

Indices	Close	% Chg	% YTD
<b>Indian Markets</b>			
Sensex	18,486	(0.0)	(9.9)
Nifty	5,539	0.0	(9.7)
CNX Midcap	7,654	0.3	(13.6)
<b>Global Markets</b>			
DJIA	12,170	(0.7)	5.1
Nasdaq	2,785	(0.5)	5.0
FTSE	5,990	(0.2)	1.5
<b>Emerging Markets</b>			
IBOV	68,012	(0.2)	(1.9)
Shanghai Composite	2,942	1.0	4.8
KOSPI	2,005	4.0	(2.3)

Market Turnover	US\$ mn	% Chg
BSE	704	(17.3)
NSE	2,604	(21.8)
Derivatives (NSE)	23,302	(30.3)

FII in F&O (US\$ mn)	Index	Stocks
Net buying	99.3	86.7
Open interest	13,270.8	6,146.7
Chg in open interest (%)	(0.3)	(0.5)

Fund Flows (US\$ mn)	Latest	MTD	YTD
FII	62.4	166	(2,075)
MFs	8.9	101	551

Forex Rates	Latest	% Chg	% YTD
Rs/US\$	45.0	0.1	(0.6)
Euro/US\$	0.7	0.13	4.5
Yen/US\$	82.3	0.16	(1.5)

Commodities	Latest	% Chg	% YTD
Brent (US\$/bbl)	115.7	1.1	22.7
Gold (US\$/oz)	1,430.9	1.1	0.7
Copper (US\$/MT)	9,895.0	(0.2)	3.1
Alum (US\$/MT)	2,697.5	0.3	7.0
Zinc (US\$/MT)	2,461.0	(2.0)	0.3
LME Steel (US\$/MT)	455.0	(2.2)	7.1
White Sugar (US\$/t)	670.9	(2.7)	-0.2*

White sugar contract Oct-11 \*Month Till Date

**Bond Markets**

	Latest	bps Chg
10-yr GSec yield	7.9	(10)
Interbank call	6.9	15

**ADR/GDR (US\$)**

	Latest	% Chg	Prem
HDFC Bank	158.7	0.9	7.3
ICICI Bank	45.4	(1.4)	0.4
Infosys	67.7	(1.1)	(0.6)
ITC	3.8	(0.1)	0.1
Ranbaxy Labs	10.1	(1.3)	0.0
Reliance Inds	43.5	0.1	(0.4)
Mahindra Satyam	2.9	1.4	1.1
SBI	121.5	(1.5)	1.0
Tata Motors	25.8	(1.1)	(1.2)
Wipro	13.5	(2.9)	37.1

**Top Gainers - BSE 100**

	Latest	% Chg
Reliance Power	121	6.6
ABB/India	730	6.0
Unitech	37	4.0
Bajaj Finserv	547	3.2
Idea Cellular	60	3.0

**Top Losers - BSE 100**

	Latest	% Chg
IVRCL Infra	74	(3.5)
L & T	1,611	(3.2)
HDIL	159	(2.7)
United Spirits	1,100	(2.5)
Punj Lloyd	65	(2.4)

## Top Research Picks

- ❖ **India Strategy – Union Budget** fine-print: **Encouraging foreign flows**

## Corporate News

- ❖ **ONGC** will lose the coveted Navaratna status and the accompanying financial autonomy in its rush to the Rs 115bn share sale scheduled next month. (Mint)
- ❖ **L&T**, which is in the process of achieving financial closure for Hyderabad Metrorail project, will be raising Rs 114bn debt from a consortium of 10 banks led by SBI. (ET)
- ❖ **Cognizant Technology Solutions** is planning a major expansion programme in various cities at a budgeted US\$ 285mn. (BS)
- ❖ **Fortis Global Healthcare Holdings** has forayed into Sri Lankan market by acquiring a 28.6% stake in Lanka Hospitals Corporation Plc for US\$ 36.3mn. (ET)
- ❖ **NTPC**, which plans to set up a 15MW solar power plant in Rajasthan, is in talks with a German bank KfW, among others, to tie-up for funds. (BS)
- ❖ The government will infuse ~Rs 44bn as equity capital in **BoB** and **UBI** as part of a recapitalisation package to shore up their equity capital. (ET)
- ❖ **Yamaha** said it might consider launching an electric bike in the fast growing Indian two-wheeler market. (BS)
- ❖ **Raheja Developers** is in advanced stages of negotiations with a Saudi Arab-based developer to form a JV for mainly constructing housing properties in the two nations. (BS)





