apr-09	314	377	BUY	434	(13.1)	60.9	73.6	7.1	5.9	19.9	21.4	1.4	1.2
HDFC Bank	626,387	15-Jul-09	1,363	1650	BUY	1,474	12.0	52.8	66.0	27.9	22.3	15.8	16.0	4.5	3.2
ICICI Bank	873,175	27-Apr-09	432	435	ACCUMULATE	785	(44.6)	33.8	38.8	23.2	20.2	7.8	8.5	1.9	1.8
Indian Bank	59,523	29-Apr-09	100	163	BUY	139	17.7	29.0	31.2	4.8	4.4	25.6	23.0	1.1	1.0
Indian Overseas Bank	47,398	5-May-09	68	86	ACCUMULATE	87	(1.1)	24.3	21.1	3.6	4.1	25.2	18.5	1.0	0.9
Jammu & Kashmir Bank	21,775	16-Jul-09	439	556	BUY	449	23.8	84.5	92.6	5.3	4.8	16.7	16.1	0.9	0.9
Punjab National Bank	228,342	26-May-09	643	727	BUY	724	0.4	98.0	107.1	7.4	6.8	25.8	23.0	1.8	1.5
Union Bank of India	128,325	8-May-09	159	192	BUY	254	(24.4)	34.2	36.9	7.4	6.9	27.3	23.8	1.9	1.6
NBFCs															
HDFC Ltd	712,547	9-Jul-09	2326	2300	ACCUMULATE	2,507	(8.3)	78.4	94.0	32.0	26.7	17.8	19.4	5.5	5.0
LIC Housing Finance	54,746	3-Jun-09	528	490	ACCUMULATE	644	(23.9)	62.5	73.6	10.3	8.8	23.8	24.7	2.5	2.2
Power Finance Corporation	252,739	16-Jul-09	225	210	REDUCE	220	(4.6)	17.2	15.8	12.8	13.9	18.9	15.2	2.2	2.0
SREI Infrastructure Finance	7,276	16-Jun-09	62	75	BUY	63	19.7	8.4	9.0	7.5	7.0	13.7	12.5	1.0	0.9
IDFC	183,856	4-May-09	76	85	ACCUMULATE	142	(40.1)	5.9	6.9	24.1	20.6	13.0	13.7	3.0	2.7
Shriram Transport Finance Co	63,301	12-Jun-09	290	350	BUY	310	12.8	30.1	36.2	10.3	8.6	29.6	28.6	2.9	2.4

