

Daily Market Outlook



13th Jan '2011

Global Equity Indices		
World Indices	Last Traded	Change
BSE Sensex	19,534.10	1.76%
S&P Nifty	5,863.25	1.90%
Dow Jones	11,671.88	0.30%
Nasdaq	2,716.83	0.33%
S&P 500	1,274.48	0.37%
FTSE 100	6,032.91	0.31%
CAC 40	3,835.61	0.88%
Nikkei 225	10,512.80	0.02%
Hang Seng	24,125.61	1.54%
Shanghai	2,821.00	0.56%
Taiwan Taiex	8,965.00	0.38%

Market Summary

Indian market again had a highly volatile session. After trading in red most of the time it attracted good buying in the latter half of the session and closed with good gains. Except Capital Goods almost all sectors including Banking, Auto, IT and Metals closed with good gains. The Sensex closed at 19534, up 337 points from its previous close, and Nifty closed at 5863, up 109 points. The CNX Midcap index was up 1.4% and the BSE Smallcap index was up 1.5%. The market breadth was positive with advances at 976 against declines of 326 on the NSE. The top Nifty gainers were Suzlon, Sterlite Industries, Tata Motors and ICICI Bank and prime losers included Bajaj Auto, L & T, HUL and Tata Power. **The FII's were net sellers with sales worth Rs 371.5 Cr (prov. cash market fig)**

Market Outlook

In the next session, NIFTY is expected to attract good buying with 5790 and 5750. However, 5910 and 5959 may act as resistance levels for NIFTY traders are suggested to buy at dips keeping in view the given support levels. Banking and Metals may attract more buying while Pharma and FMCG may face selling pressure.

BSE Sector Indices		
Indices	Last Traded	Change
AUTO	9,506.57	2.02%
BANKEX	12,615.94	2.66%
Con. Durables	6,180.93	4.64%
Capital Goods	14,171.52	-0.18%
FMCG	3,628.32	1.11%
HealthCare	6,576.33	0.77%
IT	6,672.28	1.67%
METAL	16,990.74	2.80%
OIL&GAS	10,237.78	1.19%
POWER	2,856.24	0.74%
PSU	8,973.98	0.50%
REALTY	2,582.36	3.27%
TEck	3,939.49	1.74%

	LTP	S3	S2	S1	R1	R2	R3
NIFTY	5863	5690	5750	5790	5910	5959	6000
SENSEX	19534	18800	19000	19350	19750	20000	20120



Trading Strategy

S.N.	TRADE	SCRIP SYMBOL	ENTER	STOP LOSS (Rs)	TARGET (Rs)
1	Buy	NIFTY Fut	Around 5805-15	Below 5780	5850-5900
2	Buy	BANKNIFTY Fut	Above 11185	Below 11120	11270-11380
3	Buy	Hindzinc Fut	Above 1435	Below 1425	1455-1475
4	Buy	Reliance Fut	Above 1040	Below 1029	1052-1066
5	Buy	Tatachem (Rs)	Above 388	Below 382	393-399
6	Sell	Jetairways (Rs)	Below 690	Above 705	675-666
7	Buy	Rcom (Rs)	Above 141	Below 138	144-147
8	Buy	Sesagoa (Rs)	Above 344	Below 338	349-354

Note: ** Follow all calls after 5 minutes from opening bell.

**Traders are suggested to follow strictly the stop loss given in each call

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FII's and DII's Activities (in Rs Cr.)

Date	FII's & DII Flow (BSE+NSE)		
	FII's	DII's	Net Inflow
10-Jan-11	-1088.2	1018.54	-69.66
7-Jan-11	-964.6	1115.93	151.33
6-Jan-11	-213.8	-338.05	-551.85
5-Jan-11	-92.4	-101.75	-194.15
4-Jan-11	779.3	-491.57	287.73
3-Jan-11	427.5	-124.01	303.49
31-Dec-10	616.7	-121.77	494.93
30-Dec-10	2352.7	-848.29	1504.41

Expected Bullish Stocks

ORCHIDCHEM	RENUKA	TITAN	AXISBANK	HCLTECH	PNB
SUZLON	INDIABULLS	STER	IFCI	TATAMOTORS	HINDOIL
RCOM	ESSAROIL	OPTOCIRCUI	GRASIM	ABAN	TATASTEEL

Expected Bearish Stocks

IOC	TORNTPOWER	BAJAJ-AUTO	JETAIRWAYS	LT	CIPLA
BEL	ULTRATECH	THERMAX	MARUTI	BAJAJ-AUTO	GLENMARK
VOLTAS	Castrol	HINDPETRO	BANKINDIA	IVRCL	PIRHEALTH

Follow-up for Technical Calls given as on 12th Dec'10

S.N.	TRADE	SCRIP SYMBOL	ENTER	STOP LOSS	TARGET	RESULT
1	Buy	Bank Nifty Fut	Above 11000	Below 10940	11060-11111	Stop loss Triggered
2	Buy	Nifty fut	Above 5842	Below 5808	5876-5900	1 st target hit
3	Buy	ICICI BANK Fut	Above 1047	Below 1034	1060-1074	Stop loss Triggered
4	Buy	SBIN Fut	Above 2634	Below 2619	2650-2670	1 st target hit
5	Buy	Bajaj-Auto (Rs)	Around 1310	Below 1294	1340-1360	SI Triggered opened at 1225
6	Sell	Maruti (Rs)	Below 1305	Above 1320	1290-1280	Low made 1296
7	Buy	HUL (Rs)	Around 304	Below 299	313-318	High made 308 closed at 305
8	Buy	HDFC (Rs)	Around 660	Below 649	672-684	Both target hit

Fundamental Picks

Investors with a horizon of 6-12 months can consider following scrips for their investment. These companies have potential to give higher returns than index over a long term.