## Volume Shockers - BSE 100

('000)	Latest	2mth avg	% Chg
Unitech	53,701	47,732	112.5
JP Asso	24,891	17,371	143.3
Reliance Power	17,712	4,795	369.4
Suzlon Energy	16,646	24,931	66.8
RCom	15,336	12,036	127.4

## Delivery Toppers - BSE 100

	Del %	Tot Vol	Days up
Indian Hotels	82.7	2,073,167	3
Cipla/India	73.8	2,773,609	(2)
Nestle India	72.3	25,957	5
Zee Enter.	71.2	2,668,633	5

## BSE Sectoral Indices

	Latest	% Chg	% YTD
Midcap	6,592	(0.1)	(15.5)
Smallcap	7,999	(0.3)	(17.3)
Auto	8,919	0.4	(12.9)
Banks	12,445	0.5	(7.0)
Capital Goods	12,951	(2.1)	(16.0)
Comm & Tech	3,639	0.2	(10.1)
Con. Durables	5,743	(0.2)	(9.7)
FMCG	3,509	(0.2)	(4.8)
Healthcare	3,509	0.0	(12.7)
IT	6,230	0.3	(8.7)
Metals	15,827	(0.2)	(10.1)
Oil & Gas	9,649	0.3	(9.0)
Power	2,595	0.2	(13.2)
Realty	2,077	0.2	(27.3)

## Market Breadth

	Adv	Dec	A/D
NSE	656	765	0.9
Sensex	13	16	0.8
BSE 100	53	45	1.2
BSE 200	90	107	0.8
BSE 500	201	288	0.7

## Sensex Intraday



❖ **Apollo Hospitals** said it will add 2,000 beds in the next 24 months for an estimated outlay of nearly Rs 12bn. (ET)

❖ **Tata Motors** could bring *Nano* to the European market as early as 2013. (Mint)

## Economic News

❖ Helped by rising demand in the US, India's apparel exports in January grew by 19.5% YoY, the highest in this fiscal, to US\$ 1.14bn. (BS)

❖ India has paid € 1.5bn to clear pending dues for buying crude oil from Iran. (ET)

❖ India's agriculture output is expected to rise by 3.8% in 2011-12 on assumption of favourable weather conditions, CMIE said. (BS)

## Global News

❖ Drought in China's major wheat producing areas is expected to have limited impact on the winter wheat crop, a senior agricultural official said. (ET)

❖ Nestle aims to conclude its current 10bn Swiss franc buyback in the first half of the year. (ET)

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



## Union Budget *fine-print*: Encouraging foreign flows

### Positive for the medium term

The FY12 Union Budget contains a few proposals that signal the government's intent to augment foreign capital flows into India. A key proposal is to allow foreign investment into mutual funds, not just from institutions, but from any investor satisfying KYC requirements. While near-term flows may be impeded, we believe this is significant positive step in the long-term and would allow efficient Indian mutual funds to tap foreign markets directly. Among other key positives, the foreign limit on investment in corporate bonds has been hiked from US\$ 25bn to US\$ 40bn, while tax on foreign subsidiaries has been reduced to allow for repatriation of dividends. Overall, the budget lends an impetus to capital flows and brightens our outlook on the rupee.

**Budget allows foreign (retail) investors to invest in Indian DMFs:** The FY12 Union Budget has proposed to widen the scope of foreign investment into domestic mutual funds (DMF) from the institutional, sub-account, and NRI categories. It not only opens the door for foreign retail investors and endowments to invest into Indian equities, if only indirectly, but also allows for a wider potential universe of equity inflows for DMFs. While offshore EM- and India-based funds already offer multiple options for foreign investors to gain exposure to Indian equities, DMFs now have the opportunity to harness incremental capital inflows. In our view, this can materially increase the flow of capital into the country if Indian funds can market themselves well in foreign countries.

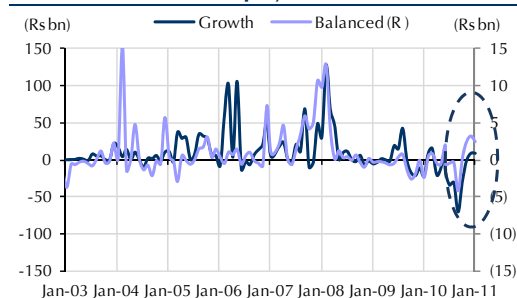
**Several hurdles – Indian fee structure is higher...:** DMFs are clearly not competitive when one considers the cost of managing funds. Even without front-load, fund management fees of ~2.5% compare quite unfavourably with the sub-1% structure usually seen with offshore funds. While rising competition would eventually rationalise costs, they remain a short-term deterrent. And the lack of 'differential share classes' in India, which enable significantly lower costs for institutions like endowments, does not help either.

