

Equity	% Chg			
	11-Sept	1-day	1-mth	3-mth
<b>India</b>				
Sensex	15,543	(0.3)	4.5	10.0
Nifty	4,497	(0.2)	3.8	8.2
<b>Global/Regional markets</b>				
Dow Jones	13,308	1.4	0.5	0.1
Nasdaq	2,597	1.5	2.1	1.9
FTSE	6,281	2.4	4.0	(3.7)
Nikkei	15,934	0.4	(4.9)	(10.3)
Hang Seng	24,204	1.1	11.1	17.3

Value traded (Rs bn)	BSE	NSE
Cash	53.3	108.2
Derivatives	9.1	417.4
Total	62.4	525.6

Net inflows (Rs bn)	Recent trends (days)			
	10-Sept	-7d	-15d	-30d
FII	(0.6)	33.9	41.6	(45.3)
MF	0.1	6.4	25.9	51.4

Forex / Crude	% Chg			
	11-Sept	1day	1mth	3mth
Rs/US\$	40.6	0.0	0.0	0.6
Euro/US\$	1.4	0.0	1.7	4.0
Crude(\$/bbl)	78.3	0.1	9.6	19.8

Mkt movers (Rs)	Close	Pr. Cl.	% Chg
<b>Top gainers</b>			
Gulf Oil Corp	1,278.4	1,087.1	17.6
Marksans Pharma	67.3	61.2	10.0
Mascon Global	16.3	14.9	9.6
<b>Top losers</b>			
Transworld Info	83.1	91.7	(9.5)
Geojit Financial	43.2	45.6	(5.4)
Vertex Spinning	17.2	18.1	(5.0)

## In focus

### Petronet LNG – Company Update

Firming up LNG supply for Kochi terminal **CMP: Rs 67 Target: Rs 73 BUY**

### Great Offshore – Company Update

Acquisition on the cards **CMP: Rs 868 Target: Rs 1,045 BUY**

### Today's top picks

**IFCI, HDIL, REL, RIL, IDBI**

## News track

- ❖ Bank of India has announced the issue of innovative perpetual debentures to raise Rs 1bn at a coupon of 10.45% to boost tier-I capital. (BL)
- ❖ Top IT services companies are in the race to bag a US\$ 125mn contract from US\$ 95.6bn Dutch insurance and banking giant ING. Infosys has already put in a bid for the three-year IT outsourcing contract while TCS and Satyam are also reported to be pitching for it. (ET)
- ❖ The Kinetic Group has bagged a prestigious order from Tata Motors to supply gearboxes for the latter's proposed Rs 1-lakh small car. (ET)
- ❖ Sun Pharma has received shared 180-day exclusivity for Pantoprazole Sodium (Protonix) for the US market. Both Teva and Sun are currently facing litigation charges for the molecule against Nycomed. (BS)
- ❖ Wipro has planned to set up a development centre at Monterrey, Mexico in order to have dedicated resources to service clients in North America, Latin America and Europe. In the first phase, the centre will have 100 seats. (BL)
- ❖ Genesys Telecommunications Laboratories, a subsidiary of French conglomerate Alcatel, is planning a technological tie-up with TCS and Reliance Communications. TCS is planning to develop new software applications for core banking and ERP by using software applications developed by Genesys. (ET)
- ❖ Swaraj Mazda and Sumitomo Corp will start producing midsize and small size buses in India later this month. (Reuters)
- ❖ Ayurvedic brand Liv-52 of Himalaya Healthcare has become the top selling domestic brand according to the July IMS data. (ET)

Source: BL: Business Line, BS: Business Standard, ET: Economic Times, FE: Financial Express

### Volume shockers

(No of shares)	11-Sept	2-mth avg	Chg (x)
Aventis Pharma	30,442	2,281	13.3
Binani Industries	523,697	50,154	10.4
Godrej Industries	520,446	53,786	9.7

### Delivery toppers

	Del (%)	Total vol	Cons days up
KPIT Cummins Info	83.2	268,236	3
Amara Raja Batteries	59.0	132,418	9
Marksans Pharma	55.4	792,203	5

# Petronet LNG

## Company Update

**CMP: Rs 67**
**Target: Rs 73**
**BUY**
**Sudeep Anand**

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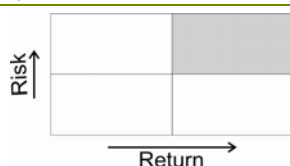
BSE code	532522
NSE code	PETRONET

**Company data**

Particulars	
Market cap (Rs bn / US\$ bn)	49.5 / 1.2
Outstanding equity shares (mn)	750.0
52-week high/low (Rs)	68.2 / 41.2
3-month average daily volume	1,734,500

