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Technical View: Cash Market

After showing strength for 5 consecutive weeks, nifty made doji candlestick pattern on weekly charts, which shows indecision among bulls and bears. Nifty is consolidating between 5300-5400 zone, Until Nifty decisively maintain above 5400 levels or below 5300 levels, volatility may be continuing.

For trading during the coming sessions, trend deciding level is 5350. If Nifty shows strength above 5350 levels then we may see rally 5400/5470/5550/5625. If Nifty doesn't sustain above 5350 levels then selling pressure till 5300/5250/5175/5100 may also be seen.

Recommendation for Monday- Intra Day Trading

Scrip (LTP)	Action	At Price	For Target of	Stop Loss	Duration
WIPRO (448.70)	BUY	IN 448-444	455-560	439	1 day
ITC (203.90)	BUY	IN 204-202	206-208	201	1 day

Technical View: NIFTY Future

Duration	Action	Entry Zone	For Target of	Stop Loss
For Monday	Buy	5350-5370	5450	5328
For the Week	Buy	5330-5380	5480-5520	5310

Fundamental Call

Company	Recommendation	At Rate(Rs)	Target(Rs)
Wipro Ltd.	Buy	418-425	462
Century Textile & Industries Ltd	Buy	317-310	343

News Roundup

- India's benchmark indices ended the sixth consecutive week of year 2012 with good gains. Sensex closed at 17748 up by around 1 % and Nifty touched the high of 5400 during the week, however closed at 5381.60 up by 1.05 % .Among the sectoral indices, except CNX Infra and Pharma, all other sectors ended the week in positive territory. CNX Realty and PSU Banks were the top gainer of the week followed by CNX Metals.
- Country's industrial output (IIP) grew at a slow pace of 1.8% in Dec'11 as compared to 8.1% in Dec'12. The dampening in growth came from mining, capital goods and manufacturing which grew at (-3.7%), 1.8% and (-16.5%) respectively year-on-year (y-o-y). The numbers further reveal that electricity grew at a decent pace of 9.1% (y-o-y) as compared to 5.9% in December 2010. Basic goods grew at 4% and Intermediate goods witnessed a contraction of 2.8% (y-o-y).
- S&P in its report has said that certain challenges faced by the Indian economy are shifting India's stable sovereign credit ratings towards negative. As per the report, high inflation, a weak government fiscal position, and slower economic growth have hurt investor confidence in the rupee. Which in turn have triggered a capital outflow, and weighed on the stable sovereign outlook on India in CY 2012 India's current unsolicited rating is BBB-/Stable/A-3, which reflects their expectation of strong economic growth in the medium term and gradually improving fiscal performances.
- According to advance estimates released by the CSO, country's gross domestic product is likely to grow by 6.9% in the fiscal year 2011-2012. The GDP growth numbers are a tad less than the widely expected figure of around 7%. The manufacturing sector is likely to grow at a slow rate of 3.9% during 2011-12 sharply down from its growth of 7.6% during 2010-11. The major dampener has come from the mining sector which is likely to show a negative growth of 2.2% in 2011-12 as against growth of 5% during 2010-11.
- India registered 9.28% rise in net direct tax collection in the ongoing financial year till January due to higher realization of personal income tax and corporate tax. The net direct tax collections stood at Rs 3,46,959 crore, as against Rs 3,17,500 crore in the same period last fiscal. According to CBDT, the gross direct tax collection during the April-January period of the current fiscal increased by 14.57% at Rs 4,25,274 crore compared to Rs 3,71,188 crore in the same period last fiscal.
- Country's trade deficit widen to \$14.7 billion in January 2012 as against \$12.8 billion in December 2011. As exports continued to grow, but on a moderate basis by about 10.1% y-o-y in January 2012 to \$25.4 billion, while imports increased by 20.3% at \$40.1 billion. Cumulative exports for the period April- January reached \$242.8 billion. Imports on the other hand grew by 29.4% to \$391.5 billion during the April-January period. The trade deficit stood at \$ 148.7 billion for the period
- India's foreign exchange reserves declined by \$177 million on week on week basis to stand at \$293.753 billion as on Feb 3 due to revaluation of foreign currency. It stood at \$293.93 billion in the previous week
- Euro crisis reached a dead end near the weekend as European finance ministers held back a rescue package for Greece. The refusal to deliver a 130 billion-euro (\$173 billion) bailout for Greece reflected the euro area's frustration with the country's bickering politicians and the prospect that they may again backtrack on fiscal commitments not passed into law. Facing general strikes and mounting opposition to cuts in wages, pensions and government spending, Greek Finance Minister Evangelos Venizelos said the parliamentary vote set to begin this weekend amounted to a ballot on euro membership.. Fitch Ratings today reiterated its view that Greece will default even with the rescue package.
- Cautious approach is recommended as market has become highly volatile. Amicable solution to the Greece debt problem will act as a positive trigger for the global markets. On the domestic front, impending elections and the resultant anticipation of election winners will influence market sentiments. Downside support exists at 5320 and then 5260.

