



MARKETS THIS WEEK

The key benchmark indices hit a 15-1/2 month high following improved investor sentiments on higher advance tax payments by companies for the September 2009 quarter. The 50-unit Nifty tested the iconic 5,000 mark on Thursday, 17 September 2009, but retreated to close some points below that level

According to numbers reported by newspapers, advance tax payments improved by as much as six times for some firms compared with the previous quarter. The robust advance tax payouts indicate that the economic recovery is underway.

Investor sentiment was also boosted as fears of interest rate hike receded after the Reserve Bank of India governor said the central bank will not unwind its accommodative monetary policy until the economy is back on high-growth track. Rising inflationary pressures due to a surge in food prices had stoked worries that the central bank may raise rates as early as next month at a quarterly policy review.

Data released by the government on Thursday, 17 September 2009, showed the headline inflation entered the positive territory after a gap of 13 weeks. Inflation based on the wholesale price index rose 0.12% in the year through 5 September 2009 compared to previous week's annual decline of 0.12%. A surge in food price index was responsible for the rise in the headline inflation.

The cabinet on Thursday extended limits on stocks that can be held by traders of sugar, vegetable oils, lentils and rice until September 2010. The move is aimed at keeping a lid on prices of those commodities.

The BSE 30-share Sensex rose 477 points or 2.93% to 16,741.30 in the week ended Friday, 18 September 2009. The S&P CNX Nifty rose 146.5 points or 3.03% to 4,976.05 in the week.

The BSE Mid-Cap index rose 249.62 points or 4.22% to 6,171.23. The BSE Small-Cap index 272.37 points or 3.84% to 7,373.64. Both the indices outperformed the Sensex.

Trading for the week began on a subdued note. The key benchmark indices snapped preceding six days' gains on Monday, 14 September 2009, as world stocks fell on the eve of the first anniversary of the collapse of US investment bank Lehman Brothers. The BSE 30-share Sensex fell 50.11 points or 0.31% to 16,214.19. The S&P CNX Nifty fell 20.95 points or 0.43% to 4808.60.

The key benchmark indices resumed their upward march on 15 September 2009, after taking a breather on Monday, 14 September 2009, on reports of higher advance tax payment by some top Indian firms. A survey showing an improvement



in business confidence in India also boosted sentiments. The BSE 30-share Sensex rose 240.26 points or 1.48% to 16,454.45. The S&P CNX Nifty was up 83.90 points or 1.74% to 4892.10.

The key benchmark indices surged to their highest level in nearly 16-months on 16 September 2009, tracking firm global stocks. Metal, banking, auto and cement stocks led the rally. The BSE 30-share Sensex rose 222.59 points or 1.35% to 16,677.04. The S&P CNX Nifty rose 66.30 points or 1.36% to 4958.40.

The key benchmark indices scored small gains in choppy trade on 17 September 2009, extending recent strong gains, on firm global cues. IT and auto stocks rose even as realty stocks fell. The BSE 30-share Sensex rose 34.07 points or 0.2% to 16,711.11. The S&P CNX Nifty rose 7.15 points or 0.14% to 4965.55.

The key benchmark indices registered small gains again on Friday, 18 September 2009, as a recovery in European markets triggered an intraday rebound on the domestic bourses. The BSE 30-share Sensex rose 30.19 points or 0.18% to 16,741.30. The S&P CNX Nifty rose 10.50 points or 0.21% to 4976.05.

Index heavyweight Reliance Industries (RIL) fell 1.97% after the company sold a large number of treasury shares held by a trust for about Rs 3,188 crore. The Petroleum Trust, which owns the treasury stocks that were created seven years ago because of the merger of Reliance Petroleum with RIL, on Thursday, 17 September 2009, sold 1.5 crore equity shares of RIL through block deals on the bourses at Rs 2125 per share. The financial impact of the transaction will be reflected in the consolidated statements, RIL said.

RIL did not say for what it would use the funds for. However, reports suggested that the company may buy an unspecified petroleum asset overseas where energy assets have fallen in value since the collapse of oil price last year.

RIL has fixed 29 September 2009 as the record date for shareholders of Reliance Petroleum (RPL) to receive equity shares of RIL under a merger scheme.