**Financial snapshot**

Particulars	FY07	FY08E	FY09E
Sales (Rs bn)	55.1	70.0	85.9
Growth (%)	43.6	27.0	22.7
Adj net profit (Rs bn)	3.1	4.6	5.0
Growth (%)	60.7	47.2	7.9
FDEPS (Rs)	4.2	6.1	6.6
Growth (%)	60.7	47.2	7.9
P/E (x)	16.0	10.9	10.1
RoE (%)	26.7	32.4	28.8

**Risk-return profile**

**Shareholding pattern**

(%)	Jun-07	Mar-07
Promoters	50.0	50.0
FIs	11.2	14.4
Banks & FIs	1.2	0.5
Public & Others	37.6	35.1

**Stock performance**

Returns (%)	CMP	1-mth	3-mth	6-mth
Petronet LNG	67	7.0	23.5	54.0
Sensex	15,543	4.5	10.0	20.5
BSE Oil & Gas	8,261	6.5	11.4	35.0

Company website	www.petronetng.com
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**Firming up LNG supply for Kochi terminal**

Petronet LNG (PLL) is in the final stages of selecting the LNG supplier for its upcoming Kochi terminal, which is scheduled to commence production from the fourth quarter of FY11. The company's Dahej terminal is running on schedule and is expected to start production with its full augmented capacity from Q4FY08. In addition, PLL is undertaking a pilot project for transporting LNG through trucks in partnership with IOC. If successful, this initiative could expand the company's margins. We expect PLL's increased spot volumes and healthy price realisations to continue to drive growth. We reiterate our Buy recommendation with a target price of Rs 73.

**Finalisation of LNG supplier for Kochi terminal**

PLL is in the final stages of negotiation to import 2.5mtpa of LNG from the Chevron-operated Gorgon project in Western Australia. The company expects the purchase and sales agreement (PSA) to be signed with Gorgon by the middle of October on a 25-year contract basis.

This LNG will feed its 5mtpa re-gasification terminal being set up at Kochi at a total investment of Rs 26bn. The engineering, procurement and construction (EPC) contract for this terminal is likely to be awarded to Japan-based Ishikawajima-Harima Heavy Industries (IHI). PLL expects the terminal to be commissioned from Q4FY11.

**Dahej terminal expansion on schedule**

The company is expanding its Dahej re-gasification capacity from 5mtpa to 12.5mtpa at a capex of Rs 16bn. The expansion is running on schedule and PLL expects the terminal to commence operations in different phases starting from July 2008. We believe that the company will start production at its full capacity of 12.5mtpa from Q4FY08.

**LNG transport through trucks**

PLL recently started a pilot project for delivering LNG to clients through specially designed trucks. The project has been undertaken in partnership with Indian Oil Corp (IOC), which will provide these trucks to PLL. So far, the company has been piping re-gasified LNG to its customers, which offers hurdles to expanding growth and customer reach aggressively.

By supplying LNG through trucks, PLL can target different end-user companies in the ceramics, chemicals and power sectors where gas is needed to run in-house power projects. Moreover, the company expects realisations to improve to as high as US\$ 8-US\$ 9/mmbtu, which will further expand margins. If the pilot project is successful, PLL will begin actual commercial supply in a year's time.

**Proposed power plant at Dahej**

PLL may seek board approval for setting up a 1,500MW gas-based power plant in October. The plant is proposed to be set up behind its existing re-gasification facility at Dahej in Gujarat and would require an investment of Rs 60bn. The proposed power plant would use approximately 1.5mtpa of LNG as feedstock. We believe such a set-up would benefit the company as it will enable PLL to optimally utilise its resources. Also, the company produces about 100KL of water everyday, which can be used in the power plant.

## Outlook

### Higher spot volumes will keep growth intact

We believe that the company's higher spot cargo volumes due to increased capacity (arising from de-bottlenecking exercises and efficient utilisation) will continue driving growth. PLL's capacity has increased to 6.5mtpa from 5mtpa, which will elevate spot cargo procurement to 24 in FY08 compared to 12 in FY07. Higher spot cargo coupled with robust price realisations will sustain the company's growth momentum.

