

Equity indices	% Chg			
	5-Mar	1-day	1-mth	3-mth
<b>India</b>				
Sensex	16,542	1.2	(8.8)	(16.4)
Nifty	4,921	1.2	(7.5)	(17.4)
<b>Global/Regional markets</b>				
Dow Jones	12,040	(1.8)	(1.7)	(11.6)
Nasdaq	2,221	(2.3)	(3.2)	(17.9)
FTSE	5,766	(1.5)	0.7	(12.0)
Nikkei	12,837	(2.9)	(2.8)	(19.6)
Hang Seng	22,650	(3.0)	(3.5)	(21.5)

Value traded (Rs bn)	BSE	NSE
Cash	53.6	120.5
Derivatives	10.1	335.8
Total	63.7	456.3

Net inflows	Recent trends (days)			
	(Rs bn)	4-Mar	-7d	-15d
FII	(4.5)	4.5	21.2	(63.5)
MF	5.1	26.4	21.5	57.7

Forex / Crude	% Chg			
	5-Mar	1-day	1-mth	3-mth
Rs/US\$	40.2	0.0	(1.7)	(2.1)
Euro/US\$	1.5	(0.0)	6.2	4.9
Crude (\$/bbl)	105.6	0.2	19.9	19.7

Mkt movers (Rs)	Close	Pr. Cl.	% Chg
<b>Top gainers</b>			
Gujarat NRE Coke	166.2	152.2	9.2
Asian Electronics	220.8	202.5	9.0
Nestle India	1,530.7	1,432.1	6.9
<b>Top losers</b>			
GTC Industries	372.6	407.3	(8.5)
Bank of India	286.1	309.7	(7.6)
GVK Power	40.4	43.7	(7.4)

## In focus

### ICICI Bank – Company Update

MTM losses NOT subprime hit CMP: Rs 960 Target: Rs 1,478 BUY

### Automobiles – 2-wheeler Sector Update

Duty cuts, launches to propel volume growth

## News track

- ❖ The Dabhol power plant is likely to be delayed further with the third unit to be commissioned only by May instead of March-end. (BS)
- ❖ India's Rs 650bn petrochemicals sector, which has announced capacity additions of 3mn tonnes in the next 3–4 years, may face an investment slowdown due to rising capital costs and global shortage of project equipment and manpower. (BL)
- ❖ BNP Paribas is acquiring a 50% stake in the consultancy business of Bangalore-based Redwoods Projects, marking its foray into the Indian real estate brokerage and consultancy space. (ET)
- ❖ **Reliance Energy's** board has approved the buyback of its outstanding shares in two phases for a total amount of up to Rs 20bn at a share price of up to Rs 1,600. (FE)
- ❖ **Reliance Communications** has slashed the prices of its internet data cards by over 13%. (ET)
- ❖ **Sun Pharma** has received tentative approval from the USFDA for generic Gemzar injection. (BL)
- ❖ **BPCL** is likely to process 9.5% less crude at its two key refineries in FY09 due to planned shutdowns. (Mint)
- ❖ US-based PE firm Blackstone is all set to raise its stake in **Nagarjuna Construction** from the existing 9% to 12.2%. (ET)
- ❖ **Pfizer** plans to focus on emerging markets and speed up the launch of new drugs. (BL)
- ❖ **JSW Steel Group** will set up a 3mn tonne cement plant at Salboni in West Bengal, where it has already decided to develop a 10mn tonne integrated steel plant with an investment of Rs 350bn. (FE)

Source: BL: Business Line, BS: Business Standard, ET: Economic Times, FE: Financial Express

### Volume shockers

(No of shares)	5-Mar	2-mth avg	Chg (x)
Nitco Tiles	151,041	6,243	24.2
Pidilite Industries	2,515,042	109,360	23.0
Panacea Biotech	211,212	11,503	18.4

### Delivery toppers

Company	Del (%)	Tot. vol	Cons days up
Aban Offshore	37.2	54,242	1
ABB India	48.9	151,522	1
Alstom Projects	63.7	85,932	(3)



**Underlying credit quality remains robust**

The quantum of MTM losses put out by media reports has been calculated on the premise that the bank would sell off all the investments and book the losses. However, the management has stated that it does not intend to sell these investments as there are no underlying credit losses. The bank has already made provisions of US\$ 70mn towards its standalone MTM losses and has stated that it would provide another US\$ 50mn in standalone financials and US\$ 25mn in subsidiary books during the fourth quarter.

Considering the management's statement that there has been no significant deterioration in credit quality of the underlying instruments, we believe that the current degree of concern is unwarranted. We do not expect the profitability for FY08 to be substantially impacted, though further MTM hits and recapitalisation issues could impact earnings in future.