Market Indices

SECTORAL INDICES				
INDICES	3-Feb-12	10-Feb-12	Change (%)	Difference
BSE				
Sensex	17604.96	17748.69	0.82	143.73
Bankex	11643.84	11986.92	2.95	343.08
IT Index	5912.40	6050.22	2.33	137.82
Metal Index	11874.99	12364.36	4.12	489.37
FMCG Index	4120.75	4130.91	0.25	10.16
Cap. Goods Index	10259.55	10293.52	0.33	33.97
Realty Index	1784.17	1887.49	5.79	103.32
Consumer Durables Index	5832.41	6168.83	5.77	336.42
OIL & GAS	8689.19	8770.65	0.94	81.46
AUTO	9523.22	9713.36	2.00	190.14
Healthcare Index	6411.72	6347.10	-1.01	-64.62
PSU Index	7485.77	7672.83	2.50	187.06
Mid-Cap Index	6046.10	6246.61	3.32	200.51
NSE				
S&P CNX Nifty	5325.85	5381.60	1.05	55.75
Bank Nifty	10133.65	10442.65	3.05	309.00
CNX IT Index	6339.95	6484.35	2.28	144.40
S&P CNX 500	4188.45	4258.4	1.67	69.95

GLOBAL INDICES				
INDICES	3-Feb-12	10-Feb-12	Change (%)	Difference
US Market				
NASDAQ	2905.66	2903.88	-0.06	-1.78
Dow Jones	12862.23	12801.23	-0.47	-61.00
S & P 500	1344.90	1342.64	-0.17	-2.26
European Market				
FTSE 100	5901.07	5852.39	-0.82	-48.68
CAC 40	3427.92	3373.14	-1.60	-54.78
Asian Market				
Nikkei	8831.93	8947.17	1.30	115.24
Strait Times	2917.95	2960.00	1.44	42.05
Hang seng	20756.98	20783.86	0.13	26.88
Shanghai Comp.	2330.40	2351.98	0.93	21.58

Institutional Activity (Equity)

INSTITUTIONAL ACTIVITY (Equity)

Day Wise	Purchase	Sale	(Rs. In Cr) Net
FII Activity			
Friday	3193.37	2119.16	1074.21
Monday	3512.46	2514.52	997.94
Tuesday	2898.03	2279.19	618.84
Wednesday	4402.73	4018.49	384.24
Thursday	3985.22	2784.56	1200.66
Friday (Provisional)	2672.61	2476.49	196.12
Total	20664.42	16192.41	4472.01
DII Activity			
Friday	1016.04	1934.62	-918.58
Monday	1378.21	1561.33	-183.12
Tuesday	916.16	1770.62	-854.46
Wednesday	1512.31	1936.77	-424.46
Thursday	964.39	2001.97	-1037.58
Friday	1335.59	1384.89	-49.30
Total	7122.70	10590.20	-3467.50

Weekly Sectoral Roundup

Out performer	Under performer	Neutral
REALITY (+5.79%)	CAPITAL GOODS (+0.33%)	OIL/GAS (+0.94%)
CONS DURA (+5.77%)	FMCG (+0.25%)	POWER (+0.74%)
METAL (+4.12%)	HEALTHCARE (-1.01%)	
BANKS (+2.95%)		
IT (+2.33%)		
AUTO (+2.00%)		

Weekly Top Gainers

Name	close	Pclose	%change
TTKPRESTIG	3198.45	2309.95	38.46
IFCI	38.9	30.55	27.33
DENABANK	89.4	73.45	21.72
INDIAINFO	68.1	57.25	18.95
HDIL	96.55	81.8	18.03

Weekly Top Losers

Name	close	Pclose	%change
NCC	53.25	61.85	-13.9
ORCHIDCHEM	170.9	192.05	-11.01
ADANIPOWER	72	80.45	-10.5
BHARTIARTL	349.95	387.6	-9.71
AUOPHARMA	110.65	120.4	-8.1

Outlook for the Week

Nifty opened the week positive gap up at 5379.45 levels and showed volatility in 5427.75-5322.95 range. Nifty closed in green at 5381.60 levels with 1.04% gains. Volumes were higher than previous week. After showing strength for 5 consecutive weeks, Nifty made doji candlestick pattern on weekly charts, which shows indecision among bulls and bears. Nifty is consolidating between 5300-5400 zone, Until Nifty

decisively maintain above 5400 levels or below 5300 levels, volatility may be continuing.

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NIFTY Futures View

Nifty Feb Future opened at 5391.30 then due to short covering coupled with long buildup touched the high of 5451.65 & closed at 5397.65, increased by 52.10 pts. (+0.97%) on weekly basis. Technically speaking 5200 zones would act as a support & 5500-5550 range would act as a resistance for the coming week.

View for Medium term Traders: On Medium term basis, Nifty has support around 5200 level. Medium term resistance would be around 5500 mark.

Trading strategy for Short term Traders: We are recommending buying strategy for short term traders. Long position may be taken in the zone of 5330-5380 with the SL of 5310 for the target of 5480-5520.

For day-trading purpose on Monday: Long position may be taken in the range of 5350-5370 with the SL of 5328 for the target of 5450.