## Valuation

### We maintain Buy with a target of Rs 73

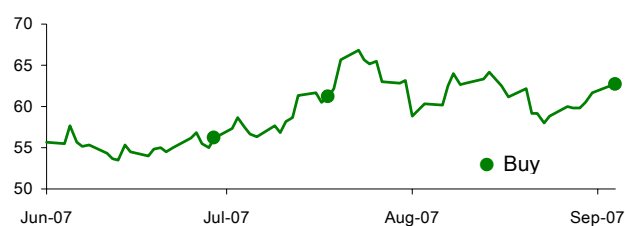
At the current market price, PLL is trading at 10.9x on FY08E EPS and 10.1x on FY09E. We reiterate our Buy rating on the scrip with an FY08 target price of Rs 73, which represents a potential upside of 9% from the current level

### Recommendation history

Date	Event	Reco price	Tgt price	Reco
29-June-07	Initiating Coverage	55	73	Buy
18-July-07	Results Update	61	73	Buy
12-Sep-07	Company Update	67	73	Buy

Source: Religare Research

### Stock performance



Source: Religare Research

## Financials

### Profit and Loss statement

(Rs bn)	FY06	FY07	FY08E	FY09E
Revenues	38.4	55.1	70.0	85.9
Growth (%)	97.3	43.6	27.0	22.7
EBITDA	4.9	6.5	9.8	12.0
Growth (%)	224.4	32.8	51.2	22.6
Depreciation	(1.0)	(1.0)	(1.3)	(2.2)
EBIT	4.1	5.8	8.5	9.8
Growth (%)	507.5	43.3	45.3	16.3
Interest	(1.1)	(1.1)	(1.5)	(2.3)
Other income	0.2	0.4	0.0	0.0
EBT	3.0	4.8	7.0	7.5
Growth (%)	595.1	61.2	46.6	7.9
Tax	(1.0)	(1.6)	(2.4)	(2.6)
Effective tax rate	33.9	34.1	33.9	33.9
Adj net income	1.9	3.1	4.6	5.0
Growth (%)	585.3	60.7	47.2	7.9
Shares outstanding (mn)	0.8	0.8	0.8	0.8
FDEPS (Rs)	2.6	4.2	6.1	6.6
DPS (Rs)	0.0	1.2	1.8	2.0
CEPS (Rs)	4.9	7.7	7.9	9.5

Source: Company, Religare Research

### Cash flow statement

(Rs bn)	FY06	FY07	FY08E	FY09E
Net income	1.9	3.1	4.6	5.0
Depreciation	(1.0)	(1.0)	(1.3)	(2.2)
Other adjustments	0.7	1.6	0.0	0.0
Changes in WC	(2.3)	(0.1)	3.6	0.1
Operating cash flow	(0.6)	3.6	6.9	2.9
Capital expenditure	1.3	(1.6)	(7.2)	(15.9)
Investments	(1.4)	(1.2)	0.0	0.0
Other investing inc/(exp)	0.0	0.0	0.0	0.0
Investing cash flow	(0.1)	(2.8)	(7.2)	(15.9)
Free cash flow	(0.7)	0.8	(0.3)	(13.0)
Issue of equity	0.0	0.0	0.0	0.0
Issue/repay debt	0.0	1.2	4.1	13.6
Dividends paid	0.0	(1.1)	(1.6)	(1.7)
Others	0.3	0.0	(2.6)	0.0
Financing cash flow	0.3	0.1	(0.1)	11.8
Beg. cash & cash eq	3.0	2.5	3.4	3.0
Chg in cash & cash eq	(0.5)	0.9	(0.4)	(1.1)
Closing cash & cash eq	2.5	3.4	3.0	1.9

Source: Company, Religare Research

### Balance sheet

(Rs bn)	FY06	FY07	FY08E	FY09E
Cash and cash eq	2.5	3.4	3.0	1.9
Accounts receivable	1.3	3.3	3.5	4.3
Inventories	1.0	2.1	2.1	2.6
Others current assets	0.9	2.1	1.4	1.7
Current assets	5.7	10.9	10.0	10.5
LT investments	1.6	2.8	2.8	2.8
Net fixed assets	17.4	16.4	29.8	47.9
CWIP	1.2	4.8	0.0	0.0
Total assets	25.9	34.9	42.6	61.2
Payables	1.4	3.1	4.0	5.0
Others	0.4	2.8	5.1	5.8
Current liabilities	1.7	5.9	9.0	10.8
LT debt	12.6	13.8	17.9	31.5
Other liabilities	0.9	2.5	0.0	0.0
Equity capital	7.5	7.5	7.5	7.5
Reserves	3.2	5.3	8.2	11.4
Net Worth	10.7	12.8	15.7	18.9
Total liabilities	25.9	34.9	42.6	61.2
BVPS (Rs)	14.3	17.0	20.9	25.2