**Estimates reduced to build in the MTM hit in Q4****Revision of estimates**

We have modified our estimates to include the MTM hit in the fourth quarter and have also revised our net profit estimates on account of changes in our core operation assumptions for FY09, as shown in the table below.

**Revised estimates**

	FY08			FY09		
	Revised	Earlier	Var (%)	Revised	Earlier	Var (%)
PAT (Rs bn)	39.2	41.6	(5.8)	50.8	54.6	(7.0)
EPS (Rs)	35.1	37.2	(5.8)	45.4	48.8	(7.0)
ABV (Rs)	388.5	390.6	(0.5)	409.6	415.1	(1.3)
ROE (%)	11.0	11.7	-	10.5	11.2	-

Source: Religare Research

**Valuation****Maintain target of Rs 1,478; Buy**

ICICI Bank is currently trading at a P/ABV of 2.3x and 2.2x on FY09E and FY10E respectively. At Rs 438/share, the value of subsidiaries and other investments comprises a substantial portion of ICICI Bank's fair value. The bank's core valuation of Rs 1,040/share is at a discount to other leading private banks. The lower valuation is primarily on account of lower margin and return ratio parameters.

We believe ICICI Bank deserves higher valuations considering its position as the second largest bank in India, expected improvement in ROE over the next two to three years, and its stronghold in the private insurance business. We remain positive on the group's prospects, and see merit in the management's focus on the liability side rather than on asset growth. We believe this will translate to higher CASA deposits, which will in turn boost margins and ROE. Our only concern is the deterioration in asset quality. We maintain our SOTP valuation of Rs 1,478 for the bank and continue with our Buy recommendation.

**Valuation summary**

Particulars	Rs/share	Comment
ICICI Bank (standalone)	1,039.9	2.3x ABV FY10E
ICICI Life Insurance*	246.0	17x NBAP FY10E
ICICI Lombard (Gen Ins)*	51.7	6x BV FY10E
ICICI Prudential AMC*	43.3	12% of AUM FY10E
ICICI Securities	45.0	36x EPS FY09E
ICICI Venture Capital	35.0	20% of AUM FY10E
Other investments	17.4	-
<b>SOTP valuation</b>	<b>1,478.3</b>	<b>-</b>

Source: Religare Research

\*After holding company

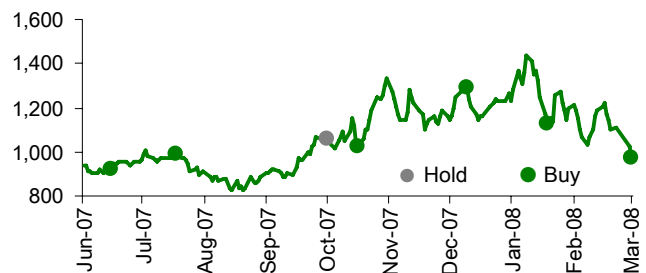
discount of 20%

Recommendation history

Date	Event	Reco price	Tgt price	Reco
20-Jun-07	FPO Note	918	1,080	Subscribe
23-Jul-07	Results Update	985	1,080	Buy
5-Oct-07	Quarterly Preview	1,061	1,097	Hold
22-Oct-07	Results Update	1,024	1,215	Buy
13-Dec-07	Sector Update	1,290	1,435	Buy
23-Jan-08	Results Update	1,125	1,478	Buy
7-Mar-08	Company Update	960	1,478	Buy

Source: Religare Research

Stock performance



Source: Religare Research

## Standalone financials

### Profit and Loss statement

(Rs bn)	FY07	FY08E	FY09E	FY10E
Interest earned	229.9	314.1	386.5	467.5
Interest expended	163.6	228.4	278.8	330.9
Net interest income	56.4	76.8	107.7	136.6
Growth (%)	19.7	36.3	40.2	26.8
Non-interest income	59.3	88.3	103.4	124.1
Comm, Exchange & Brokerage	43.3	57.4	75.5	98.1
Growth (%)	41.8	48.9	17.1	20.1
Operating expenses	66.9	84.2	106.7	135.8
Pre-provisioning profits	48.7	80.9	104.4	124.9
Growth (%)	25.4	66.0	29.1	19.6
Provisions & contingencies	22.3	30.9	36.7	39.1
PBT	26.5	50.0	67.7	85.8
Income tax, Interest tax	5.4	10.7	16.9	22.7
Net profit	21.1	39.2	50.8	63.0
Growth (%)	(17.1)	86.2	29.4	24.1