Bhushan Steel	SAIL	TATA Steel	JSW Steel
McNally Bharat	Coal India	HCC	KPR Mills
Sangam India Ltd	Garware Polyester Ltd	TT Ltd	Kajaria Ceramics Ltd
Sutlej Textiles Ltd	Banswara Syntex Ltd	Orient Ceramics Ltd	Shivam Autotech Ltd
UTV Software Ltd	RSWM Ltd	Genus Power Ltd	United Phosphorus Ltd
Nahar Spinning Mills Ltd	MphasiS Ltd	Allied Digital Services Ltd	DIC India Ltd
Dena Bank Ltd	GEI Industrial Systems Ltd	TNPL	Indoco Remedies Ltd
JK Paper Ltd	Ballarpur Industries Ltd	Arti Drugs	Monnet Ispat
Biocon	Visaka Industries	Munjali Showa	Jindal Saw Ltd
TRIL	Aurobindo Pharma Ltd		

Find the detailed report on - <http://www.fairwealth.in/Research.aspx?Type=Fundamental>

- TATA Steel has achieved its target of 708

Corporate Highlights

- **Hindustan Unilever** will soon launch bread spread with high levels of nutritional fats as part of its plan to strengthen its jinxed food portfolio this year with a slew of new products.
- **Engineering firm Era Infra** has achieved financial closure for Rs 1,951 crore Bareilly-Sitapur road project in Uttar Pradesh, awarded to it by the National Highways Authority of India (NHAI). "The 151-km highways project has achieved commitments for the entire debt component of Rs 1,350 crore -- Rs 675 crore each by State Bank of India and Union Bank of India
- **Bank of Maharashtra** has increased its base rate by 50 basis points from 9 per cent to 9.5 per cent with effect from 10 January.
- Farm equipment-to-software group **Mahindra & Mahindra** will invest Rs 3000 crore in Gujarat to step up presence in the hospitality and real estate sectors in the state
- **Infrastructure major Hindustan Construction Company (HCC)** will invest Rs 1,200 crore to set up a renewable energy project in Gujarat in the next two to five years.

Economic Updates

- India's annual industrial output in November grew at its slowest in a year and a half, partly on seasonal factors, and the Reserve Bank may stay on course to raise rates later this month to combat inflation. The 2.7% rise was way below the 11.3 per cent annual growth in the previous month and under the median forecast of 6.6%.

- India's foreign direct investment (FDI) inflows in services sector dipped by 30 per cent to Rs 9,933 crore(\$2.16 billion) during April-October this fiscal, according to the Industry Ministry's latest data. The financial and non-financial services sector had attracted FDI worth Rs 15,087 crore(\$3.12 billion) during the same period last fiscal.

Forthcoming Results

13-Jan-11	CMC	Infosys	SAIL	VST Inds
	Gruh Finance	JB Chemicals	Sintex Inds	
14-Jan-11	Chowgule Steam	Hindustan Media	Nectar Life	REI Agro
	GODREJ PROP	Magma Fin	Peoples Invest	Zee Entert
	HDFC	Mapro Inds	Precious Trad	

Forthcoming Corporate Actions

Scrip Name	Ex-Date	Purpose
RR Fin	13 Jan 2011	BONUS 1:1
Arora Fibres	14 Jan 2011	Consolidation of Shares
Arora Fibres	14 Jan 2011	Reduction of Capital
Midday Multi	20 Jan 2011	Scheme of Arrangement
Rossell Tea	20 Jan 2011	Stock Split from Rs. 10/- to Rs. 2/-

Forthcoming dividends

Scrip Name	Ex-Date	Amount
Garware Offsh	12 Jan 2011	2nd Interim Dividend
Nicco Parks	12 Jan 2011	Dividend
Automotive Axle	17 Jan 2011	Final Dividend
Siemens	18 Jan 2011	Dividend
Siemens Health	19 Jan 2011	Dividend
VTM	19 Jan 2011	Interim Dividend
Hexaware Tech	20 Jan 2011	Interim Dividend

Global Scenario: US Data

Date	Statistic	For	Actual	Market Expects	Prior	Remarks
11-Jan	Wholesale Inventories	Nov	-0.2%	1.3	1.90%	Decreased
12-Jan	MBA Mortgage Purchase Index	7-Jan	-	NA	2.30%	-

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12-Jan	Export Prices ex-ag.	Dec	-	NA	0.80%	-
12-Jan	Import Prices ex-oil	Dec	-	NA	0.80%	-
12-Jan	Crude Inventories	8-Jan	-	NA	-4.16M	-
12-Jan	Treasury Budget	Dec	-	NA	-\$91.4B	-
12-Jan	Fed's Beige Book	Jan	-	-	-	-

Figures and information are taken from www.bseindia.com, www.Bloomberg.com and [capitaline database](http://capitaline.com).

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