Source: Company, Religare Research

### Financial ratios

	FY06	FY07	FY08E	FY09E
EBITDA margin (%)	12.7	11.8	14.0	14.0
EBIT margin (%)	10.6	10.6	12.1	11.5
Net profit margin (%)	5.1	5.7	6.6	5.8
FDEPS growth (%)	585.3	60.7	47.2	7.9
Receivables (days)	12.2	22.0	18.1	18.1
Inventory (days)	9.9	13.9	11.2	11.2
Payables (days)	13.0	20.7	20.7	21.1
Current ratio (x)	3.3	1.9	1.1	1.0
Interest coverage (x)	3.6	5.4	5.7	4.2
Debt/equity ratio (x)	1.2	1.1	1.1	1.7
ROE (%)	19.7	26.7	32.4	28.8
ROCE (%)	11.9	15.4	18.6	15.5
ROAE (%)	7.6	10.3	11.9	9.6
EV/Sales (x)	0.7	0.5	0.4	0.3
EV/EBITDA (x)	5.3	4.0	2.7	2.2
P/E (x)	25.4	15.8	10.7	10.0
P/BV (x)	4.6	3.9	3.2	2.6
P/CEPS (x)	13.4	8.6	8.3	6.9

Source: Company, Religare Research

# Great Offshore

CMP: Rs 868

Target: Rs 1,045

BUY

## Piyush Parag

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BSE code	532786
NSE code	GTOFFSHORE

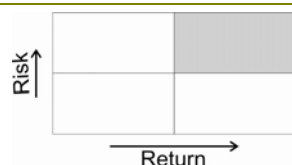
## Company data

Particulars	
Market cap (Rs bn / US\$ mn)	33.1/813
Outstanding equity shares (mn)	38.1
52-week high/low (Rs)	905/502
6-month average daily volume	375,921

## Financial snapshot

Particulars	FY07	FY08E	FY09E
Sales (Rs mn)	5,368.4	6,831.7	8,220.4
Growth (%)	54.8	27.3	20.3
Adj net profit (Rs mn)	1,414.2	2,253.2	2,404.0
Growth (%)	54.1	59.3	6.7
FDEPS (Rs)	37.1	59.1	60.7
Growth (%)	54.1	59.3	2.7
P/E (x)	23.4	14.7	14.3
RoE (%)	25.2	32.7	25.5

## Risk-return profile



## Shareholding pattern

(%)	Jun-07	Mar-07
Promoters	26.1	28.1
FIs	8.5	5.0
Banks & FIs	20.5	19.2
Public & Others	44.9	47.7

## Stock performance

Returns (%)	CMP	1-mth	3-mth	6-mth
Great Offshore	868	9.3	8.5	70.2
Sensex	15,543	4.5	10.0	20.5

Company website	www.greatoffshore.com
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## Acquisition on the cards

In order to tap into the buoyant demand for offshore services, Great Offshore is on the lookout for an acquisition. The company is raising Rs 1.5bn for this purpose through the issue of optionally convertible redeemable preference shares. However, the management has not yet finalised any such acquisition. The acquisition of a company or vessel could be a key upside to our projected earnings estimates, depending upon the nature and size of the deal. We maintain our target price and Buy recommendation on the stock.

## Issue of preference shares

Great Offshore has raised Rs 1.5bn via the allotment of 1.5mn optionally convertible redeemable preference shares at a price of Rs 1,000 each fully paid up. The shares carry a dividend rate of 10% p.a and are convertible after 18 months. The management has indicated that the funds raised will be deployed for an acquisition, though the deal has not yet been finalised.

## Impact on balance sheet

Particulars	(Rs mn)
No. of preference shares issued (mn)	1.5
Preference share capital (FY08)	1,500.0
Addition to FY09 Equity capital (post-conversion)	15.0
Addition to FY09 Reserves (post-conversion)	1,500.0
Equity capital (FY09)	396.2
Preference share capital (FY09)	0.0
Reserves and surplus (FY09)	10,926.5

Source: Company, Religare research

## Organic growth story remains intact

The company's order book consists of a jack-up rig to be delivered in November–December 2008 and one multi-supply vessel to be delivered in April–May 2009. The total committed capital expenditure towards these purchases is ~US\$ 225mn till FY09, to be financed through internal accruals (20%) and debt (80%). Great Offshore's peak debt-equity ratio is currently at 1.3x. With the committed capex, this is likely to increase to 1.6x in FY09. Interest coverage ratio is, however, likely to be maintained at the same levels of about 4-5x. Even in terms of cash flows, debt servicing is of no concern due to higher depreciation and lower taxation.