Source: Company, Religare Research

### Balance sheet

(Rs bn)	FY07	FY08E	FY09E	FY10E
Cash in hand & bal with RBI	187.1	225.5	282.3	352.6
Balance with banks, Money at call	184.1	230.2	264.7	304.4
Investments	912.6	1,053.5	1,213.6	1,455.7
Advances	1,958.7	2,452.2	3,069.2	3,797.0
Fixed assets (net)	39.2	40.2	41.2	42.3
Other assets	164.9	206.1	257.7	322.1
Total assets	3,446.6	4,207.8	5,128.7	6,274.1
Equity capital	12.5	14.7	14.7	14.7
Reserves & surplus	234.1	456.9	489.8	535.0
Net worth	243.1	468.1	501.0	546.2
Deposits	2,305.1	2,717.4	3,401.3	4,248.1
Current deposits (a)	213.8	256.5	329.6	423.6
Savings bank deposits (b)	288.4	360.5	477.6	620.9
Term deposits (c)	1,803.0	2,100.4	2,594.1	3,203.7
Borrowings (incl sub-ord bonds)	706.6	834.5	998.3	1,196.3
Other liabilities & provisions	188.2	184.2	224.6	280.0
Total liabilities	3,446.6	4,207.8	5,128.7	6,274.1

Source: Company, Religare Research

### Key ratios

Year-end March	FY07	FY08E	FY09E	FY10E
<b>Per share data</b>				
Shares outstanding (bn)	0.9	1.1	1.1	1.1
FDEPS (Rs)	23.4	35.1	45.4	56.3
DPS (Rs)	10.0	11.0	14.0	14.0
Book value (Rs)	274.2	421.3	450.7	491.1
Adjusted book value (Rs)	252.1	388.5	409.6	443.6

### Valuation ratios

P/E (x)	41.0	27.4	21.2	17.0
P/BV (x)	3.5	2.3	2.1	2.0
P/ABV (x)	3.8	2.5	2.3	2.2

### Earnings quality (%)

Net interest margin	2.0	2.2	2.5	2.6
Yield on advances	9.4	10.5	10.5	10.3
Yield on investments	7.4	7.6	7.6	7.6
Cost of funds	5.9	6.7	6.9	6.7
Cost/Income	57.9	51.0	50.5	52.1
Return on average net worth	9.1	11.0	10.5	12.0
Return on average assets	0.7	1.0	1.1	1.1

### Growth ratios (%)

Net interest income	19.7	36.3	40.2	26.8
Other income	41.8	48.9	17.1	20.1
Total income	30.1	42.8	27.9	23.5
Pre-provisioning profit	25.4	66.0	29.1	19.6
Net profit	(17.1)	86.2	29.4	24.1
Advances	34.0	25.2	25.2	23.7
Deposits	39.6	17.9	25.2	24.9

### Asset quality

Proportion of low-cost deposits (%)	21.8	22.7	23.7	24.6
Credit-Deposit ratio (x)	85.0	90.2	90.2	89.4
Investment/Deposit (%)	39.6	38.8	35.7	34.3
Net NPA ratio	1.0	1.5	1.5	1.4
CAR	11.7	14.6	12.3	12.6
Tier-I ratio	7.4	11.0	9.4	8.6

Source: Company, Religare Research

# Automobiles: Two-wheelers

## Sector Update

### Duty cuts and new launches to propel volume growth

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#### Recommendation snapshot

Company	CMP	Target price	Reco
Bajaj Auto	2,128	2,947	BUY
Hero Honda	773	787	HOLD
TVS Motors	42	45	SELL

#### Stock performance

Returns (%)	CMP	1-mth	3-mth	6-mth
Bajaj Auto	2,128	(11.5)	(22.0)	(8.8)
Hero Honda	773	6.6	12.3	18.7
TVS Motors	42	3.7	(39.3)	(35.7)

#### 52 week high/low (Rs)

Company	High/Low
Bajaj Auto	2,880/1,801
Hero Honda	786/561
TVS Motors	79/33

#### 6-month Average volume

Company	Average Volume
Bajaj Auto	100,654
Hero Honda	271,616
TVS Motors	1,945,128

The two-wheeler industry has registered a slowdown in volume sales during FY08 YTD, largely owing to expensive auto financing rates and a higher degree of scrutiny by financial institutions while granting loans. However, the recent budgetary announcements related to the excise duty cut on two-wheelers from 16% to 12%, reduction of CENVAT duty from 16% to 14%, and increase in the personal tax exemption slab will have a positive impact on two-wheeler manufacturers. Already Bajaj Auto (BAL) and Hero Honda (HHL) have announced price cuts on their vehicles, which will increase consumer affordability and drive demand for two-wheelers. And with a slew of new vehicle launches planned for FY09, we anticipate that volume sales of motorcycles will pick up.