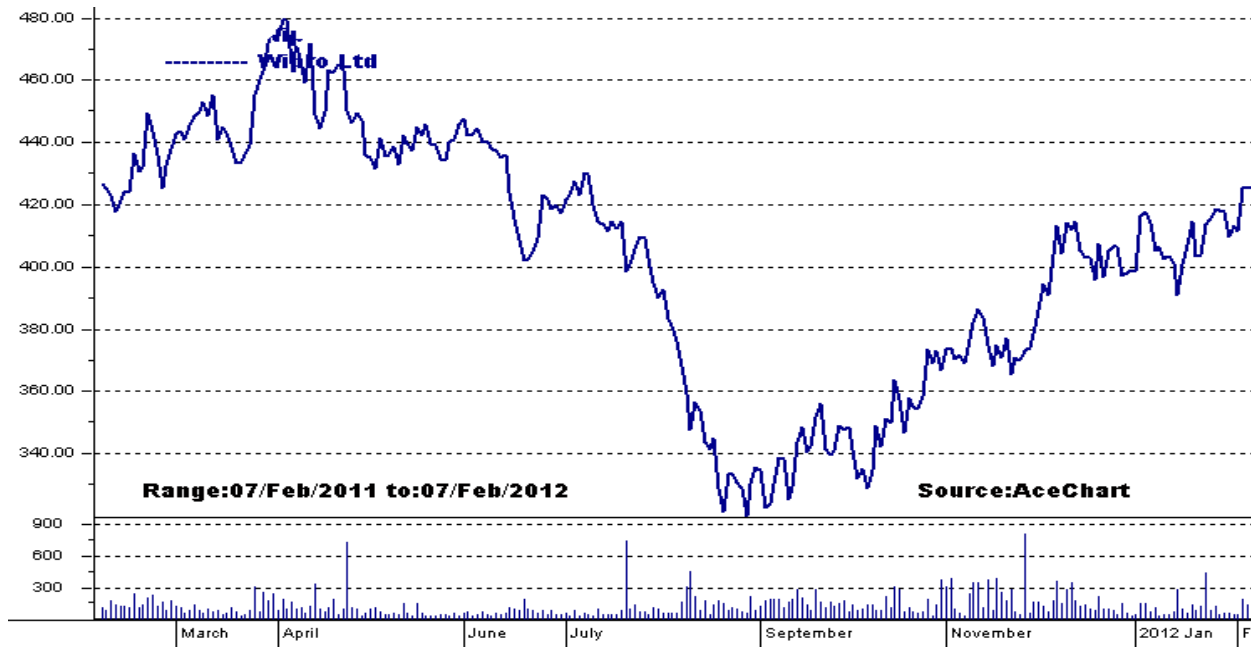
Nifty Trend Watch

Date	Nifty	Cash	February Future
10-02-2012	Close Today	5381.60	5388
Week Beginning 13-02-2012	R2	5550/5625	5550/5625
	R1	5400/5470	5400/5470
	Weekly Trend Deciding	5350	5350
	S1	5300/5250	5300/5250
	S2	5175/5100	5175/5100

Nifty Weekly



Report Date	8th Feb 2012
Company Name	Wipro Ltd.
Recommendation	Buy in the range of Rs 418-425(Medium risk-Medium return)
Target price	Rs 462
Stop loss	Rs. 398



Technical View & Recommendation

The counter has been witnessing one sided rally since last September. Earlier it has corrected after making a 50 week high of 490 level to the levels of 310, which is acting as the major support level for the counter on daily as well as weekly charts. The stock is sustaining well above the 50, 100 and 200 days SMA with consistent volumes indicating the medium to long term trend to remain positive. Oscillators like RSI, MACD and stochastic on daily chart are also supporting the potential upside in the counter. As per the retracement level, the stock is facing small resistance at the upper range of 61.80% at around 441-442 level, above that the stock has potential to reach its high of 460. A buy is recommended in the range of 418-424 for the target of 462 with stoploss of 398 on closing basis.

Company profile

In the year 1945, Wipro started out as Edible Oil Company before entering FMCG and IT businesses. Gradually the company has diversified into various other businesses. Currently Wipro is the third largest software exporter from India. In the Indian market, Wipro is a leader in providing IT solutions and services for the corporate segment in India offering system integration, network integration, software solutions and IT services. Wipro also has profitable presence in niche market segments of consumer products and lighting. In the Asia Pacific and Middle East markets, Wipro provides IT solutions and services for global corporations.

Different divisions of the company:

- **Wipro Technologies** - Wipro Technologies is the global IT services business division of Wipro Limited. With over 20 offices around the world, Wipro Technologies is the No.1 provider of integrated business, technology and process solutions on a global delivery platform.
- **Wipro Infotech**- Wipro Infotech is the leading strategic IT partner for companies across India, the Middle East and Asia-Pacific - offering integrated IT solutions. We plan, deploy, sustain and maintain your IT lifecycle through our total outsourcing, consulting services, business solutions and professional services.
- **Wipro Consumer Care and Lighting**- Wipro Consumer Care and Lighting, a business unit of Wipro Limited, has a profitable presence in the branded retail market of toilet soaps, hair care soaps, baby care products and lighting products. It is also a leader in institutional lighting in specified segments like software, pharma and retail.
- **Wipro Infrastructure Engineering** - Wipro Infrastructure Engineering was Wipro Limited's first diversification in 1975, which addressed the hydraulic equipment requirements of mobile original equipment manufacturers in India. Over the past 25 years, the Wipro Infrastructure Engineering business unit has become a leader in the Hydraulic Cylinders and Truck Tipping Systems markets in India, and intends growing its business to serve the global manufacturing requirements of Hydraulic Cylinders and Truck Tippers.
- **Wipro GE Medical Systems** - Wipro GE Medical Systems is a joint venture between Wipro and General Electric Company. As a part of GE Medical Systems South Asia, it caters to customer and patient needs with a commitment to uncompromising quality. Wipro GE is India's largest exporter of medical systems, with unmatched distribution and service reach in South Asia. Wipro GE pioneered the manufacture of Ultrasound and Computed Tomography systems in India and is a supplier for all GE Medical Systems products and services in South Asia.