Reliance Infrastructure rose 6.42% on reports the order book of the company is likely to cross \$7 billion-mark over the medium term, as investment in the infrastructure sector emerges key to the sustenance of GDP growth in the country.

India's largest private sector bank by net profit ICICI Bank rose 0.92%. The bank has reportedly finalised sale of Point Of Sale (PoS) terminals to First Data Corporation for \$ 80 million. Meanwhile, ICICI Bank has reportedly paid lower tax of Rs 501 crore in in the second installment against Rs 575 crore paid last year.

India's largest bank by net profit and branch network State Bank of India spurted 11.65% on optimism about Q2 September 2009 results. Chairman O.P. Bhatt, on 8 September 2009, had said the bank's earnings are likely to grow 30-35% in Q2 September 2009 over Q2 September 2008. State Bank of India has reportedly paid



Rs 1838 crore in advance tax in the second installment as against Rs 1500 crore paid last year.

Axis Bank rose 1.23% on reports the private sector bank has raised \$720 million through a qualified institutional placement (QIP) cum global depository receipt (GDR). The bank has priced its QIP cum GDR issue at Rs 906.70 per share. The issue is likely to result in an equity dilution of about 10.5%.

The government has provided a thrust to the infrastructure sector in the Union Budget 2009-2010 which may keep cement demand strong. The government has set a target of spending \$20 billion a year on road construction.

| <i>Economic Data</i> | | | | <i>Market Breadth</i> | | | |
|--|-------------------------------|----------------|---------------------|-----------------------|---------------------|------------------|----------------|
| <i>Inflation</i> | <i>Whole Sale Price Index</i> | | | <i>Advances</i> | <i>Declines</i> | <i>Unchanged</i> | |
| <i>Week End</i> | | | | BSE | 1443 | 1334 | 81 |
| 5-Sep-09 | 29-Aug-09 | 5-Sep-09 | 29-Aug-09 | NSE | 667 | 594 | 37 |
| 0.12% | -0.12% | 242.00 | 241.10 | | | | |
| Corporate Announcements | | | | | | | |
| Bonus/Rights/Stock Split/Dividend | | | | | | | |
| Bonus | | | | | | | |
| Company Name | Ratio | Ex-Date | Company Name | Ratio | Ex-Date | Ex-Date | |
| No Upcoming Bonus | | | No Upcoming Bonus | | | | |
| Rights | | | | | | | |
| Company Name | Ratio | Ex-Date | Company Name | Ratio | Ex-Date | Ex-Date | |
| No Upcoming Rights | | | No Upcoming Rights | | | | |
| Board Meeting | | | | | | | |
| Company Name | Date | Purpose | Company Name | Date | Purpose | Purpose | |
| Bhansali Engg | 19-Sep-09 | General | Priyadarshini | 23-Sep-09 | To approve text ads | | |
| Guj NRE Coke | 19-Sep-09 | Bonus Issues | Telesys Soft | 24-Sep-09 | Others | | |
| Ballapur Ind | 21-Sep-09 | Dividend | SJ Corporation | 26-Sep-09 | issue of bonus | | |
| Stock Splits | | | | | | | |
| Company Name | Old FV | New FV | Ex-Date | Company Name | Old FV | New FV | Ex-Date |
| Arotech | 2 | 10 | 25-Sep-09 | | | | |
| Sks | 2 | 10 | 25-Sep-09 | | | | |