Building in the positive impact of the budget on the two-wheeler industry, we have raised our volume sales estimates for BAL, HHL and TVSML. We maintain our Buy recommendation on BAL with a target price of Rs 2,947, which offers a potential upside of 38% from current levels. We continue to maintain a Hold on HHL, with a revised target of Rs 787, and a Sell on TVS Motor (TVSML) with a target of Rs 41.

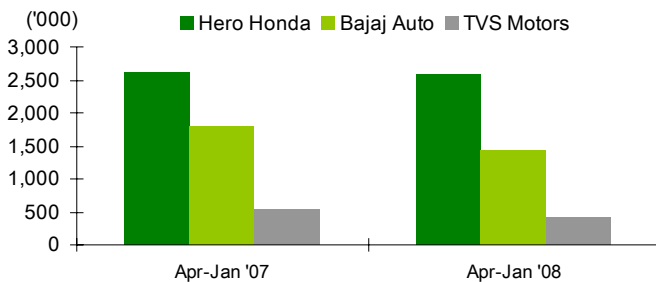
### Volume sales subdued during FY08

So far this fiscal, the two-wheeler industry has registered a decline in volume sales. This coupled with higher raw material costs and intense competition in the segment has eroded the overall profitability of two-wheeler manufacturers.

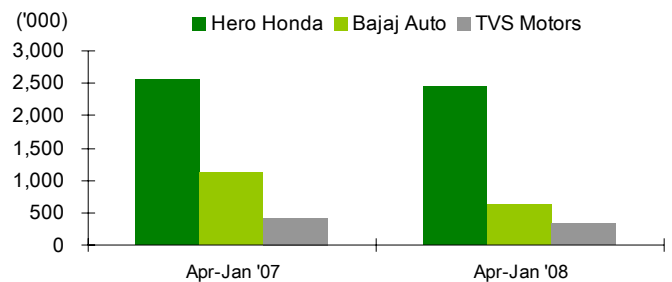
#### Motorcycle volumes have decelerated...

The top three manufacturers of two-wheelers, namely HHL, BAL and TVSML, saw their cumulative domestic motorcycle volume sales decline by 10.1% YoY to 4.4mn vehicles. This was primarily due to reduced sales of 75cc–125cc vehicles during the period as a result of expensive financing rates and tougher lending norms by financial institutions. While BAL's domestic motorcycle volume sales declined 19.8% YoY during the first 10 months of the fiscal (10mFY08) to 1.4mn vehicles, HHL's volumes declined 1% YoY to 2.6mn vehicles and TVSML recorded a drop of 22.9% YoY to 417,837 vehicles.

Domestic sales (motorcycles)



75cc-150cc sales break-down



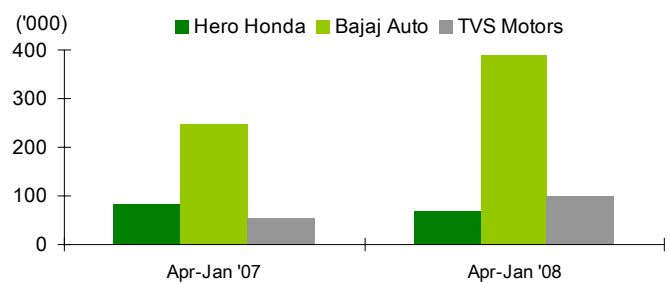
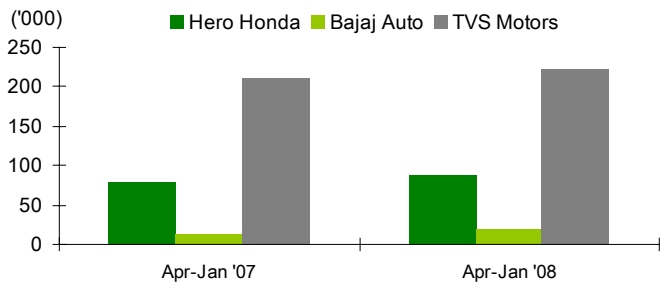
Source: SIAM

**...but scooters and exports registered an increase**

The volume sales of scooters and exports, however, grew 7.9% YoY to 329,070 vehicles and 44.8% YoY to 558,753 vehicles respectively during the said period. In scooter sales, BAL posted the best growth amongst the three players, growing 57.8% YoY to 329,070 scooters, while TVSML recorded the highest exports growth of 79.8% YoY to 100,611 vehicles.

