



Market Outlook

7th Oct '2010

Technical View of the Market



Indian market had a gap-up opening thereafter face selling pressure and after a dip in second half session managed to close in green. METALS, OILGAS, and AUTO appeared strong while FMCG and PHARMA stood weak. SENSEX closed at 20543, up 135 points and Nifty at 6186, up 40 points from the previous close. CNX MIDCAP index was up 1.3% and BSE SMALLCAP index was up 0.8%. The market breadth was positive with advances at 822 against declines of 453 on the NSE. Top gainers included JAIPRA, STER, HINDALCO, RIL, JINDALSTEL, IDFC, and CAIRN. Top losers are listed as M&M, HUL, SBIN, RCOM, BPCL, SUNPHARMA, and RPOWER. **FII**s continued with their previous trend to pore fresh investment into Indian capital market to the tune of Rs.1842.44cr(provisional cash market figure)

	LTP	S3	S2	S1	R1	R2	R3
NIFTY	6186	6070	6134	6159	6222	6262	6300
SENSEX	20543	20000	20200	20400	20630	20780	21000

Next Day Trading Session:

Nifty is trading in the range 6130-6230. Breaching of this range either side may decide the trend. Traders are suggested to buy at declines as long as NIFTY is holding 6130. OIL-GAS. AUTO, MIDCAP BANKS may attract more buying while FMCG, it AND PHARMA may appear weak.

Trading Strategy:-

S.N	TRADE	SCRIP SYMBOL	ENTER	STOP LOSS	TARGET
1	SELL	CNXIT FUT	BELOW 6740	6780	6700-6666
2	SELL	NIFTY FUT	BELOW 6165	6295	6135-6105
3	BUY	JINDALSTEL FUT	ABOVE 760	750	770-780
4	BUY	RELIANCE FUT	AROUND 1040-42	1027	1058-1070
5	BUY	TATACHEM FUT	ABOVE 420.50	413.90	427-433
6	BUY	IBREALEST FUT	ABOVE 201	197	205-210
7	BUY	HDIL	ABOVE 286	281	291-298
8	BUY	ORIENTBANK	ABOVE 511	502	520-530

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

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

FOLLOW UPS FOR 6TH OCT 2010 CALLS

S.N	TRADE	SCRIP SYMBOL	ENTER	STOP LOSS	TARGET	RESULT
1	BUY	BANKNIFTY FUT	ABOVE 12750	12700	12800-12860	NOT EXECUTED
2	SELL	NIFTY FUT	BELOW 6165	6295	6135-6105	NOT EXECUTED
3	BUY	EDUCOMP FUT	ABOVE 634	622	646-656	1 ST TARGET ALMOST HIT
4	BUY	ABB FUTURE	ABOVE 933	922	944-955	BOTH TARGET ACHIEVED HIGH 1214
5	BUY	RCOM FUT	ABOVE 181	177.90	184.50-188	SL TRIGGERED
6	BUY	ABAN	ABOVE 900	888	912-932	1 ST TARGET HIT
7	BUY	HDIL	ABOVE 280	275	285-295	1 ST TARGET HIT
8	BUY	CANBK	ABOVE 630	620	640-650	BOTH TARGET HIT

EXPECTED BEARISH STOCKS

SOBHA	EDUCOMP	ABAN
AREVAT&D	MARUTI	CANBK
BANKINDIA	UNIONBANK	IOB
RCF	NFL	STCI
HAVELLS	RELINFRA	ABB
FEDRALBANK	INDIANB	SYNDICATEBANK

EXPECTED BEARISH STOCKS

ADANIENT	MCDOWEL-N	NMDC
RANBAXY	SUNPHARMA	ZEEL
NAGARCONST	JINDALSWH	IRB
TV-18	HPCL	APPOLOTYRE
COLPAL	BPCL	SIEMENS

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.