Recent developments

- For the third quarter ended December 2011, Wipro reported 10% sequential rise and 28% YoY rise in consolidated topline at Rs 9997.20 crore inline with market expectations.
- Net profit for the quarter stood at Rs.1456 crore, up 11% Y-o-Y and 12.9% sequentially primarily aided by rupee depreciation and offset by higher forex losses of Rs 1.16 bn and higher tax rate for the quarter.
- EBIT margin of the IT services, IT products and consumer care and lighting business grew by 83bp, 77bp and 87bp QoQ to 20.8%, 5.3% and 11.9%, respectively. Overall, PBITDA and PAT margin of Wipro grew by 72bp and 40bp QoQ to 19.8% and 14.6%, respectively.
- IT Services revenue for the quarter ended 31 December 2011 was Rs 7608 crore on a reported basis, a year-on-year growth of 28%. On a constant currency basis, it witnessed a sequential growth of 4.5%, which is ahead of the upper end of the guidance. The growth was mainly driven by higher than estimated increase in billing rate i.e. onsite increased by 4.3% QoQ and offshore improved by 3.6% QoQ in Q3FY12 in constant currency terms
- In Consumer Care and Lighting business, Wipro has seen very strong revenue growth of 26% year-on-year and EBIT growth of 22% for Q3FY12, revenue stood at Rs 879 crore, growth was driven by full contribution from Yardley business and strong performance of Santoor and Chandrika brand.
- IT products revenue stood at Rs 900 crore declined 10.1% Q-o-Q but was up 2.4% Y-o-Y.
- Sequential volume growth in the current quarter was 1.8% impacted by additional leaves taken by employees during the quarter and effort optimization in fixed price projects.
- As of 31st December 2011, DSO showed marked improvement and was at 71 days, down from 76 days in the previous quarter.
- Wipro had 136734 employees as of December 31, 2011, Net addition during the quarter stood at 5004 employees. This is the second successive quarter of 5000+ net addition. Attrition for the quarter declined sharply and stood at 14.2% against 18.5% last quarter.
- IT Services and Products business added 39 new clients during the quarter taking the total active clients to 953 clients up from 880 in Q3FY10.
- Wipro's cash & bank balance stood at Rs.45.2 bn at the end of Q3 FY12, as against Rs.50.1 bn in Q2 FY12, which the company will use for making acquisitions in the emerging geographies.

Region wise Revenue (%)	Q3FY12	Q3FY11	Q2FY12
America	52.5	54.2	51.7
Europe	28.2	28.3	28.8
Japan	1.3	1.5	1.3
India & Middle East Business	9.1	8.9	9.3
APAC & Other Emerging Markets	8.9	7.1	8.9
Total	100	100	100

Vertical wise Revenue(%)	Q3FY12	Q3FY11	Q2FY12
Global Media & Telecom	15.4	17	15.7
Finance Solution	27.3	27.3	27.1
Manufacturing & Hitech	19	20.1	19
Healthcare,Life Sciences and Services	10	10.4	9.8
Retail & Transportation	14.9	15.4	14.7
Energy & Utilities	13.4	9.9	13.7
Total	100	100	100

Client Matrix	Q3FY12	Q3FY11	Q2FY12
Top Client contribution to revenues (%)	3.9	3.0	3.7
Top 5 Client contribution to revenues (%)	11.8	10.7	11.6
Top 10 Client contribution to revenues (%)	19.9	19.2	20
US\$ 1 million + Clients	462	433	462
US\$ 5 million + Clients	197	176	192
US\$ 10 million + Clients	121	113	120
US\$ 20 million + Clients	73	64	70
US\$ 50 million + Clients	25	21	24
US\$ 75 million + Clients	14	10	13
US\$ 100 million + Clients	6	1	5
Number of active clients	953	880	930
New Clients added during the quarter	39	36	44
Revenue from Repeat business (%)	97.9	97.6	98.6

- During the quarter, Wipro won a multi-year transformational deal with a leading player in the Chemical industry. Wipro will help the client become more agile in the chemical transportation, logistics and warehouse management space by implementing cloud based solutions, modernization and upgrades of legacy applications and migrating to an on-demand model for custom applications.
- AstraZeneca, a leading global biopharmaceutical company has selected Wipro for a multiyear engagement to enhance its „SIAM (Service Integration and Management) and „EUC (End User Computing) infrastructure. The implementation will help AstraZeneca extract and manage the best from its IT ecosystem as well as enable single model governance and control framework. It will

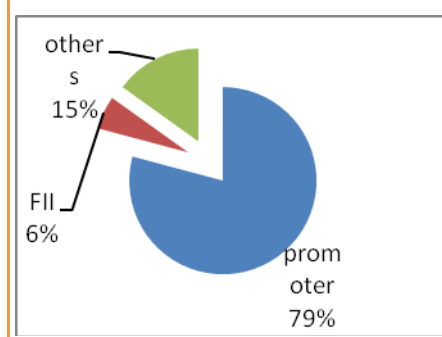
facilitate a flexible and secure work space, for the company's end user infrastructure environment encompassing 69,000 employees, globally.