## Acquisition could be positive

Even with the committed capex plans, Great Offshore is an under-leveraged company which implies that it has potential to grow faster in a favourable industry environment. The company management is dynamic and open to growing inorganically. We believe the offshore services sector will remain buoyant in the medium term, giving Great Offshore an ideal opportunity to expand and grow. Acquisition of any company or vessel could be a key upside to our projected earnings estimates, depending upon the nature and size of the deal.

## Financial outlook

### Growth trajectory remains strong; Maintain Buy

#### Earnings estimates and target price maintained

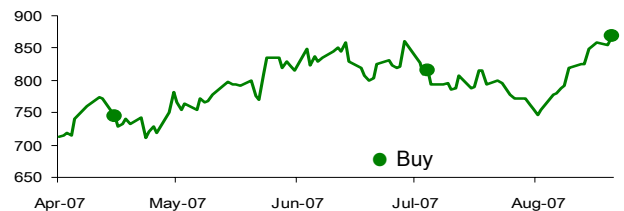
We maintain our estimates and will revisit the same once the company announces any acquisition. However, our EPS estimates for FY08 and FY09 have changed to Rs 59 and Rs 61 respectively as a consequence of the conversion of the preference shares in FY09. We expect Great Offshore's net income to clock a robust 30% CAGR till FY09 from Rs 1.4bn in FY07 to Rs 2.4bn in FY09 backed by a 12-percentage-point improvement in EBIDTA margin and a healthy 24% revenue growth. We maintain our Buy recommendation and target price of Rs 1,045, signifying a 20% appreciation from the current market price.

#### Recommendation history

Date	Event	Reco price	Tgt price	Reco
07-May-07	Initiating Coverage	753	1,045	Buy
26-Jul-07	Results Update	807	1,045	Buy
12-Sep-07	Company Update	868	1,045	Buy

Source: Religare Research

#### Stock performance



Source: Religare Research

## Financials

### Profit and Loss statement

(Rs mn)	FY06	FY07	FY08E	FY09E
Revenues	3,468.5	5,368.4	6,831.7	8,220.4
Growth (%)	-	54.8	27.3	20.3
EBITDA	1,531.5	2,606.0	4,061.4	5,033.6
Growth (%)	-	70.2	55.8	23.9
Depreciation	421.8	696.7	843.5	1,238.3
EBIT	1,109.7	1,909.3	3,217.9	3,795.3
Growth (%)	-	72.1	68.5	17.9
Interest	164.3	359.6	778.8	960.3
Other income	28.9	78.1	16.0	16.5
EBT	974.3	1,627.8	2,455.2	2,851.6
Growth (%)	-	67.1	50.8	16.1
Tax	56.3	213.6	202.0	447.5
Effective tax rate	5.8	13.1	8.2	15.7
Adj net income	918.0	1,414.2	2,253.2	2,404.0
Growth (%)	-	54.1	59.3	6.7
Shares outstanding (mn)	38.1	38.1	38.1	39.6
FDEPS (Rs)	24.1	37.1	59.1	60.7
DPS (Rs)	13.6	14.0	14.3	14.5
CEPS (Rs)	35.1	55.4	81.2	91.9

Source: Company, Religare Research

### Cash flow statement

(Rs mn)	FY06	FY07	FY08E	FY09E
Net income	949.9	1,414.2	2,253.2	2,404.0
Depreciation	421.8	696.7	843.5	1,238.3
Other adjustments	214.7	359.6	778.8	960.3
Changes in WC	14.0	4.6	(430.2)	(238.0)
Operating cash flow	1,600.4	2,475.1	3,445.3	4,364.6
Capital expenditure	(2,173.8)	(6,390.0)	(1,350.0)	(7,200.0)
Investments	0.0	0.0	0.0	0.0
Other investing inc/(exp)	0.0	0.0	0.0	0.0
Investing cash flow	(2,173.8)	(6,390.0)	(1,350.0)	(7,200.0)
Free cash flow	(573.4)	(3,914.9)	2,095.3	(2,835.4)
Issue of equity	0.5	0.0	1,500.0	15.0
Issue/repay debt	1,416.6	5,112.0	1,080.0	5,760.0
Dividends paid	(221.9)	(533.7)	(543.2)	(574.5)
Others	(164.2)	(359.6)	(778.8)	(960.3)
Financing cash flow	1,031.0	4,218.7	1,258.0	4,240.2
Beg. cash & cash eq	530.4	988.0	1,291.8	4,645.2
Chg in cash & cash eq	457.6	303.8	3,353.3	1,404.9
Closing cash & cash eq	988.0	1,291.8	4,645.2	6,050.0