Stock Recommendations

Name of the Company	Mkt Cap (Rs mn)	Latest Report Date	Price as on latest Report (Rs)	Latest price target* (Rs)	Latest Reco	Price as on 20-Jul (Rs)	Upside/ (Down-side) (%)	EPS (Rs)		PE (x)		RoE (%)		EV/EBIDTA (x)	
								FY09E	FY10E	FY09E	FY10E	FY09E	FY10E	FY09E	FY10E
Capital Goods & Engineering															
ABB #	155,033	26-Jun-09	767	640	REDUCE	732	(12.5)	25.2	28.2	29.0	25.9	29.2	25.0	18.5	15.8
AIA Engineering	20,619	26-Jun-09	230	300	BUY	219	36.8	18.4	24.0	11.9	9.1	25.1	25.7	7.8	5.6
Areva T&D #	79,372	28-Apr-09	313	225	REDUCE	332	(32.2)	10.2	12.2	32.6	27.2	38.8	35.6	19.9	15.3
Bharat Electronics	121,120	27-Apr-09	924	1100	ACCUMULATE	1,514	(27.3)	101.1	114.5	15.0	13.2	23.0	22.0	8.2	6.8
BHEL	1,114,168	20-Jul-09	2,033	1950	REDUCE	2,277	(14.3)	64.1	91.6	35.5	24.9	24.1	27.0	23.7	16.5
Blue Star	30,206	15-Jun-09	303	318	ACCUMULATE	336	(5.4)	20.1	23.9	16.7	14.1	57.0	50.0	11.0	9.2
Crompton Greaves	107,084	20-Jul-09	302	330	ACCUMULATE	292	13.0	15.3	19.6	19.1	14.9	30.6	29.0	10.9	9.2
Cummins India	49,847	27-May-09	251	240	REDUCE	252	(4.7)	21.5	18.1	11.7	13.9	30.6	21.3	8.4	9.5
Everest Kanto Cylinder	19,311	16-Jul-09	174	225	BUY	183	23.2	13.6	16.0	13.4	11.4	22.2	23.3	9.4	8.7
Hindustan Dorr Oliver	3,414	1-Jun-09	80	105	BUY	95	10.1	8.4	11.6	11.4	8.2	18.5	21.3	8.1	6.2
Larsen & Toubro	851,414	17-Jul-09	1,342	1470	ACCUMULATE	1,458	0.8	51.4	61.1	28.4	23.9	30.7	23.1	18.5	15.0
Nitin Fire Protection Ind	3,663	17-Jun-09	301	350	BUY	291	20.4	27.5	35.0	10.6	8.3	24.4	25.1	8.3	6.2
Numeric Power Systems	1,861	30-Jun-09	374	500	BUY	368	35.8	76.1	80.0	4.8	4.6	23.3	20.1	3.5	3.2
Siemens India (Sept end)	154,594	22-May-09	465	372	REDUCE	467	(20.4)	21.6	21.2	21.6	22.0	30.1	23.4	13.2	13.5
Suzlon Energy	141,008	29-Jun-09	123	116	ACCUMULATE	94	23.1	4.3	7.1	21.9	13.3	6.8	9.5	10.1	11.2
Thermax	54,562	20-May-09	350	300	REDUCE	459	(34.6)	24.3	27.5	18.9	16.7	33.3	30.9	10.3	9.1
Voltamp Transformer	7,800	3-Jul-09	884	800	REDUCE	772	3.6	114.0	94.0	6.8	8.2	53.0	31.0	4.3	4.6
Voltas Ltd	43,576	8-Jun-09	125	105	REDUCE	132	(20.4)	6.7	8.4	19.7	15.7	35.0	33.0	13.4	10.0
Time Technoplast Ltd	8,015	1-Jul-09	39	60	BUY	38	56.5	3.3	4.5	11.6	8.5	16.0	18.6	6.9	5.6
Cement															
ACC #	158,688	23-Apr-09	646	605	REDUCE	845	(28.4)	64.6	64.4	13.1	13.1	26.7	22.7	8.8	7.6
India Cements	42,878	30-Jun-09	138	123	REDUCE	153	(19.3)	15.4	16.6	9.9	9.2	11.9	11.6	6.1	6.0
Shree Cement	48,743	4-May-09	774	817	REDUCE	1,399	(41.6)	165.9	104.6	8.4	13.4	61.0	26.2	4.9	5.2
UltraTech Cement	96,125	22-Apr-09	566	515	REDUCE	772	(33.3)	78.5	63.0	9.8	12.3	30.0	19.0	6.2	6.4
Grasim Industries	253,418	20-May-09	2289	1600	REDUCE	2,764	(42.1)	238.5	242.0	11.6	11.4	21.7	18.6	6.8	6.4
Construction															
BGR Energy Systems	23,656	23-Jun-09	305	330	ACCUMULATE	329	0.4	16.1	19.9	20.4	16.5	22.1	22.5	10.9	9.1
IVRCL Infrastructure	46,725	2-Jun-09	332	330	ACCUMULATE	347	(5.0)	16.9	20.2	20.6	17.2	13.1	13.8	14.1	10.6
Madhucon Projects	6,309	25-Jun-09	151	167	ACCUMULATE	162	2.8	12.7	15.5	12.8	10.5	9.6	10.6	7.1	5.9
Nagarjuna Construction	33,265	1-Jun-09	139	134	ACCUMULATE	140	(4.3)	6.7	7.3	20.9	19.2	9.4	9.3	11.6	10.5