- Wipro won a deal for supply of infrastructure and enrollment services for UID in Karnataka. This quarter also witnessed Wipro becoming the first Enrolment Agency across India, to achieve over one crore Aadhaar IDs within a short time span.
- Wipro also won a strategic deal from Bharat Heavy Electrical Limited (BHEL) spread over 5 years for refreshing the company's datacenter infrastructure of IBM servers.
- Recently, the company has introduced a supply chain and finance management solution for the retail sector called FLoW. This solution is oracle-based solution and will facilitate users to get a view of their wholesale operations. This solution was created based on feedback from customers, who wanted a retail solution that enables them to manage franchises and wholesalers, besides providing general retail functionality.
- The company has a track record of paying dividends from past 15 years. In the last 8 years company has recommended over 200% dividend.
- Going Forward, the management of the company has guided that the Revenue from their IT Services business to be in the range \$1,520 Mn* to \$1,550 Mn*, a sequential growth of 1% to 3%. However Management is cautiously optimistic about the overall demand environment, expects budgets to be flat for CY12 and believe that it will match peers growth rate in next 1-2 quarters.

Key Financial Data

Key Details	
Share Capital (Rs Cr)	491.6
Face Value(Rs)	2
52 Wk High/Low	490 / 310
Market Cap (Rs Cr)	104639.4
EPS (Rs.TTM)	19.0
PE (X)	22.4
Price/BV (X)	4.3

Share holding pattern as on Dec'11

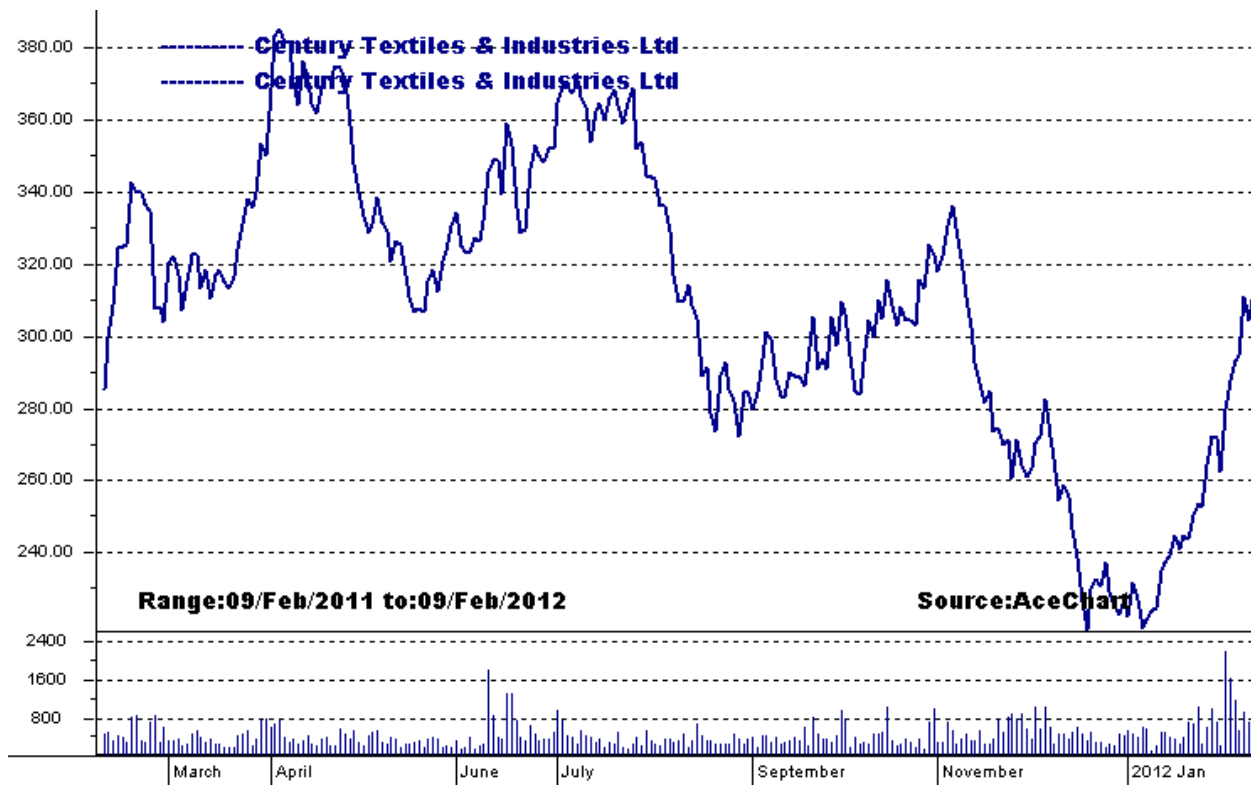


Particulars (Rs. Crores)	Dec'11	Dec'10	% chg YoY	Sep'11	% chg QoQ
Net Sales	9,997.20	7,829.30	27.7	9,094.50	9.9
Oth Op Inc.	0	0		0	
Total Inc.	9997.2	7829.3	27.7	9094.5	9.9
Total Exp.	8,012.90	6,185.80	29.5	7,354.70	8.9
PBIDT	1984.3	1643.5	20.7	1739.8	14.1
Dep.	260.4	207.8	25.3	252	-3.3
Other Inc.	214.9	175.1	22.7	211.3	1.7
Interest	101.7	42.7	138.2	125	-18.6
Excp Item	0	0	0.0	0	0.0
PBT	1837.1	1568.1	17.2	1574.1	16.7
Tax	381	258.2	47.6	284.1	34.1
PAT	1456.1	1309.9	11.2	1290.0	12.9
PBDITM%	19.8%	21.0%		19.1%	
PATM%	14.6%	16.7%		14.2%	
EPS	5.92	5.34		5.25	

Concerns

- The company derives a substantial portion of its income from foreign countries. Risk management policies, against fluctuation in currency prices, adopted by the company may result in fluctuation of profits.