Source: Company, Religare Research

### Balance sheet

(Rs mn)	FY06	FY07	FY08E	FY09E
Cash and cash eq	988.0	1,291.8	4,645.2	6,050.0
Accounts receivable	838.7	1,312.8	1,633.2	1,920.2
Inventories	67.3	130.4	145.9	185.3
Others current assets	229.5	351.3	447.1	538.0
Current assets	2,123.5	3,086.4	6,871.4	8,693.5
LT investments	12.8	12.8	12.8	12.8
Net fixed assets	5,973.4	11,666.7	12,173.2	18,134.9
CWIP	1,829.2	1,829.2	1,829.2	1,829.2
Total assets	9,938.9	16,595.1	20,886.6	28,670.4
Payables	987.1	1,614.2	1,542.9	1,687.5
Others	45.8	84.9	157.7	192.3
Current liabilities	1,032.9	1,699.0	1,700.6	1,879.9
LT debt	3,731.6	8,843.6	9,923.6	15,683.6
Other liabilities	11.8	9.3	9.3	9.3
Equity capital	381.2	381.2	381.2	396.2
Reserves	4,781.4	5,661.9	7,371.9	10,701.5
Net Worth	5,162.6	6,043.1	7,753.1	11,097.7
Total liabilities	9,938.9	16,595.1	19,386.6	28,670.4
BVPS (Rs)	135.4	158.5	203.4	280.1

Source: Company, Religare Research

### Financial ratios

	FY06	FY07	FY08E	FY09E
EBITDA margin (%)	44.2	48.5	59.4	61.2
EBIT margin (%)	32.0	35.6	47.1	46.2
Net profit margin (%)	26.5	26.3	33.0	29.2
FDEPS growth (%)	-	54.1	59.3	2.7
Receivables (days)	-	72.1	77.6	77.8
Inventory (days)	-	6.6	7.3	7.3
Payables (days)	-	169.5	205.1	182.5
Current ratio (x)	2.1	1.8	4.0	4.6
Interest coverage (x)	6.8	5.3	4.1	4.0
Debt/equity ratio (x)	0.7	1.5	1.3	1.4
ROE (%)	-	25.2	32.7	25.5
ROCE (%)	-	34.1	46.6	40.3
ROAE (%)	-	14.4	17.2	15.3
EV/Sales (x)	10.3	7.6	5.6	5.4
EV/EBITDA (x)	23.4	15.6	9.4	8.7
P/E (x)	36.0	23.4	14.7	14.3
P/BV (x)	6.4	5.5	4.3	3.1
P/CEPS (x)	24.7	15.7	10.7	9.4

Source: Company, Religare Research

## Recommendation tracker

Date	Company	Report type	Stock price (Rs)	Target (Rs)	Reco
31-Jul-07	Balaji Telefilms	Results Update	250	317	BUY
01-Aug-07	Nava Bharat Ventures	Results Update	198	302	BUY
01-Aug-07	K S Oils	Results Update	55	68	BUY
01-Aug-07	Bank of Baroda	Results Update	300	343	BUY
01-Aug-07	Dishman Pharmaceuticals and Chemicals	Results Update	315	357	HOLD
01-Aug-07	Cadila	Results Update	351	416	BUY
01-Aug-07	Divi's Laboratories	Results Update	6,692	6,330	HOLD
02-Aug-07	Maruti Udyog	Results Update	821	945	BUY
02-Aug-07	Sangam (India)	Results Update	56	95	BUY
02-Aug-07	KPR Mills	IPO Note	225-265	NA	AVOID
02-Aug-07	Riddhi Siddhi Gluco Biols	Results Update	265	365	BUY
06-Aug-07	Mahindra and Mahindra	Results Update	678	990	BUY
06-Aug-07	Cinemax	Results Update	142	189	BUY
06-Aug-07	Parsvnath Developers	Initiating Coverage	326	512	BUY
08-Aug-07	Wipro Technologies	Company Update	459	595	HOLD
09-Aug-07	Punjab National Bank	Analyst Meet Note	521	610	BUY
13-Aug-07	Bajaj Auto	Company Update	2,319	2,748	BUY
13-Aug-07	IVRCL Infrastructures & Projects	Initiating Coverage	381	488	BUY
13-Aug-07	Inox Leisure	Results Update	121	120	SELL
14-Aug-07	Madhucon Projects	Company Update	247	332	BUY
16-Aug-07	Riddhi Siddhi Gluco Biols	Company Update	270	365	BUY
17-Aug-07	Jindal Drilling and Industries	Initiating Coverage	754	1,056	BUY
20-Aug-07	Motilal Oswal Financial Services	IPO Note	725 – 825	NA	SUBSCRIBE
20-Aug-07	Time Technoplast	Initiating Coverage	525	736	BUY
22-Aug-07	Sujana Towers	Company Update	122	157	BUY
22-Aug-07	Prism Cement	Initiating Coverage	51	81	BUY
24-Aug-07	PVR Cinemas	Company Update	179	277	BUY
27-Aug-07	Cipla	Company Update	171	191	HOLD
27-Aug-07	IT People	FPO Note	40	30-32	NA
28-Aug-07	Ashok Leyland	Company Update	35	48	BUY
29-Aug-07	Parsvnath Developers	Company Update	287	512	BUY
30-Aug-07	Jagran Prakashan	Initiating Coverage	551	662	BUY
30-Aug-07	Deccan Chronicle	Initiating Coverage	228	273	BUY
30-Aug-07	HT Media	Initiating Coverage	211	232	NEUTRAL
03-Sep-07	Central Bank of India	Company Update	125	144	HOLD
04-Sep-07	Maruti Udyog	Company Update	881	945	BUY
05-Sep-07	Parsvnath Developers	Company Update	316	512	BUY
05-Sep-07	MindTree Consulting	Initiating Coverage	589	556	SELL
05-Sep-07	Shri Lakshmi Cotsyn	Initiating Coverage	104	210	BUY
06-Sep-07	Power Grid Corporation of India	IPO Note	44 – 52	NA	SUBSCRIBE
07-Sep-07	Balaji Telefilms	Company Update	255	341	BUY
10-Sep-07	Greenply Industries	Company Update	230	288	BUY
10-Sep-07	HDIL	Initiating Coverage	533	694	BUY
11-Sep-07	Cadila Healthcare	Company Update	320	416	BUY
12-Sep-07	Petronet LNG	Company Update	67	73	BUY
12-Sep-07	Great Offshore	Company Update	868	1,045	BUY