Stock Recommendations

Name of the Company	Mkt Cap (Rs mn)	Latest Report Date	Price as on latest Report (Rs)	Latest price target* (Rs)	Latest Reco	Price as on 20-Jul (Rs)	Upside/ (Down-side) (%)	EPS (Rs)		PE (x)		RoE (%)		EV/EBIDTA (x)	
								FY09E	FY10E	FY09E	FY10E	FY09E	FY10E	FY09E	FY10E
Patel Engineering	26,781	29-Jun-09	405	414	ACCUMULATE	449	(7.8)	29.2	25.1	15.4	17.9	18.8	13.8	12.7	11.0
Punj Lloyd Ltd	69,226	20-May-09	163	158	ACCUMULATE	222	(29.0)	(7.4)	14.6	-	15.2	-	16.3	30.1	9.4
Simplex Infrastructures	22,535	1-Jul-09	398	370	REDUCE	409	(9.4)	24.3	35.0	16.8	11.7	14.9	18.3	8.0	6.7
Sunil Hi Tech Engineers	2,315	15-Jul-09	132	200	BUY	144	39.1	19.8	30.0	7.3	4.8	14.0	18.2	5.9	4.5
Unity Infraprojects	3,845	30-Jun-09	337	419	BUY	288	45.7	52.1	59.8	5.5	4.8	17.9	17.4	4.4	4.2
Information Technology															
Geometric Ltd	1,769	28-Apr-09	20	23	REDUCE	34	(32.3)	0.1	3.4	339.5	10.0	3.6	8.8	3.0	3.3
HCL Technologies (June end)	161,405	23-Apr-09	126	149	ACCUMULATE	234	(36.3)	16.8	16.6	13.9	14.1	26.7	21.9	7.6	7.0
Infosys Technologies	1,127,632	13-Jul-09	1,716	1633	ACCUMULATE	1,971	(17.2)	103.1	99.0	19.1	19.9	36.8	27.5	14.3	14.2
Infotech Enterprises	7,140	16-Jul-09	200	230	BUY	240	(4.1)	16.5	22.9	14.5	10.5	13.0	15.7	2.3	1.4
KPIT Cummins	2,534	29-Apr-09	44	59	BUY	57	3.2	8.3	8.5	6.9	6.7	30.7	34.1	1.1	1.1
Mphasis BFL (Oct 09)	86,216	22-May-09	284	344	BUY	413	(16.7)	39.8	NA	10.4	NA	46.0	NA	7.6	NA
NIIT LTD	9,882	28-May-09	50	57	ACCUMULATE	60	(5.0)	4.2	5.6	14.3	10.7	16.5	19.6	10.6	7.2
NIIT Technologies	6,408	27-May-09	104	115	ACCUMULATE	109	5.3	19.6	20.3	5.6	5.4	27.7	27.8	3.1	2.9
Oracle Financial Services Software	112,142	19-May-09	1,080	1,275	ACCUMULATE	1,339	(4.8)	97.0	109.3	13.8	12.3	26.1	23.6	12.6	9.9
Patni Computer #	19,182	5-May-09	165	180	ACCUMULATE	292	(38.3)	29.6	23.8	9.9	12.3	14.2	10.4	0.9	0.6
R Systems Intn #	1,179	29-Apr-09	68	93	ACCUMULATE	87	6.5	21.2	21.5	4.1	4.1	18.0	16.2	1.2	1.1
Satyam Computers	65,236	9-Jan-09	40	NA	CALL SUSPENDED	97	NA	NA	NA	NA	NA	NA	NA	NA	NA
Subex Azure Ltd	2,498	27-May-09	48	51	REDUCE	71	(28.5)	1.3	9.0	54.8	7.9	0.7	5.6	18.4	12.2
Tata Consultancy Services (TCS)	979,777	20-Jul-09	435	452	ACCUMULATE	501	(9.7)	26.4	28.8	19.0	17.4	36.9	32.0	13.3	12.0
Wipro Technologies	362,452	23-Apr-09	281	305	ACCUMULATE	460	(33.7)	25.9	26.4	17.8	17.4	31.4	28.0	6.3	5.5
Zensar Technologies	3,359	18-Jun-09	116	157	BUY	140	12.0	36.1	33.4	3.9	4.2	26.8	20.2	2.3	2.1
Logistics															
Allcargo Global Logistics #	17,705	8-May-09	779	650	REDUCE	792	(17.9)	55.3	58.0	14.3	13.7	23.4	20.2	8.3	7.4
Container Corporation (Concor)	129,675	20-Jul-09	965	1100	BUY	998	10.3	63.1	72.5	15.8	13.8	23.8	23.5	11.4	10.1
GATI (June end)	3,917	24-Apr-09	46	35	SELL	46	(24.3)	0.1	1.5	462.5	30.8	0.3	4.3	12.9	9.9
Gateway Distriparks	10,801	5-Jun-09	100	110	ACCUMULATE	94	17.6	7.5	9.0	12.5	10.4	12.9	14.9	7.8	6.9
Mundra Port & Special Economic Zone	221,086	22-Jun-09	619	650	ACCUMULATE	552	17.8	10.8	15.0	51.1	36.8	13.8	15.5	30.7	21.1
Redington India Ltd	17,239	8-Jun-09	250	275	ACCUMULATE	221	24.3	20.5	23.1	10.8	9.6	15.9	16.8	6.7	6.6
Transport Corporation of India	4,676	25-May-09	63	55	REDUCE	65	(14.7)	4.6	5.5	14.0	11.7	11.5	12.4	7.1	6.5