**Scooter sales break-down**

**Exports break-down**

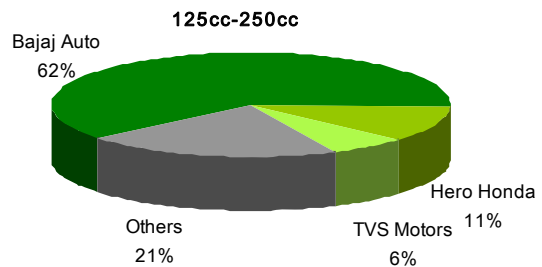
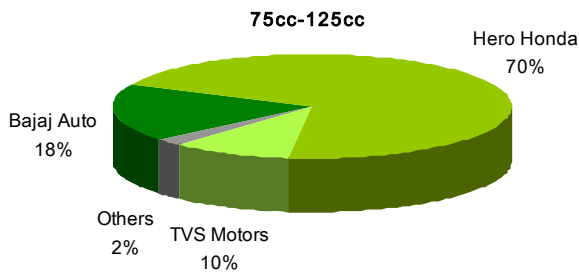


Source: SIAM

**Shift in market share profile**

Despite the decline in volume sales, HHL improved its market share in the 75cc–125cc segment by more than 1,000bps to 69.8% at the end of 10mFY08. This was possible due to BAL’s conscious decision to focus on the executive and premium segments, where it commands the largest market share. Both BAL and HHL have gained market share in the 125cc–250cc segment, primarily at the expense of TVSML. While BAL and HHL improved their share by 50bps and 462bps to 61.8% and 10.9% respectively, TVSML registered a decline of 678bps to 5.4% in the executive and premium segment.

**Market share for FY08 YTD**



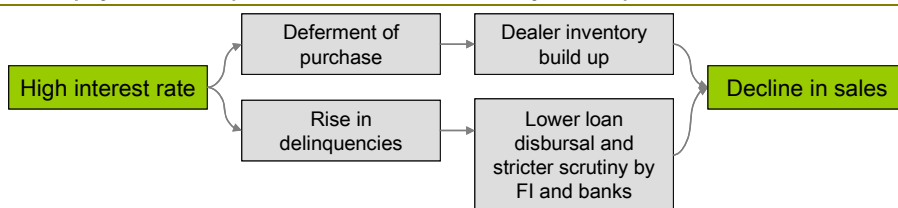
Source: SIAM, Religare Research

**Two-wheeler volumes muted due to firm interest rates**

With high interest rates prevailing during the current fiscal, auto financing options grew expensive, leading consumers to defer their vehicle purchases. Considering that the economy segment forms the largest slice of volume sales, this deferment was a major contributor to the shrinking volumes and led to dealer inventory corrections in motorcycle sales during H1FY08.

The high interest rates also led to an increase in defaults on payment of vehicles already financed. Delinquency levels have increased from 3–5% in FY07 to 8–10% during 10mFY10. Consequently, many two-wheeler financing companies have reduced exposure to certain regional markets such as Uttar Pradesh and Madhya Pradesh. The financing companies have also tightened credit norms in disbursing two wheeler loans, which has contributed to the decline in volume sales.

**Loan repayment delinquencies and dealer inventory build-up led to sales declines**



Source: Religare Research

**Favourable budget to the rescue**

The Union Budget of 2008-09 was favourable for two-wheeler manufacturers as it announced a reduction in excise duty on two-wheelers, a CENVAT duty cut and an increase in the limit of personal tax exemption. Excise on two-wheelers has been cut to 12% from 16%, while CENVAT rates have been reduced to 14% from 16%. Lastly, the tax exemption slab has been increased from Rs 110,000 to Rs 150,000, leading to higher personal disposable income.

All the three measures are expected to lead to a revival in sales volume, with manufacturers expected to pass on the benefit of the duty cuts to consumers. Already, BAL has announced prices cuts of Rs 1,000- 3,000 on its range of vehicles.

**New launches to be skewed towards executive and premium segments**

FY09 will continue to witness the launch of new motorcycles, largely in the executive and premium segments as compared to economy segments. This will cater to the changing customer preferences for executive and premium segment vehicles. (Refer to Annexure I for forthcoming launches)

**Interest rates unlikely to go up**

Interest rates have remained firm in FY08. However, the situation appears to be changing with the government’s renewed thrust on maintaining consumption-led growth. Several banks have already announced rate cuts on home loans, pointing to the likelihood of softer interest rates in the near future. If auto financing rates soften, it will act as an impetus to demand for two-wheelers, particularly motorcycles.

