

**OCTOBER 23, 2008**

**KEY INDICES**

INDEX	CURR	PRE	Chg%
Sensex	10169	10683	(4.81)
Nifty	3065	3234	(5.23)
Midcap	3490	3587	(2.70)
Smallcap	4111	4196	(2.03)

**VALUE TRADED (Rs Crs)**

	22.10.08	Chg%
BSE	3093	(20.32)
NSE	8733	(21.15)

**NET INFLOWS (Rs Crs)**

Prov	22.10.08	YTD
FII	(544.0)	(57,395.12)
DII	404.00	29,207.69

**FII OPEN INTEREST**

	22.10.08	Chg%
FII Index Futures	12,988	(6.06)
FII Index Options	19,183	(2.77)
FII Stock Futures	14,242	(5.33)
FII Stock Options	620	(5.34)

World Indices	22.10.08	Chg %
Dow Jones	8519.21	(5.69)
Nasdaq	1615.75	(4.73)
FTSE 100	4040.89	(4.45)
Crude Oil (US\$/bl)	66.75	(5.84)
Gold (US\$/oz)	743.9	(3.14)

**Market Outlook**

Yesterday Sensex had opened with a negative gap of 228 points at 10,455 following negative cues from the global markets. Unabated selling in banking, metal, realty and technology stocks saw the index slip deeper into red during the day. The Sensex touched a low of 10,128, and finally ended with a loss of 513 points at 10,170.

**TODAY'S SESSION** is likely to witness a range of 3,198 on advances and 2,960 on declines. As long as the Nifty remains below the 3,100 level, the session seems to be dominated by bears. The outlook for the markets on Thursday is that of abundant caution as the bulls are likely to be on the back foot on account of negative global factors and volatility is assumed to be high due to impending expiry.

**ASIAN STOCKS** dropped to a four-year low for a second day on Thursday, on growing fears that a severe global downturn would depress corporate earnings further.

**US STOCKS** slumped Wednesday, with the Dow down more than 500 points, as weak earnings and slumping oil prices amplified fears of a global recession. The Indian ADRs, too, ended on a dismal note. ICICI Bank slumped over 15% to \$14.12. Sterlite, Patni Computers, HDFC Bank, Wipro, Dr.Reddy's, Tata Motors and Tata Communications shed 8-13% each. The dollar rallied versus the euro and fell against the yen. Stock markets around the world have fallen sharply over the last two days. The themes remain the same: concerns about global recession, deflation and concerns about significantly reduced worldwide demand. **OIL** fell to a new 16-month low below \$70 a barrel on Wednesday, as a big rise in US fuel inventories last week provided further evidence of an economic slowdown in the world's biggest energy consumer.

**ECONOMY**

The **Government** will inject fresh capital into seven public sector banks to improve their financial health and enable them achieve a capital adequacy ratio of over 12%.

**Incremental credit-deposit ratio** surged to 238% during the fortnight ended October 10. While the surge in lending is typical before the closing of half-yearly books of account by banks, this year, there were other reasons as well. These include a freeze in overseas credit markets and increased borrowing by oil companies

Index	Support 2	Support 1	Previous Close	Resistance 1	Resistance 2	Trend
SENSEX	9910	10000	10170	10750	11870	↓
NIFTY	2960	3000	3065	3098	3198	↓

**"NSE" Predictions For 23rd October 2008**

Scrip	Close	Trend	Trigger	Target 1	Target 2	Stop Loss	Duration
AIA Eng	195	↓	Sell Near 205	195	185	215	1-2 Days
ABB	609	↓	Sell Near 640	595	585	662	1-2 Days
NTPC	144	↓	Sell Near 148	134	129	153	1-2 Days
MAHSMLESS	192	↓	Sell Near 200	182	172	206	1-2 Days
HUL	254	↑	Buy Near 245	259	265	242	1-2 Days

Please refer to important disclosures at the end of this report

For Private circulation Only

For Our Clients Only

## CORPORATE NEWS

**Tata Consultancy Services (TCS)**, managed to post a substantial growth in revenues despite the problems afflicting some of its troubled financial services clients. But it was hit by a truant rupee, posting a sequential fall in its net profits for the second quarter ended September 2008.