Report Date	9 Feb 2012
Company Name	Century Textile & Industries Ltd
Recommendation	Buy in range 317-310 (Medium risk-Medium return)
Target price	Rs 343
Stop loss	Rs. 293 on daily closing basis



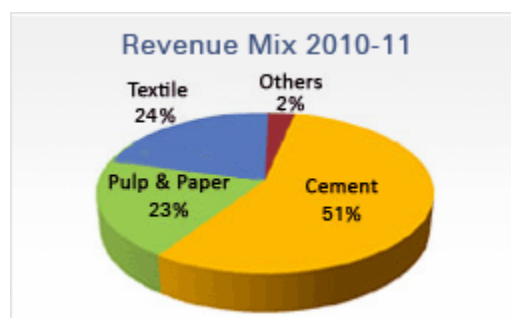
Technical View & Recommendation

The stock has bounced back smartly from the lower levels of 220-215 to climb to current levels of around 300. Currently the stock is trading above its all the three important averages-50,100 and 200 DMA. Even the oscillators-MACD and RSI are well placed at comfortable levels and pointing towards more upside in coming days. Looking at the encouraging volumes generating in the stock at current levels, the stock is expected to trade higher from here and give decent returns. A buy is recommended in the stock at CMP for the target of 335 with a stop loss of 279 on daily closing basis.

Company profile

Century Textiles and Industries Limited (CTIL) was incorporated in 1897 as a Public Limited Company and till 1951, it operated only one cotton textile mill at Mumbai. However in succeeding years, the Company made rapid progress in expanding and diversifying its activities. The company apart from a trendsetter in cotton textiles is also present in the yarn, denim, viscose filament rayon yarn, tyre records, caustic soda, sulphuric acid, salt, cement, and pulp and paper industries.

During past 4-5 years, the company added to its fold, a vertically-integrated textile plant, Birla Century at Jhagadia, Bharuch, in the state of Gujarat. The facility is a fully composite cotton textile plant from blow room to made-ups, stretching over an area of 100 acres with an abundant supply of water. The company also has three cement plants at different locations, with a total cement manufacturing capacity of 7.8 million tons per annum. The company intends to increase capacity to 8.5 million tons per annum by March 2012 and to 12.8 million tons per annum by March 2013, after completion of its expansion plan. The company's pulp and paper plant has a rayon grade pulp capacity of 31,320 tons per annum, writing and printing paper capacity of 1,97,800 tons per annum and capacity of 36,000 tons per annum for tissue paper. Century Pulp & Paper has recently set up 500-tonnes per day multilayer packaging board plant adjacent to its existing pulp and paper plant at Lalkua, Uttarakhand. The contribution of various segments in the total revenue is as under-



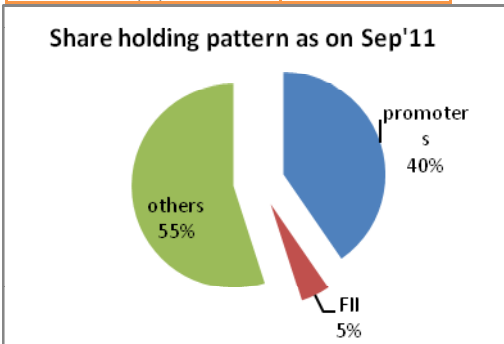
Recent developments

- CTIL witnessed a decent growth of 11.84% in the top line at Rs. 1301.5 crores in the December 2011 quarter as compared to Rs. 1163.7 crores during year-ago period. The company reported an robust growth of 154.12% in Net Profit to Rs. 54.3 crores from Rs. 21.4 crores in Q3FY11 period. Company even reported a good operating profit of 156.2 crores compared to 115.9 crores in YoY period. Even on QoQ basis, the company reported impressive growth of 268% in PAT with a corresponding growth of 18.4% in Total revenues. Both operating and PAT margins have increased by over 600 bps on quarterly basis and 200bps on YoY basis.
- The company had set up a Textile Mill, "Birla Century", a Greenfield project at Jhagadia, in the State of Gujarat, to manufactures mainly fine and superfine qualities of textile fabrics which have been well accepted in the market. The plant has State of Art highly sophisticated machineries to manufacture about 25 million metres of fabrics per annum at a capital expenditure of about Rs.855 crore (including Captive Thermal Power Plant of 30 MW of about Rs.106 crore.)