**Change in estimates**

Building in the positive impact of the budget on the two-wheeler industry, we have raised our volume sales and EBITDA margin estimates for BAL, HHL and TVSML.

**Revised estimates**

Particulars (% chg)	Bajaj Auto		Hero Honda		TVS Motors	
	FY09E	FY10E	FY09E	FY10E	FY09E	FY10E
Net sales	0.2	1.0	0.4	1.3	0.4	1.7
EBITDA	1.3	2.5	2.1	3.2	7.0	9.0
Net sales	1.0	2.0	2.0	3.1	13.1	15.2
EPS	1.0	2.0	2.0	3.1	13.1	15.2

Source: Religare Research

Factoring in the positive impact of the budget, we maintain our existing recommendations for BAL, HHL and TVSML. We recommend a Buy on BAL with a target price of Rs 2,947, continue with our Hold on HHL with a marginally higher target of Rs 787, and have a Sell on TVSML with a revised target of Rs 45.



## Valuation summary

Company	CMP	EPS (Rs)		P/E (x)		EV/EBITDA (x)		Target price (Rs)	Reco
		FY09E	FY10E	FY09E	FY10E	FY09E	FY10E		
Bajaj Auto	2,128	145	742	7.5	6.3	7.4	5.8	2,947	BUY
Hero Honda	773	53.8	59.3	13.5	12.2	9.1	8.1	787	HOLD
TVS Motors	42	2.5	3.6	16.8	11.5	10.5	7.6	45	SELL

Source: Religare Research

## Annexure I

## New product launches

Company	Vehicle type	Vehicle segment	Expected launch period	Engine capacity
Hero Honda	Motorcycle	Premium	2008	180
Hero Honda	Motorcycle	N.A.	2008	N.A.
Bajaj Auto	Motorcycle	Sonic DTSi (executive)	2008	125
Bajaj Auto	Motorcycle	XCD Sprint (executive)	2008	125
Bajaj Auto	Motorcycle	Duke (Premium)	2008	690
Bajaj Auto	Motorcycle	Kawasaki Ninja (Premium)	2008	250
Bajaj Auto	Scooter	Blade	2008	N.A.
Bajaj Auto	Motorcycle	Discover 150 DTSi (Executive)	2008	150
Bajaj Auto	Motorcycle	Premium	2008	N.A.
Kinetic	Scooterette	Zing 85	N.A.	N.A.
Kinetic	Scooterette	Aqua	2008	175
Kinetic	Scooterette	Blade 125	2008	125
Kinetic	Scooterette	Jupiter	2008	175-180
Kinetic	Scooterette	Euro	2008	125-135
TVS Motor	Motorcycle	Apache RTR (Premium)	2008	160
Yamaha Motors	Scooter	Majesty (Executive)	N.A.	125
Yamaha Motors	Motorcycle	Premium	2008	150
Yamaha Motors	Motorcycle	Premium	2008	180
Yamaha Motors	Motorcycle	SS	2008	N.A.
Yamaha Motors	Motorcycle	FZ (Premium)	2008	150
Yamaha Motors	Motorcycle	RS (Executive)	2008	125
Yamaha Motors	Motorcycle	Crux variant (Economy)	N.A.	100
HMSI	Motorcycle	Economy	N.A.	100
HMSI	Motorcycle	N.A.	2008	125
HMSI	Motorcycle	Unicorn [variant] (Premium)	2008	150
HMSI	Scooter	Aviator	2008	N.A.
Suzuki	Scooter	N.A.	2008	125
Suzuki	Motorcycle	N.A.	2008	150
Suzuki	Motorcycle	Hayabusa (Premium)	2008	1340