## Market trends

### BSE sectoral indices

	% Chg				Constituent performance
	11-Sept	1-day	1-mth	3-mth	
Automobiles	4,867	(0.7)	2.8	4.8	
Banks	8,038	(0.8)	3.4	7.8	
Capital Goods	13,714	0.4	7.4	26.3	
Comm. & Tech.	3,554	(1.4)	(2.9)	(4.1)	
Consumer Durables	4,558	0.2	11.5	18.6	
FMCG	2,098	0.6	10.2	17.2	
Healthcare	3,704	(0.5)	2.9	(1.0)	
IT	4,471	(2.2)	(6.4)	(10.1)	
Metal	11,772	1.4	8.4	13.6	
Oil & Gas	8,261	0.0	6.5	10.3	
Mid-caps	6,876	(0.1)	5.7	13.0	
Small-caps	8,529	0.2	7.9	18.0	

Number of companies: down 5% down 2-5% down 0-2% up 0-2% up 2-5% up 5%

### Emerging markets

Country	% Chg				
	11-Sept	1-day	1-mth	3-mth	6-mth
Brazil	53,921	2.4	2.4	4.1	21.9
Shanghai	5,165	1.0	8.8	26.8	74.8
Hong Kong	24,204	1.1	11.1	17.3	24.5
India	15,543	(0.3)	4.5	10.0	20.5
South Korea	1,832	(0.9)	0.2	5.9	27.1
Taiwan	9,035	0.4	1.2	7.9	18.4

### FII statistics

(US\$ mn)	1-day	WTD	MTD	YTD
India	(15.4)	(15.4)	666.6	9,040.6
South Korea	(241.9)	(456.7)	(571.8)	(14,588.9)
Taiwan	(120.6)	(512.6)	20.6	1,992.8
Thailand	85.8	32.4	33.9	3,001.4

## Events calendar

### Board meetings

September 12		13		14	
	Asian Oilfie - General Gulshan Poly – General Supreme Yarns – Dividend, & AGM		Adlabs Films – Divident, Results		Orissa Sponge – Results TVS Srichakra – Dividend, AGM
15		16		17	
	-		-		Suraj Stainless - Bonus Shares
18		19		20	
	-		-		Petron Eng Cons – Results