**NTPC plans** to raise about \$500 million from the global market to part-fund its expansion plans. It also plans to raise about Rs 2,000 crore from the domestic market through private placement of bonds. In order to fund NTPC's expansion projects in the current financial year, the company would raise about \$1 billion (Rs 4,500 crore) from both domestic as well as international markets. The company has an aggressive expansion plan to bridge the demand-supply mismatch of power in 11th Plan (2007-2012).

**ELDER Pharmaceuticals** is buying out three small Bulgarian pharma companies through its wholly-owned subsidiary Elder-Biomed in a share swap deal. The three companies have collective sales of around € 8-10 million. All the three companies are sister concerns of Biomed. In August, Elder entered into an agreement to buy 51% stake in Biomed for € 5 million. Now, the Indian company plans to increase that stake to 61%. The promoters of the three companies in return will hold the remaining 39% in Biomed.

**HCL Technologies** has received its shareholders' approval to borrow up to Rs 4,000 crore, to fund acquisitions. The amount includes a loan of £400 million (nearly Rs 3,250 crore) raised by the IT major from Standard Chartered to finance its bid to acquire the UK-based SAP consultancy Axon Group for £441.1 million.

INDIA'S third-largest pharma company by revenues, **Cipla**, reported a 20.6% drop in net profit at Rs 151.4 crore for the second quarter ended September 2008 against Rs 190.6 crore reported during the same quarter of the previous year. The net sales during the period grew 26% to Rs 1,302.5 crore, compared with Rs 1,038 crore a year ago.

**Wipro**, the soaps to software major, riding on operational efficiencies has reported a 19 per cent increase in its net profit to Rs 978 crore for the second quarter of the current fiscal when compared to the corresponding period of last year. Revenues were up 36 per cent at Rs 6,507 crore. The flagship IT business division grew by 36 per cent to Rs 4,750 crore. In dollar terms, this business grew by 29 per cent y-o-y to \$1,110 million and a sequential growth of 4 per cent. The profit before tax for the IT services business grew by 30 per cent to Rs 996 crore. However, the major concern for Wipro is the guidance for its IT services business. Wipro has said that it will grow this business by just under 1 per cent for the third quarter.

## Companies Declaring Quaterly Results on 23rd October 2008

ACC

GAIL

P unj Llyo d

Vijaya Bank

Vo lta s

R IL

Cum m ins

**Note: Please refer our Derivative Report for recommendation on OPTION STRATEGIES.**

### Additional Information with respect to the securities referred in our technical and derivative calls is uploaded on our website.

Please note that our technical calls are totally independent of our fundamental calls

Technical Trends calls are based on momentum, Investors/Traders are requested to observe following discipline to take maximum advantage of the products

-Entry/exit will be on the basis of price or time priority

-Use strict stop loss at 15% from your average acquisition price

This report is prepared for the exclusive use of Mansukh Group clients only and should not be reproduced, recirculated, published in any media, website or otherwise, in any form or manner, in part or as a whole, without the express consent in writing of Mansukh Securities and Finance Ltd. Any unauthorized use, disclosure or public dissemination of information contained herein is prohibited.

This data sheet is for private circulation only and the said document does not constitute an offer to buy or sell any securities mentioned herein. While utmost care has been taken in preparing the above, we claim no responsibility for its accuracy. We shall not be liable for any direct or

Analyst Name	Tel No	Email ID
Vishwesh Shrivastava	011-32502192	vishwesh@moneysukh.com
Ekta Setia	011-32502192	ektasetia@moneysukh.com
Ajay Lakra	011-32502192	ajaylakra@moneysukh.com