Source: CRIS INFAC

## Recommendation tracker

Date	Company	Report type	Stock price (Rs)	Target (Rs)	Reco
1-Feb-08	Jagran Prakashan	Results Update	124	158	BUY
1-Feb-08	C & C Constructions	Results Update	214	376	BUY
1-Feb-08	Federal Bank	Results Update	309	397	BUY
4-Feb-08	Cadila Healthcare	Results Update	257	381	BUY
4-Feb-08	Maruti Suzuki	Results Update	849	1,225	BUY
4-Feb-08	KPR Mill	Results Update	126	212	BUY
4-Feb-08	Hero Honda	Results Update	725	771	HOLD
5-Feb-08	Ganesh Housing Corp	Results Update	601	1,201	BUY
5-Feb-08	Dewan Housing Finance	Results Update	199	302	BUY
6-Feb-08	Elecon Engineering	Results Update	224	383	BUY
6-Feb-08	Bajaj Auto	Results Update	2,404	2,942	BUY
6-Feb-08	Jubilant Organosys	Results Update	351	405	BUY
6-Feb-08	Bihar Tubes	Results Update	154	242	BUY
7-Feb-08	Indian Overseas Bank	Results Update	178	204	HOLD
7-Feb-08	UTV Software	Results Update	857	892	BUY
8-Feb-08	Mercator Lines	Results Update	107	177	BUY
8-Feb-08	Parsvnath Developers	Results Update	274	512	BUY
11-Feb-08	Opto Circuits (India)	Results Update	400	568	BUY
11-Feb-08	Balaji Telefilms	Results Update	217	375	BUY
11-Feb-08	Nava Bharat Ventures	Results Update	238	355	BUY
11-Feb-08	Indus Fila	Results Update	255	561	BUY
11-Feb-08	GSS America Infotech	Results Update	400-440	NA	NA
13-Feb-08	Mahindra & Mahindra	Results Update	580	834	BUY
14-Feb-08	Apar Industries	Company Update	250	390	BUY
15-Feb-08	Tata Metaliks	Company Update	164	219	BUY
18-Feb-08	Rural Electrification Corporation	IPO Note	90-104	NA	SUBSCRIBE
18-Feb-08	Bihar Tubes	Company Update	135	242	BUY
20-Feb-08	Great Offshore	Company Update	846	1,152	BUY
21-Feb-08	Bajaj Auto	Company Update	2,323	2,942	BUY
21-Feb-08	K S Oils	Company Update	85	122	BUY
22-Feb-08	Deepak Fertilisers and Petrochemicals	Company Update	132	184	BUY
22-Feb-08	HDIL	Company Update	825	1,445	BUY
25-Feb-08	Aventis Pharma	Results Update	910	1,092	BUY
25-Feb-08	ABB	Results Update	1,191	1,526	BUY
25-Feb-08	Sarda Energy & Minerals	Initiating Coverage	463	574	BUY
26-Feb-08	Gujarat Industries Power Company	Company Update	97	136	BUY
27-Feb-08	HDFC Bank	Company Update	1,450	1,879	BUY
27-Feb-08	Maruti Suzuki	Company Update	813	1,137	BUY
28-Feb-08	Fame India	Company Update	66	105	BUY
29-Feb-08	GlaxoSmithKline Pharma	Results Update	1,040	1,244	BUY
4-Mar-08	Venus Remedies	Company Update	427	708	BUY
5-Mar-08	Jupiter Bioscience	Initiating Coverage	146	237	BUY
7-Mar-08	ICICI Bank	Company Update	960	1,478	BUY
7-Mar-08	Bajaj Auto	Sector Update	2,128	2,947	BUY
7-Mar-08	Hero Honda	Sector Update	773	787	HOLD
7-Mar-08	TVS Motor	Sector Update	42	45	SELL

## Market trends

### BSE sectoral indices

	% Chg				Constituent performance
	5-Mar	1-day	1-mth	3-mth	
Automobiles	4,850	(0.2)	(1.0)	(14.9)	
Banks	8,916	(1.6)	(16.6)	(19.7)	
Capital Goods	14,688	(0.9)	(11.4)	(27.9)	
Comm. & Tech.	3,111	2.1	(9.0)	(17.5)	
Consumer Durables	4,415	0.4	(10.7)	(26.9)	
FMCG	2,232	2.9	1.9	1.5	
Healthcare	3,908	1.4	5.1	(2.1)	
IT	3,752	3.8	(1.6)	(12.1)	
Metal	16,016	1.2	(1.1)	(15.4)	
Oil & Gas	10,331	1.6	(7.4)	(19.5)	
Mid-caps	7,114	(0.9)	(10.7)	(21.2)	
Small-caps	8,810	(1.6)	(15.4)	(22.5)	

Number of companies: 

### Emerging markets

Country	% Chg				
	5-Mar	1-day	1-mth	3-mth	6-mth
Brazil	62,975	(2.6)	6.8	(4.1)	15.4
Shanghai	4,296	(1.5)	(6.6)	(15.6)	(18.6)
Hong Kong	22,650	(3.0)	(3.5)	(21.5)	(5.6)
India	16,542	1.2	(8.8)	(16.4)	5.9
South Korea	1,661	(2.1)	(2.1)	(14.1)	(11.9)
Taiwan	8,554	(1.2)	11.5	(1.9)	(5.1)