**...the laws complex, but local colour may help?:** Taxation and KYC (know-your-customer) norms across geographies, issues like one- and two-way fungibility, lock-in periods, and many others need to be clarified, proper distribution networks set up before a 'push' product like mutual funds can be marketed to foreign audiences for sorely-needed funds. Perhaps the enviable record of some domestic funds could be the silver lining needed to get those funds.

**Equity mutual funds could do with more domestic inflows:** Last year's inflows of US\$ 29bn into the market from foreign investors contrasted starkly with the US\$ 6bn in outflows from DMFs, led no doubt by net redemptions of US\$ 4bn from growth and balanced schemes. While there's been marginal improvement over the last few months with a net inflow of ~US\$ 500mn over November–January '11, it's still a far cry from the US\$ 5.4bn of net inflows over the same period in 2007–08.

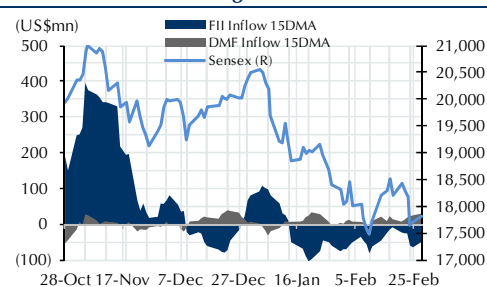
**Hike in FII investment cap in corporate bonds another positive:** The FII investment limit in bonds issued by infrastructure companies with residual maturity of five years or more has been hiked from the existing US\$ 5bn to US\$ 25bn (and thus the limit for total corporate bonds from US\$ 20bn to US\$ 40bn). This is yet another positive for capital flows and infrastructure funding in India.

### Net inflow into Indian equity funds



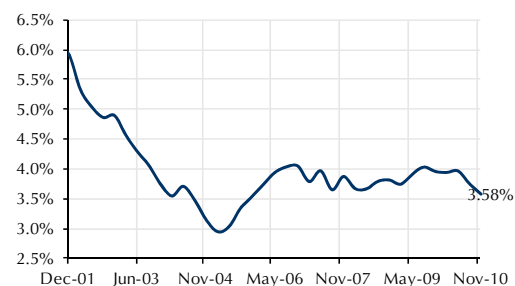
Source: AMFI

### Indian markets and Foreign Institutional Flows



Source: RCML Research, Bloomberg

### Falling share of DMFs in the BSE500 companies



Source: RCML Research, Capitaline





## Events Calendar

	Mar 7	Mar 8	Mar 9
<b>Economy</b>	–	–	GE Industrial production
<b>Quarterly Results</b>	Thiru Arooran Sugars	–	–
	Mar 10	Mar 11	Mar 12
<b>Economy</b>	GE Trade balance CH Foreign Trade UK BoE rates UK Industrial production Weekly food inflation	CH CPI, retail sales, Industrial production Industrial Production (Jan)	–
<b>Quarterly Results</b>	Gujarat State Financial Corporation	–	–

IN – India; GE – Germany; CH – China; JN – Japan



## Trade Data

### Institutional bulk deals

Scrip	Client	Buy/Sell	Quantity	Avg Price (Rs)
Agre Developers	Reliance Mutual Fund	S	60,000	49.3
Bgil Films	Enaam Securities	B	86,761	4.8
Bgil Films	Enaam Securities	S	86,611	4.5
K Sera Sera	India Max Investment Fund	B	3,000,000	11.2
K Sera Sera Productions L	India Max Investment Fund	B	3,000,000	11.2
Marg	Fidelity Multitrade	B	216,950	102.2
McNally Bharat	The Royal Bank Of Scotland Plc As Trustee Of Jupiter India	S	347,596	245.0
McNally Bharat Engineerin	Peninsular Capital Partners Llp Deutsche Bank	S	234,596	245.1
McNally Bharat Engineerin	The Royal Bank Of Scotland Plc As Trustee Of Jupiter India	S	252,404	245.0