TRIL	Kajaria Ceramics Ltd	Sutlej Textiles Ltd	Orient Ceramics Ltd
First Leasing Ltd	Shivam Autotech Ltd	UTV Software Communications Ltd	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	Munjhal Showa
Jindal Saw Ltd			

Find the detailed report through:-

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

- ✓ DIC India Ltd has achieved its target of Rs. 340
- ✓ GEI Industrial Systems Ltd has achieved its target of Rs. 170
- ✓ Dena Bank has achieved its target of Rs. 108
- ✓ 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
5-Oct	ISM Services	Sep	53.2	51.8	51.5	Increased
6-Oct	MBA Mortgage Application	1-Oct	-0.20%	NA	-0.80%	Decreased
6-Oct	Challenger Job Cuts	Sep	-	NA	-54.50%	-
6-Oct	ADP Employment Change	Sep	-	18K	-10K	-
6-Oct	Crude Inventories	2-Oct	-	NA	-0.475M	-
7-Oct	Initial Claims	2-Oct	-	455K	453K	-
7-Oct	Continuing Claims	25-Sep	-	4450K	4457K	-
7-Oct	Consumer Credit	Aug	-	-\$3.0B	-\$3.6B	-
8-Oct	Nonfarm Payrolls	Sep	-	0K	-54K	-
8-Oct	Nonfarm Private Payrolls	Sep	-	74K	67K	-
8-Oct	Unemployment Rate	Sep	-	9.70%	9.60%	-
8-Oct	Hourly Earnings	Sep	-	0.20%	0.30%	-
8-Oct	Average Workweek	Sep	-	34.2	34.2	-
8-Oct	Wholesale Inventories	Aug	-	0.40%	1.30%	-

World Market Indices

World Indices	Previous Close	Value	%Change
<u>US Markets</u>			
Dow Jones	10,751.27	10,944.72	1.80
Nasdaq	2,344.52	2,399.83	2.36
S&P 500	1,137.03	1,160.75	2.09
<u>European Markets</u>			
FTSE 100	5,635.76	5,684.39	0.86
CAC 40	3,731.93	3,778.81	1.26
<u>Asian Markets</u>			
Nikkei 225	9,518.76	9,691.43	1.81
Hang Seng Index	22,639.14	22,880.41	1.07
Shanghai	2,610.68	2,655.66	1.72
Taiwan Taiex Index	8,200.43	8,284.03	1.02

**Data is taken at 5.00p.m IST*

Institutional Turnover

Date	FII's	DII's	NET
4/10/2010	1918.9	-797.83	1121.07
1/10/2010	1964.2	-671.08	1293.12
30/09/2010	4755.8	-1521.63	3234.17
28/09/2010	894.8	-905.32	-10.52
27/09/2010	1307.2	-611.3	695.9
24/09/2010	1338.7	-879.83	458.87
23/09/2010	582.6	-645.69	-63.09

Corporate Highlights

The board of **Binani Industries** has decided to acquire / purchase the entire public equity shareholding of its subsidiary, Binani Cement by giving an exit opportunity to the public shareholders of Binani Cement.

Aqua Logistics has announced that the company has started operations in Middle East Market through its subsidiary in Sharjah, and Jumeriah free trade zone to provide an integrated end to end supply chain services with a mix of processes, technology and consulting.

Tantia Constructions has received a prestigious project from Chief Engineer, South Eastern Railway, Kolkata for construction of major bridge over National High way near Bagnan (RUB) (1x6 m) Steel through Girder and major Bridge over Damodar River (8x45.7 m) including substructure, transportation, erection and launching of super structure, earth work, minor bridges from Ch-1500m to Ch-3100m and other miscellaneous works for worth Rs. 30.71 crore.

Forthcoming Results

7-Oct-10		
Globsyn Info	Indage Vintners	JSL Inds
8-Oct-10		
Dynacons Sys	Encore Soft	Nalin Lease
Elcid Invest	K Sera Sera	REI Agro
SRM Ener		
11-Oct-10		
CMC	Polylink Poly	Sam Inds
Indusind Bank	Praj Inds	Samkrg Pistons
Sintex Inds		

Forthcoming Corporate Action

Scrip Name	Ex-Date	Purpose
Diamant Infrastructure	7-Oct-10	Stock Split from Rs. 10/- to Rs. 2/-
Zee Entert	7-Oct-10	Scheme of Arrangement
Havells India	8-Oct-10	BONUS 1:1
Responsive Inds	8-Oct-10	Stock Split from Rs. 10/- to Re. 1/-
Ram Ratna Wires	14-Oct-10	Stock Split from Rs. 10/- to Rs. 5/-
Parsvnath Dev	18-Oct-10	Stock Split from Rs. 10/- to Rs. 5/-
Supreme Inds	18-Oct-10	Stock Split from Rs. 10/- to Rs. 2/-