### FII statistics

(US\$ mn)	1-day	WTD	MTD	YTD
India	(117.2)	(286.6)	(286.6)	(3,346.7)
South Korea	(149.3)	(1,208.8)	(1,208.8)	(12,875.7)
Taiwan	603.6	583.8	583.8	1,542.6
Thailand	279.2	(118.3)	(118.3)	(289.5)

## Events calendar

### Board meetings

<b>March 7</b>	<b>8</b>	<b>9</b>
Navneet Publication – Dividend Strides Arcolab - Audited Results & Dividend Andhra Bank - Interim Dividend	Cords Cable Industries - Quarterly Results	
<b>10</b>	<b>11</b>	<b>12</b>
	Albright & Wilson Chemicals - Audited Results	Manappuram General Finance - Dividend
<b>13</b>	<b>14</b>	<b>15</b>
-	-	-

## Trade data

### Institutional bulk deals

Scrip	Client	Buy/Sell	Quantity	Avg Price (Rs)
Gayatri Projects	AIG Trustee Co Ac Infrastruct	B	141,109	465.0
Jagjanani	Lucas Mayes Industried	B	176,091	8.0
Jet Airways (India)	Baytree Investments Mauritius	B	849,810	726.0
Jet Airways (India)	Citigroup Global Markets Mauritius	S	498,323	726.0
Monne Ispat	Bsma	B	306,500	465.0
Multibase	Madhav Edu And Reserch Institute India	B	214,582	31.0
Pidilite Ind	F Ide Fimhk Fidelity Funds Mauritius	S	2,500,000	145.0
Spice Tele	Fidelity Mutual Fund	S	3,527,046	32.5
SRF	Morgan Stanley Dean Witter Mauritius Co	S	750,000	117.0

Source: BSE

### Disclosures under insider trading regulations

Scrip	Acquirer/Seller	Buy/Sell	Shares transacted		Post-transaction holding	
			Qty	%	Qty	%
AK Capital Services	Firststrand (Ireland )	B	800,000	13.8	-	13.8
Arora Fibres	Dilawar Singh Arora	S	1,630,000	10.8	-	-
Arora Fibres	Daljeet Kaur Arora	S	3,701,470	-	117,200	0.8
Arora Fibres	Rupinder Singh Arora	B	5,331,470	-	5,549,470	36.9
Bartronics India	JM Financial Mutual Fund	B	71,599	0.4	1,039,080	5.3
Bilcare	Vineet Mehrotra	B	25,000	-	25,500	0.2
Bilcare	Mohan H Bhandari	S	50,000	-	6,531,274	39.7
Birla Vxl	Central India General Agents	B	91,000	0.1	9,204,630	13.4
Eveready Industries India	Deepak Khaitan	B	50,000	-	58,200	-
Gujarat Nre Coke	Gujarat Nre Mineral Resources	B	500,000	0.2	7,437,543	-
i-flex solutions	Hariharan Sankaran	S	1,000	-	57,687	-
Indiabulls Financial Services	Sameer Gehlout	B	500,000	-	36,471,278	14.4
Indiabulls Financial Services	Rajiv Rattan	B	250,000	-	18,480,253	7.3
Indiabulls Real Estate	Sameer Gehlout	B	1,500,000	0.6	34,333,345	14.3
Indiabulls Real Estate	Rajiv Rattan	B	500,000	0.2	17,154,170	7.1
KSOils	Ramesh Chand Garg	B	300,000	-	33,022,438	10.5
KRBL	Radha Raj Ispat	B	13,339	-	2,414,293	9.9
Larsen & Toubro	KV Rangaswami	S	1,000	-	102,000	0.0
Max India	Maxopp Investements	B	63,153	0.0	9,477,984	4.3
Nachmo Knitex	Amarshagun Investments	B	448,286	3.0	953,641	6.4
Sagar Cements	Brand Strat Consulting	B	40,348	0.3	947,685	7.1
Satyam Computer Services	T Hari	S	200	-	-	-
Satyam Computer Services	K Sriram	S	4,800	-	-	-
Satyam Computer Services	Pawan Kumar Maddali	S	1,500	-	-	-
Tech Mahindra	Vineet Nayyar	S	10,000	-	1,240,608	1.0
Ushakiran Finance	T Adinarayana	B	265,450	7.9	291,660	8.7
Ushakiran Finance	Krishnaraj Securities	B	266,000	7.9	485,350	14.5

Source: BSE

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**Recommendation parameters**

<b>Large-caps*</b>	> 10%	< - 5%	<b>Returns</b>	<b>Absolute</b>
	BUY	SELL		
<b>Mid-caps**</b>	> 25%	< 10%		

*\*Market cap over US\$ 1bn \*\*Market cap less than US\$ 1bn*

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