Source: BSE, NSE

### Disclosures under insider trading regulations

Scrip	Acquirer/Seller	Buy/Sell	Shares transacted		Post-transaction	
			Qty	%	Qty	%
Anant Raj Industries	Ashok Sarin	B	82,802	-	28,349,086	9.6
Anant Raj Industries	Ashok Sarin	B	82,802	-	28,349,086	9.6
Anant Raj Industries	Ashok Sarin	B	29,840	-	28,378,926	9.6
Anant Raj Industries	Ashok Sarin	B	29,840	-	28,378,926	9.6
Andhra Cements	Isg Traders	S	35,000	-	50,472,931	-
Apollo Finvest India	Anju R Innani	B	1,100	-	1,761,748	47.1
Apollo Finvest India	Anju R Innani	B	1,000	-	1,762,748	47.1
Axis Bank	Sanjeev K Gupta	S	500	-	23,748	-
Axis Bank	Somnath Sengupta	S	1,000	-	50,088	-
Axis Bank	Somnath Sengupta	S	500	-	49,588	-
Bhagiradha Chemicals & Industries	K Gopala Krishna	0	-	-	-	-
Cairn India	Philip Tracy	0	-	-	-	-
Carborundum Universal	Antony Joseph	B	27,328	0.0	27,328	0.0
Carborundum Universal	Antony Joseph	B	27,328	0.0	27,328	0.0
Carborundum Universal	C Sundaravadivelu	B	4,000	-	4,000	-
Carborundum Universal	C Sundaravadivelu	B	4,000	-	4,000	-
Carborundum Universal	H Ganesh	B	7,808	0.0	7,808	0.0
Carborundum Universal	H Ganesh	B	7,808	0.0	7,808	0.0
Consolidated Construction	Anjana S R Krishnan	B	3,000,000	1.6	3,000,000	1.6
Consolidated Construction	Archana S R Krishnan	B	3,000,000	1.6	3,000,000	1.6
Consolidated Construction	R Girija	S	6,000,000	3.2	25,549,360	13.8
Dabur India	Sunil Duggal	S	10,000	-	2,910,000	0.2
Dhampur Sugar Mills	Gaurav Goel	B	15,000	-	1,694,050	3.1
Dhampur Sugar Mills	Gautam Goel	B	15,000	-	1,698,605	3.2
Dishman Pharmaceuticals	Janmejay R Vyas	B	87,510	-	25,225,011	31.3
Dishman Pharmaceuticals	Janmejay R Vyas	B	87,510	-	25,225,011	31.3
Dolat Investments	Pooja V Shah	B	12,560	-	503,314	0.3
Dynemic Products	Dynemic Holdings	B	1,400	-	135,500	1.2
Dynemic Products	Dynemic Holdings	B	1,400	-	135,500	1.2