- Company has diversified interest in the field of cement in pulp & paper as well and according to the management, the continued thrust of the Government on improving infrastructure and promoting education at all levels is expected to provide a significant impetus to the growth of these two major businesses.
- CTIL is taking initiatives to expand its existing operational facilities. The Company is in the process of setting up new 1.50 million tons cement grinding unit viz. Sonar Bangla Cement at Sagardighi, in the State of West Bengal at a capital expenditure of about Rs.425 crores which is expected to be operational by September, 2012. Cement manufacturing capacity at Manikgarh Cement is also being expanded by setting up a new cement plant of 2.80 million tons capacity at the existing site with 40 MW Captive Thermal Power Plant. Company will invest about Rs.1600 crores on the expansion project and enhanced capacity is expected to be fully on stream by March, 2013.
- During the year 2008-09, company commissioned a Prime Grade Tissue Paper Plant at Lalkua Dist. Nainital, Uttarakhand at a capacity of 100 Tonnes per day for manufacturing of number of varieties of Tissue Paper. Taking into view the growing Packaging Paper Board demand, company's Pulp & Paper Division has recently set up a 500 tonnes per day Multi-layer Packaging Board Plant adjacent to the existing Pulp & Paper Plant at Lalkua. CTIL is looking forward to the optimized utilization of its Fibre Line (Pulp Plant) set up recently with a capacity of 1.62 lac tonnes per annum.
- During Q2FY12, Credit rating agency, CARE reaffirmed the assigned 'A1+' rating to the Commercial Paper (carved out) issue of Century Textiles & Industries for Rs 550.00 crore. The agency has also reaffirmed the assigned 'A1+' rating to the Commercial Paper (standalone) issue of the company for Rs 500.00 crore. The rating agency took into consideration the company's ability to successfully complete its ongoing capex and optimise its debt profile along with sustainability of profitability margins amidst challenging operating environment.

Key Financial Data

Key Details	
Share Capital (Rs)	93.0
Face Value(Rs)	10.0
52 Wk High/Low	394.75/215.1
Market Cap (Rs Cr)	2735.1
EPS (Rs.TTM)	10.3
PE (X)	28.6
Price/BV (X)	1.4



Particulars	Dec'11	Dec'10	% chg	Sep'11	% chg
(Rs.)			YoY		QoQ
Net Sales	1277.0	1136.4	12.4	1072.6	19.1
Oth Op Inc.	24.5	27.3	-10.4	26.4	-7.3
Total Inc.	1301.5	1163.7	11.8	1099.0	18.4
Total Exp.	1145.3	1047.8	9.3	1039.3	10.2
PBIDT	156.2	115.9	34.8	59.6	161.9
Dep.	60.8	58.8	3.5	60.1	1.3
Other Inc.	3.2	3.7	0.0	5.6	0.0
Interest	39.4	29.9	31.7	32.1	22.8
PBT	57.9	29.0	99.7	-32.2	279.9
Tax	3.6	7.6	-53.1		0.0
PAT	54.3	21.4	154.1	-32.2	268.8
PBDITM%	12.2%	10.2%	203 bps	5.6%	667 bps
PATM%	4.3%	1.9%	237bps	-3.0%	725 bps
EPS	5.8	2.3		-3.5	

Concerns

- Company's exposure in the textile segment is adversely affected by the volatility in the cotton prices. Unpredictable increase in the cotton prices is likely to increase the cost of production for the company. Even the sales of ready-to-wear garments marketed under the brand name 'Cottons by Century' have been adversely affected in the past due to the demand recession and increase in costs.
- Increased cost of inputs like coal, power and oil could lead to pressure on the company's margins going ahead.
- Company is undertaking various expansion projects with huge capital outlay. Returns on capital employed are still uncertain and unpredictable.

Derivatives Statistics

SYMBOL	PCR OI			TOTAL FUTURES OI		
	PREV. WEEK	CURR. WEEK	% CHANGE	OI PREV. WEEK	OI CURR. WEEK	% CHANGE
BANKNIFTY	1.79	1.73	-3.35	2,465,425	2,553,725	3.58
MININIFTY	1.94	2.34	20.62	1,391,140	1,374,420	-1.20
NIFTY	1.4	1.41	0.71	25,442,250	28,775,050	13.10
ACC	1.24	1.41	13.71	777,500	1,049,250	34.95
AMBUJACEM	0.54	0.45	-16.67	6,038,000	7,886,000	30.61
AXISBANK	0.88	0.79	-10.23	8,646,500	8,580,000	-0.77
BAJAJ-AUTO	0.60	1.39	131.67	1,054,000	1,046,000	-0.76
BHARTIARTL	0.82	0.36	-56.10	10,203,000	19,127,000	87.46
BHEL	0.41	0.40	-2.44	13,476,000	18,351,000	36.18
BPCL	0.41	0.47	14.63	808,500	980,500	21.27
CAIRN	0.33	0.53	60.61	13,677,000	16,418,000	20.04
CIPLA	0.73	0.86	17.81	3,009,000	3,079,000	2.33
COALINDIA	0.48	0.51	6.25	8,795,000	8,924,000	1.47
DLF	1.06	0.93	-12.26	21,295,000	23,340,000	9.60
DRREDDY	0.17	0.16	-5.88	993,000	1,016,750	2.39
GAIL	0.26	0.30	15.38	2,485,000	2,603,500	4.77
GRASIM	0.67	1.14	70.15	434,375	415,875	-4.26
HCLTECH	0.46	0.67	45.65	2,490,000	2,292,000	-7.95
HDFC	0.27	0.25	-7.41	12,447,500	12,635,500	1.51
HDFCBANK	0.81	0.87	7.41	15,983,500	15,806,000	-1.11
HEROMOTOCO	0.59	0.52	-11.86	1,925,250	2,009,625	4.38
HINDALCO	1.25	0.98	-21.60	17,960,000	21,938,000	22.15
HINDUNILVR	0.65	0.42	-35.38	9,959,000	10,328,000	3.71
ICICIBANK	0.95	0.81	-14.74	11,813,750	12,587,250	6.55
IDFC	1.40	0.90	-35.71	27,908,000	27,308,000	-2.15
INFY	0.63	0.64	1.59	3,091,250	3,289,375	6.41
ITC	0.39	0.46	17.95	24,268,000	24,410,000	0.59
JINDALSTEL	0.87	0.89	2.30	4,345,000	4,000,500	-7.93
JPASSOCIAT	1.05	0.91	-13.33	33,172,000	32,908,000	-0.80