Stock Recommendations

Name of the Company	Mkt Cap (Rs mn)	Latest Report Date	Price as on latest Report (Rs)	Latest price target* (Rs)	Latest Reco	Price as on 20-Jul (Rs)	Upside/ (Down-side) (%)	EPS (Rs)		PE (x)		RoE (%)		EV/EBIDTA (x)	
								FY09E	FY10E	FY09E	FY10E	FY09E	FY10E	FY09E	FY10E
Media															
Balaji Telefilms	3,130	15-May-09	42	42	REDUCE	48	(12.5)	0.1	2.0	480.0	24.0	0.1	3.5	5.3	1.4
Deccan Chronicle	20,406	29-Jun-09	80	88	REDUCE	83	6.1	5.8	8.8	14.3	9.4	11.9	17.2	6.6	4.9
Entertainment Network (ENIL)	9,290	21-May-09	230	220	REDUCE	195	13.0	-	0.7	-	278.2	-	0.9	-	14.9
Hindustan Times Media (HT Media)	23,090	29-May-09	110	112	ACCUMULATE	99	13.6	0.0	4.9	-	20.1	0.1	12.9	26.7	8.5
Jagran Prakashan	24,367	17-Jun-09	78	82	ACCUMULATE	81	1.4	3.0	4.1	27.0	19.7	16.7	21.0	14.9	11.1
PVR Ltd	2,547	9-Jun-09	135	145	REDUCE	105	37.8	3.6	6.8	29.2	15.5	4.1	7.4	7.9	6.4
UTV Software Communication	14,524	26-Jun-09	360	400	ACCUMULATE	366	9.3	21.6	19.9	16.9	18.4	9.4	5.0	-	17.1
Zee Entertainment Enterprises	80,303	17-Jul-09	180	212	ACCUMULATE	185	14.5	8.6	10.5	21.5	17.6	12.5	13.8	15.2	12.1
Zee News Ltd	10,000	24-Apr-09	37	40	ACCUMULATE	42	(4.1)	1.9	2.2	21.9	19.0	20.2	20.7	12.2	10.5
Metals & Mining															
SAIL	696,385	1-Jun-09	173	154	ACCUMULATE	169	(8.7)	14.9	14.0	11.3	12.0	24.2	19.3	6.6	6.6
Sesa Goa	188,396	12-Jun-09	192	275	BUY	237	16.3	25	29	9.5	8.2	52.0	47.1	5.4	5.0
Oil & Gas															
Gujarat State Petronet (GSPL)	33,520	1-Jul-09	48	55	ACCUMULATE	60	(7.9)	2.2	3.0	27.2	19.9	10.4	13.0	10.2	6.0
Indraprastha Gas (IGL)	19,516	15-Jun-09	148	125	REDUCE	139	(10.3)	12.3	12.5	11.3	11.2	27.3	23.6	5.7	5.7
Petronet LNG	51,713	20-Jul-09	72	70	REDUCE	69	1.5	6.9	7.5	10.0	9.2	26.1	25.6	7.0	6.0
Power															
NTPC	1,713,931	24-Jun-09	196	215	ACCUMULATE	208	3.4	9.9	11.1	21.0	18.7	15.0	15.4	14.3	12.7
Textiles															
JBF Industries	5,746	30-Jun-09	78	120	BUY	76	57.9	30.3	36.0	2.5	NA	26.5	23.2	2.4	NA

Source: Kotak Securities - Private Client Research

* All recommendations are with a 9-12 month perspective from the date of the report/update. Investors are requested to use their discretion while deciding the timing, quantity of investment as well as the exit.