Scrip	Acquirer/Seller	Buy/Sell	Shares transacted		Post-transaction	
			Qty	%	Qty	%
Dynemic Products	Dynemic Holdings	B	1,650	-	137,150	1.2
Dynemic Products	Dynemic Holdings	B	1,650	-	137,150	1.2
Fortune International	Rekha Shrivastava	B	1,459,700	-	4,027,268	57.2
Gg Dandekar Machine Works	Atul C Kirloskar	B	200	0.0	397,445	8.4
Gg Dandekar Machine Works	Atul C Kirloskar	B	200	-	397,645	8.4
Goa Carbon	Shrinivas V Dempo	B	1,595	-	252,756	2.8
Goa Carbon	Shrinivas V Dempo	B	1,444	-	254,200	2.8
Gokaldas Exports	Madanlal J Hinduja	S	41,442	0.1	1,914,158	5.6
Hathway Bhawani Cabletel	Kuldeep Puri	B	28,427	-	376,467	4.7
Hathway Bhawani Cabletel	Kuldeep Puri	B	28,427	-	376,467	4.7
Hdfc Bank	Anil Nath	S	500	-	20,914	-
Hdfc Bank	Philip Mathew	S	14,000	-	15,000	-
Hdfc Bank	Philip Mathew	S	15,000	-	-	-
Hdfc Bank	Rajena Sehgal	S	1,500	-	14,900	-
Hindustan Tin Works	Vijay Kumar Bhatia	B	100	-	765,220	7.4
Hindustan Tin Works	Vijay Kumar Bhatia	B	100	-	765,220	7.4
India Cements	Hsbc Global Investments Funds	B	500,000	0.2	13,424,522	-
Indo Rama Synthetics (India)	O P Lohia	B	2,973	-	34,738,777	22.9
Indo Rama Synthetics (India)	O P Lohia	B	2,973	-	34,738,777	22.9
Innovation Software Exports	Pavanasam T	B	50,000	1.8	50,000	1.8
Innovation Software Exports	Pradeep L	S	50,000	1.8	164,800	-
Intellivate Capital Ventures	Vipul J Modi	S	2,350	-	983,200	33.8
Intellivate Capital Ventures	Vipul J Modi	S	2,300	-	980,900	33.7
Jubilant Foodworks	Ajay Kaul	S	5,000	-	205,000	0.3
Kcp Sugar & Industries Corporation	Durgamba Investment	B	15,000	0.0	41,642,648	-
Kcp Sugar & Industries Corporation	Durgamba Investment	B	15,000	0.0	41,657,648	-
Keock Industries And Exports	Kalpesh Patel	B	5,369	-	4,371,582	26.1
Keock Industries And Exports	Kalpesh Patel	B	5,494	-	4,366,213	26.1
Keock Industries And Exports	Kalpesh Patel	B	6,585	-	4,353,267	26.0
Keock Industries And Exports	Kalpesh Patel	B	7,452	-	4,360,719	26.0
Knr Constructions	J V Panina Reddy	B	21,500	-	1,902,810	6.8
Kotak Mahina Bank	Kulin Thaker	S	500	-	21,400	-
Kotak Mahina Bank	Kulin Thaker	S	1,500	-	19,900	-
Lancor Holdings	G Corp Project	B	161,500	0.8	2,304,000	-
Lancor Holdings	G Corp	S	161,500	0.8	1,356,999	-
Mahina Holidays & Resorts India	Uday Y Phadke	S	2,500	-	26,325	0.0
Mahina Holidays & Resorts India	Uday Y Phadke	S	2,500	-	26,325	0.0
Mangalam Cement	Kesoram Industries	B	1,594	-	3,758,082	14.1
Mangalam Cement	Kesoram Industries	B	5,481	0.0	3,756,488	14.1
Motor & General Finance	Grosvenor Estates (P)	B	667	-	716,562	3.7
Motor & General Finance	Grosvenor Estates (P)	B	1,000	-	717,562	3.7
Nava Bharat Ventures	D Ashok	B	299	-	651,399	0.9
Nava Bharat Ventures	D Ashok	B	299	-	651,399	0.9
Oriental Hotels	D Varada Reddy	B	8,783	-	6,058,573	3.4
Oriental Hotels	D Varada Reddy	B	8,783	-	6,058,573	3.4



Scrip	Acquirer/Seller	Buy/Sell	Shares transacted		Post-transaction	
			Qty	%	Qty	%
Oriental Hotels	D Varada Reddy	B	733	-	6,059,306	3.4
Oriental Hotels	D Varada Reddy	B	733	-	6,059,306	3.4
Oriental Hotels	D Varada Reddy	B	12,240	-	6,071,546	3.4
Oriental Hotels	D Varada Reddy	B	12,240	-	6,071,546	3.4
Patel Engineering	Sonal Patel	B	2,000	-	349,000	0.5
Pennar Industries	Palguna Consultants	B	61,790	0.1	8,061,398	6.6
Pennar Industries	Palguna Consultants	B	26,833	0.0	8,088,231	6.6
Pennar Industries	Palguna Consultants	B	11,376	0.0	8,099,607	6.6
R Syste International	Gm Solutions	B	3,762	0.0	683,621	5.6
Rasi Electrodes	P Manjula Kothari	B	40	-	162,685	3.2
Repro India	Pramod Khera	B	1,571	-	118,371	-
Repro India	Pramod Khera	B	11,053	-	129,424	-
Ruchi Soya Industries	Sawit Plantation Pte	B	19,612,913	5.9	19,612,913	5.9
Time Technoplast	Hdfc Mutual Fund	B	1,000,000	0.5	10,655,860	5.1
Transchem	Grandeur Corporation & Pacs	B	501	-	267,376	2.2
Vaibhav Ge	Cortland Investment	S	8,913,529	28.1	-	-
Vision Technology India	B Ranga Vasanth	B	70,000	-	3,845,839	10.9
Woolite Mercantile Company	Umesh Chamdia	S	980,000	49.2	268,970	13.5
Xpro India	Ipro Capital	B	1,200	0.0	2,674,700	24.1
Xpro India	Ipro Capital	B	2,400	0.0	2,673,500	24.1
Xpro India	Ipro Capital	B	10,600	0.1	2,688,000	24.2
Xpro India	Ipro Capital	B	2,700	0.0	2,677,400	24.1
Xpro India	Ipro Capital	B	625	0.0	2,688,625	24.2
Xpro India	Ipro Capital	B	1,228	0.0	2,693,000	24.2
Xpro India	Ipro Capital	B	3,147	0.0	2,691,772	24.2
Xpro India	Ipro Capital	B	6,000	0.1	2,699,000	24.3
Xpro India	Ipro Capital	B	1,000	0.0	2,700,000	24.3