dividends

| Company Name | Purpose | %percent | Ex-Date | Company Name | Purpose | %percent | Ex-Date |
|-----------------|---------|----------|------------|-----------------|---------|----------|------------|
| Assam Company | Final | 15 | 22-09-2009 | Ankur Drugs | Final | 22.5 | 23-09-2009 |
| Brescon Finance | Final | 25 | 22-09-2009 | Mount Shivalik | Final | 10 | 23-09-2009 |
| Bartronics | Final | 10 | 22-09-2009 | Ortin Labs | Final | 8 | 23-09-2009 |
| Bhagyanagar Ind | Final | 20 | 22-09-2009 | PBA Infra | Final | 20 | 23-09-2009 |
| Competent Auto | Final | 10 | 22-09-2009 | Pioneer Distill | Final | 20 | 23-09-2009 |
| Bheema Cem | Final | 12 | 22-09-2009 | Panama Petro | Final | 40 | 23-09-2009 |
| Cranes Software | Final | 10 | 22-09-2009 | Rajesh Exports | Final | 60 | 23-09-2009 |
| Eldeco Housing | Final | 10 | 22-09-2009 | Sri Adhikari | Final | 6 | 23-09-2009 |
| FIEM Ind | Final | 25 | 22-09-2009 | Savera Hotels | Final | 10 | 23-09-2009 |
| GEI Industrial | Final | 10 | 22-09-2009 | SMS Pharma | Final | 20 | 23-09-2009 |
| Genesys Int | Final | 20 | 22-09-2009 | Alchemist | Final | 20 | 23-09-2009 |
| Garware Offshor | Final | 4 | 22-09-2009 | Tulip Telecom | Final | 40 | 23-09-2009 |
| Indiabulls | Final | 100 | 22-09-2009 | Tanla Solutions | Final | 50 | 23-09-2009 |
| IKF Finance | Final | 10 | 22-09-2009 | Vishal Info | Final | 12.5 | 23-09-2009 |
| Indiabulls Sec | Final | 100 | 22-09-2009 | Hipolin | Final | 10 | 24-09-2009 |
| Karuturi Global | Final | 10 | 22-09-2009 | Inani Marbles | Final | 10 | 24-09-2009 |
| Kamadgiri Synth | Final | 10 | 22-09-2009 | Jupiter Bio | Final | 20 | 24-09-2009 |
| Mastek | Final | 150 | 22-09-2009 | Kwality Dairy | Final | 10 | 24-09-2009 |
| United Spirits | Final | 20 | 22-09-2009 | KS Oils | Final | 18 | 24-09-2009 |
| Monnet Ispat | Final | 50 | 22-09-2009 | Logix Micro | Final | 12.5 | 24-09-2009 |
| Neo Sack | Final | 5 | 22-09-2009 | Manjeera Const | Final | 12 | 24-09-2009 |
| Sahyadri Ind | Final | 20 | 22-09-2009 | Mudra Lifestyle | Final | 6 | 24-09-2009 |
| Ajmera Realty | Final | 11 | 22-09-2009 | Madhucon Projec | Final | 40 | 24-09-2009 |
| Spanco | Final | 5 | 22-09-2009 | Mold Tek Tech | Final | 20 | 24-09-2009 |
| Technocraft Ind | Final | 5 | 22-09-2009 | Polyplex Corp | Final | 70 | 24-09-2009 |
| Vamshi Rubber | Final | 5 | 22-09-2009 | Ranklin Solutio | Final | 5 | 24-09-2009 |
| Weizmann | Final | 5 | 22-09-2009 | Shilpa | Final | 25 | 24-09-2009 |
| Alka Secur | Final | 5 | 23-09-2009 | Shivalik Bimeta | Final | 12.5 | 24-09-2009 |
| Akar Tools | Final | 10 | 23-09-2009 | Syncom Formula | Final | 5 | 24-09-2009 |
| Geodesic | Final | 40 | 23-09-2009 | Vama Ind | Final | 2 | 24-09-2009 |
| Panoramic Uni | Final | 50 | 23-09-2009 | Sacheta Met | Final | 2.5 | 24-09-2009 |
| Lancor Holdings | Final | 50 | 23-09-2009 | subhash proj | Final | 60 | 24-09-2009 |
| DandH Welding | Final | 10 | 23-09-2009 | Trinethra infra | Final | 5 | 24-09-2009 |
| Jagson Pharma | Final | 5 | 23-09-2009 | Ecoboard Inds | Final | 10 | 24-09-2009 |
| Brahmaputra | Final | 5 | 23-09-2009 | Gee | Final | 15 | 24-09-2009 |

IPO UPDATES

| Company Name | Issue Size | FACE VALUE | Opens | Close | Offer Price | Lot Size |
|-------------------------------|------------|------------|--------|--------|-------------|----------|
| Euro Multi Vision Ltd | 8800000 | 10 | 22-Sep | 24-Sep | 70-75 | 90 |
| ThinkSoft Global Services Ltd | 3646000 | 10 | 22-Sep | 24-Sep | 120-130 | 50 |



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