Figures for CY08 & CY09

Research Team
Dipen Shah

IT, Media
dipen.shah@kotak.com
+91 22 6621 6301

Teena Virmani

Construction, Cement, Mid Cap
teena.virmani@kotak.com
+91 22 6621 6302

Saurabh Gurnurkar

Media, IT
saurabh.gurnurkar@kotak.com
+91 22 6621 6310

Saday Sinha

Banking, Economy
saday.sinha@kotak.com
+91 22 6621 6312

Shrikant Chouhan

Technical analyst
shrikant.chouhan@kotak.com
+91 22 6621 6360

Sanjeev Zarbade

Capital Goods, Engineering
sanjeev.zarbade@kotak.com
+91 22 6621 6305

Apurva Doshi

Logistics, Textiles, Mid Cap
doshi.apurva@kotak.com
+91 22 6621 6308

Saurabh Agrawal

Metals, Mining
agrawal.saurabh@kotak.com
+91 22 6621 6309

Sarika Lohra

NBFCs
sarika.lohra@kotak.com
+91 22 6621 6313

K. Kathirvelu

Production
k.kathirvelu@kotak.com
+91 22 6621 6311

Disclaimer

This document is not for public distribution and has been furnished to you solely for your information and must not be reproduced or redistributed to any other person. Persons into whose possession this document may come are required to observe these restrictions.

This material is for the personal information of the authorized recipient, and we are not soliciting any action based upon it. This report is not to be construed as an offer to sell or the solicitation of an offer to buy any security in any jurisdiction where such an offer or solicitation would be illegal. It is for the general information of clients of Kotak Securities Ltd. It does not constitute a personal recommendation or take into account the particular investment objectives, financial situations, or needs of individual clients.

We have reviewed the report, and in so far as it includes current or historical information, it is believed to be reliable though its accuracy or completeness cannot be guaranteed. Neither Kotak Securities Limited, nor any person connected with it, accepts any liability arising from the use of this document. The recipients of this material should rely on their own investigations and take their own professional advice. Price and value of the investments referred to in this material may go up or down. Past performance is not a guide for future performance. Certain transactions -including those involving futures, options and other derivatives as well as non-investment grade securities - involve substantial risk and are not suitable for all investors. Reports based on technical analysis centers on studying charts of a stock's price movement and trading volume, as opposed to focusing on a company's fundamentals and as such, may not match with a report on a company's fundamentals.

Opinions expressed are our current opinions as of the date appearing on this material only. While we endeavor to update on a reasonable basis the information discussed in this material, there may be regulatory, compliance, or other reasons that prevent us from doing so. Prospective investors and others are cautioned that any forward-looking statements are not predictions and may be subject to change without notice. Our proprietary trading and investment businesses may make investment decisions that are inconsistent with the recommendations expressed herein.

Kotak Securities Limited has two independent equity research groups: Institutional Equities and Private Client Group. This report has been prepared by the Private Client Group. The views and opinions expressed in this document may or may not match or may be contrary with the views, estimates, rating, target price of the Institutional Equities Research Group of Kotak Securities Limited.

We and our affiliates, officers, directors, and employees world wide may: (a) from time to time, have long or short positions in, and buy or sell the securities thereof, of company (ies) mentioned herein or (b) be engaged in any other transaction involving such securities and earn brokerage or other compensation or act as a market maker in the financial instruments of the company (ies) discussed herein or act as advisor or lender / borrower to such company (ies) or have other potential conflict of interest with respect to any recommendation and related information and opinions.

The analyst for this report certifies that all of the views expressed in this report accurately reflect his or her personal views about the subject company or companies and its or their securities, and no part of his or her compensation was, is or will be, directly or indirectly related to specific recommendations or views expressed in this report.

No part of this material may be duplicated in any form and/or redistributed without Kotak Securities' prior written consent.