Forthcoming dividends

Scrip Name	Ex-Date	Amount
Koffee Break	7-Oct-10	0.02
Poona Dal	7-Oct-10	0.9
State Bank Trav	7-Oct-10	8
Sterling Green	7-Oct-10	0.6
Zee Entert	7-Oct-10	2
Greaves Cotton	8-Oct-10	3
Greaves Cotton	8-Oct-10	7.5
Garware Offsh	13-Oct-10	0.7
Gini Silk	13-Oct-10	0.75
Kilitch Drugs	14-Oct-10	1
Noida Toll	14-Oct-10	0.5
Aishwarya Tele	15-Oct-10	0.25

Figures and information taken from www.bseindia.com, www.Bloomberg.com and Capitaline database

Disclaimer: The above mentioned ideologies are based on the research done at Fairwealth research department. Fairwealth securities Ltd will not be responsible for any kind of losses incurred by any part either directly or indirectly based on our research results, though we have presented to the best of our knowledge.



FAIRWEALTH SECURITIES LTD.

H.O.: Plot No. 651-652, Udyog Vihar, Phase-5, Gurgaon 122001 (Haryana)

Phone: 0124-3024400, Fax: 0124-3024474

Website: www.fairwealth.in . Email: info@fairwealth.in

Delhi: UC-3, Somdutt Chambers, 9 Bhikaji Cama Place, New Delhi- 110066 . Ph: 46091111(50 line) **Mumbai:** Unit No. 12, 2nd Floor, Sonawala, Apollo Building, Mumbai Samachar Marg, Above Oriental Bank of Commerce, Fort , Mumbai-400001(Maharashtra), Ph:022-26200053 **Chennai:** Rahab Tower, First Floor, New No: 522, Old No: 706, P H Road, Aminji Karai, Chennai-600029. Ph-044-42698796, 42698834, 32218508 **Kolkata:** No.182, 3rd Floor, Tobacco Jouse, Old Court House Street, Kolkata, WB-700001. Ph- 033-40119500-02-03 **Bangalore :** Shop No - 54, 1st floor, 12th Main Road, 27th Cross Road, 64th Block Jaynagar, Bangalore, Karnataka - 560011, Ph-080-41172604/605 **Ahmedabad:** 206, Peoples Plaza, Near Memnagar Fire Station, Navrangapura, Ahmedabad-380009. Ph - 079 - 27911126. **Bhubaneswar:** Plot No.559, Ground floor, Sahid Nagar, Bhubaneswar, Orissa-751007. Ph-0674-3261555, 2542820 **Dehradun:** 56, 1st Floor, City Centre, Rajpur Road, Dehradun, Uttranchal. Ph-0135-6450127,2742995,2742996 **Haryana:** SCO - 250, Sector-16, Panchkula, Haryana-134109. Ph-0170-25057614,15,17 **Hyderabad:** Shop No 8, Ground floor, Meridian Plaza, Besides Lal Bungalow, Green Lands, Road Ameerpet, Hyderabad - 500016. Ph-040-40037218 **Indore :** 101-102, Kalyan Palace, Opp.Sheesh Mahal, Cloth Market, Indore, MP-452001. Ph- 0731-425007-09, 3076891 **Ludhiana:** Shangai Towers 13, 3rd floor, Ferpze Gandhi Market, Ludhiana-141001, Ph-0161-3985900,3985950 **Lucknow :** 24, 1st Floor, Mahavir Plaza, B.N.Road, Lal Bagh, Lucknow, U.P.-226001, Ph- 0522-4082901-02-03 **Rajasthan:**411, fourth floor, Ganpati Plaza, M.I.Road, Jaipur, Rajasthan-302002, Ph-0141-4073710 **Raipur:** 1st Floor, Gauri Shankar Apartment, Main Road Satti Bazar, Raipur, Chattishgarh-492001. Ph- 0771-4243200,02