KOTAKBANK	0.54	0.92	70.37	3,664,000	4,217,000	15.09
LT	1.04	0.96	-7.69	4,818,750	5,300,750	10.00
M&M	0.39	0.35	-10.26	4,954,500	5,436,000	9.72
MARUTI	1.27	1.41	11.02	3,457,000	3,465,250	0.24
NTPC	0.34	0.48	41.18	12,680,000	12,234,000	-3.52
ONGC	0.22	0.28	27.27	6,132,000	7,598,000	23.91
PNB	0.68	0.70	2.94	2,853,750	2,987,000	4.67
POWERGRID	0.26	0.29	11.54	12,132,000	15,688,000	29.31
RANBAXY	0.90	0.86	-4.44	2,094,500	2,326,500	11.08
RCOM	0.47	0.46	-2.13	25,376,000	40,688,000	60.34
RELIANCE	0.86	0.94	9.30	11,125,250	11,686,750	5.05
RELINFRA	0.99	1.04	5.05	3,064,000	3,146,500	2.69
RPOWER	0.56	0.55	-1.79	17,104,000	17,852,000	4.37
SAIL	0.48	0.73	52.08	9,284,000	11,416,000	22.96
SBIN	0.73	0.86	17.81	6,794,875	7,609,500	11.99
SESAGOA	0.95	0.92	-3.16	10,526,000	11,219,000	6.58
SIEMENS	0.86	0.50	-41.86	730,750	618,750	-15.33
STER	0.62	0.74	19.35	24,120,000	24,146,000	0.11
SUNPHARMA	1.92	0.98	-48.96	2,750,000	2,989,000	8.69
TATAMOTORS	0.67	0.68	1.49	42,618,000	47,608,000	11.71
TATAPOWER	0.54	0.57	5.56	8,024,000	9,484,000	18.20
TATASTEEL	0.80	1.28	60.00	13,902,500	16,860,500	21.28
TCS	0.63	0.94	49.21	4,649,250	4,601,000	-1.04
WIPRO	0.39	0.83	112.82	3,384,000	3,808,000	12.53

Nifty Stock Level (Cash)

SCRIPS	LTP	R1	R2	S1	S2	trend
ACC	1347.00	1422	1497	1272	1197	upward
AMBUJACEM	171.85	180	188	167	161	downtrend
AXISBANK	1118.05	1142	1166	1096	1073	upward
BAJAJ-AUTO	1736.05	1786	1836	1651	1565	upward
BHARTIARTL	349.95	382	414	331	311	downtrend
BHEL	260.60	271	283	253	246	downtrend
BPCL	598.20	630	661	566	532	upward
CAIRN	373.20	393	413	350	326	upward
CIPLA	349.75	358	367	344	338	downtrend
COALINDIA	331.85	338	344	325	317	upward
DLF	230.90	240	249	223	214	downtrend
DRREDDY	1621.95	1681	1741	1577	1532	downtrend
GAIL	385.85	396	407	376	366	downtrend
GRASIM	2833.65	2906	2979	2745	2656	upward
HCLTECH	468.70	475	481	459	448	upward
HDFC	693.90	710	727	677	660	downtrend
HDFCBANK	517.50	529	541	503	488	upward
HEROMOTOCO	1970.50	2024	2078	1929	1887	upward
HINDALCO	152.90	161	170	146	139	downtrend
HINDUNILVR	387.40	407	427	373	358	downtrend
ICICIBANK	930.45	948	966	912	893	upward
IDFC	133.90	141	149	128	122	downtrend
INFY	2790.40	2838	2886	2728	2665	downtrend
ITC	203.80	208	212	200	195	upward
JINDALSTEL	604.20	627	650	569	533	upward
JPASSOCIAT	76.55	80	84	73	70	downtrend
KOTAKBANK	546.70	567	587	520	492	upward
LT	1351.00	1387	1424	1325	1299	downtrend
M&M	691.55	720	749	667	642	downtrend
MARUTI	1244.60	1272	1300	1225	1205	downtrend
NTPC	180.35	184	187	176	170	upward
ONGC	281.75	289	296	275	267	downtrend
PNB	1007.65	1033	1059	973	938	upward
POWERGRID	107.35	111	115	105	102	downtrend
RANBAXY	442.40	456	470	434	425	downtrend

RCOM	94.00	98	103	89	84	downtrend
RELIANCE	843.25	864	886	823	803	downtrend
RELINFRA	572.45	601	630	542	511	upward
RPOWER	105.40	111	117	98	90	upward
SAIL	113.20	117	122	106	99	upward
SBIN	2171.90	2210	2249	2132	2092	upward
SESAGOA	234.90	246	257	221	206	downtrend
SIEMENS	790.35	812	834	760	729	upward
STER	129.25	134	139	123	116	upward
SUNPHARMA	541.45	561	581	527	512	downtrend
TATAMOTORS	257.35	265	273	247	236	upward
TATAPOWER	110.80	116	122	105	99	downtrend
TATASTEEL	475.05	492	510	445	415	upward
TCS	1233.40	1257	1281	1191	1148	upward
WIPRO	449.35	459	469	431	412	upward

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