## Trade data

### Institutional bulk deals

Scrip	Client	Buy/Sell	Quantity	Avg Price (Rs)
Deccan Chr	ABN Amro Bank Nv London Branch	B	1,500,000	242.6
Deccan Chr	Fidelity Investmenst Management	S	1,886,500	242.5
Dhanlak Bank	Somerset Emerging Opportunities Fund	B	1,100,000	77.2
GIC Housi Finance	Macquarie Bank	S	2,015,136	49.0
GIC Housing Finance	Macquarie Bank	S	2,090,664	49.0
GTC Industries	Merrill Lynch Capital Markets Espana SASv	B	89,500	281.4
HBL Power Systems	Blackstone Asia Advisors Llc	S	200,000	320.0
HTMT Global	Morgan Stanley And Co Intl Plc Ac Morgan Stanley	B	106,000	396.1
HTMT Global Solutions	Morgan Stanley Dean Witter Mauritius Co	B	117,012	396.1
Kashyap Tec	Mavi Investment Fund Account Gdr	S	901,550	6.1
Mascon Globa	UBS Securities Asia	B	1,500,000	16.2
Motilal Oswal Financial S	Franklin Templeton Mf A/C Franklin India Growth Co	B	150,000	972.6
Motilal Oswal Financial S	Goldman Sachs Investments Mauritius	B	245,000	976.2
Oriental Bank	CLSA Mauritius	S	1,272,612	231.2
Simplx Infra	BSMA	S	47,000	362.9
Sujanatower	Morgan Stanley And Co Intl Plc Ac Morgan Stanley	S	340,477	149.0
Time Technoplast	Sundaram Mutual Fund A/C Sundaram Growth Fund	B	130,000	695.5
Vijaya Bank	Credit Suisse Singapore	B	13,722,57	58.5
Vijaya Bank	Merrill Lynch Capital Market Espana S A Svb	S	7,165,572	58.5
Vijaya Bank	HSBC Financial Services Middle East	S	2,620,000	58.5

Source: BSE

### Insider trading

Scrip	Acquirer/Seller	Buy/Sell	Shares transacted		Post-transaction holding	
			Qty	%		
Andhra Cement	ICICI Bank	S	6,210,997	5.3	407,153	0.4
Ankur Drugs & Pharma	Kampani Finance	B	963,000	7.6	963,000	7.6
Ankur Drugs & Pharma	Blrp Mauritius Holdings II	B	542,000	4.3	542,000	4.3
Ankur Drugs & Pharma	Bromlp Mauritius Holdings II	B	358,000	2.8	358,000	2.8
Aptech	Pramod Khera	S	10,000	-	221,115	0.5
Bhoruka Aluminium	IFCI	S	99,050	2.2	150,000	-
Bright Brothers	Patton International	B	11,000	0.2	538,285	9.0
CESC	Smallcap World Fund Inc	S	755,000	0.9	4,110,000	5.0
Cheslind Textile	RSWM	B	15,348,477	66.5	15,348,477	66.5
Dolat Investments	Gigantic Investments	S	135,340	0.2	946,843	1.1
Educomp Solutions	Shantanu Prakash	S	20,000	0.1	9,165,541	53.2
Educomp Solutions	Sangeeta Gulati	S	7,000	0.0	450	-
Elder Pharmaceuticals	Indarts Exports	B	5,000	0.0	2,228,377	11.9
Galaxy Entertainment Corporation	Pantaloon Retail (India)	B	2,937,935	18.8	4,937,935	31.6
Godrej Commodities	Godrej & Boyce Manufacturing Co	S	444,801	2.1	15,152,018	70.1
Housing Development Finance Corp	D N Ghosh	S	1,000	-	30,167	0.0
Indiabulls Financial Services	Merrill Lynch Capital Mkts Espana Sa Sv	B	418,000	0.2	11,282,482	5.1
Kamdhenu Ispat	Kotak Mutual Fund	S	100,132	0.5	-	3.9
Linc Pen & Plastics	Surajmal Jalan	B	20,000	0.3	1,060,183	-
Linc Pen & Plastics	Prakash Jalan	S	20,000	0.3	240,000	-
Media Video	Risbro Technical Equipments	B	1,756,000	4.0	4,600,000	11.2
Noida Toll Bridge Company	Pradeep Puri	B	16,000	-	400,000	0.2
Prime Securities	Judith Investments	B	25,000	-	327,500	1.3
R Systems International	Intel Capital Corporation	S	275,909	2.0	825,641	6.1

Schrader Duncan	Sainath Herbal Care Marketing	S	1,957	-	196,066	-
Schrader Duncan	Sainath Herbal Care Marketing	B	16,341	-	212,407	5.8
Thermax	Prakash M Kulkarni	S	13,691	-	76,944	0.1
Venus Remedies	Bear Stearns & Co Inc A/C Bsma	S	31,621	0.4	318,502	3.8

Source: BSE

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### Recommendation parameters

			Returns	Absolute
Large-caps*	> 10%	< -5%		
	BUY	SELL		
Mid-caps**	> 25%	< 10%		

\*Market cap over US\$ 1bn \*\*Market cap less than US\$ 1bn

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