Source: BSE



## RCML universe: Sector Valuation Snapshot

Companies	CMP (Rs)	Target (Rs)	Reco	M/Cap (Rs mn)	FDEPS (Rs)		FDEPS Growth (%)		EBITDA Margin (%)		PAT Margin (%)		ROE (%)		ROCE (%)		Adj. Debt/Equity Ratio (x)		P/E (x)		EV/EBITDA (x)		P/BV (x)	
					FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E
<b>ALCOHOLIC BEVERAGES</b>																								
Radico Khaitan	134	190	Buy	17,716	5.9	7.4	59.6	25.3	15.9	16.5	8.0	8.3	12.4	14.1	9.3	11.5	0.4	0.3	22.7	18.2	13.4	10.7	2.7	2.4
United Breweries	469	385	Hold	112,643	6.6	9.9	94.9	50.3	12.1	13.1	5.3	6.5	16.9	21.9	10.6	13.0	0.8	0.6	71.5	47.6	30.5	23.4	8.4	7.3
United Spirits	1,100	1,550	Buy	143,927	33.3	49.0	66.5	47.0	15.0	17.0	5.3	6.7	10.2	13.5	7.9	9.5	1.5	1.3	33.0	22.4	17.7	13.4	3.5	3.1
<b>Aggregate</b>				<b>274,286</b>	-	-	-	-	<b>14.3</b>	<b>15.8</b>	<b>5.5</b>	<b>6.8</b>							<b>41.8</b>	<b>28.9</b>	<b>20.4</b>	<b>15.5</b>	<b>4.5</b>	<b>4.0</b>
<b>AUTOMOBILES</b>																								
Ashok Leyland	54	90	Buy	71,572	4.6	6.0	64.0	29.7	10.8	11.2	5.8	6.3	15.9	18.6	12.0	13.4	0.7	0.7	11.7	9.0	8.4	6.9	1.8	1.6
Bajaj Auto	1,377	1,650	Hold	398,430	92.4	103.7	47.8	12.2	20.5	19.4	15.3	15.0	68.1	49.8	50.0	40.0	0.3	0.2	14.9	13.3	9.3	8.6	8.1	5.6
Escorts	122	150	Buy	12,907	13.9	18.7	4.5	35.2	6.8	7.4	3.5	4.1	7.6	9.5	7.9	9.5	0.2	0.1	8.8	6.5	5.7	4.6	0.7	0.7
Hero Honda	1,537	1,800	Hold	306,881	109.1	115.7	(2.6)	6.0	14.0	13.0	11.8	11.1	53.2	43.1	44.0	42.6	0.0	0.0	14.1	13.3	9.9	9.5	6.5	5.1
M&M	676	810	Buy	415,116	43.7	47.3	29.6	8.3	15.2	14.2	11.3	10.3	28.4	24.1	23.1	21.3	0.2	0.1	11.2	10.4	8.6	7.7	3.9	3.2
Maruti Suzuki	1,312	1,575	Buy	379,064	76.3	91.2	(12.1)	19.6	10.0	10.0	6.2	6.1	17.2	17.6	16.6	17.4	0.0	0.0	16.4	13.7	12.7	10.6	2.8	2.4
Tata Motors	1,176	1,500	Buy	695,382	141.3	159.5	665.4	12.9	14.1	13.5	7.3	7.4	64.7	42.6	24.5	23.8	1.1	0.6	8.3	7.4	4.8	4.4	3.5	2.3
TVS Motor	55	70	Hold	26,082	4.5	5.3	78.2	17.6	7.5	7.5	3.4	3.5	22.5	21.9	14.2	15.9	0.6	0.5	12.1	10.3	6.9	6.0	2.5	2.1
<b>Aggregate</b>				<b>2,305,433</b>	-	-	-	-	<b>13.6</b>	<b>13.0</b>	<b>8.2</b>	<b>8.1</b>							<b>11.7</b>	<b>10.2</b>	<b>7.2</b>	<b>6.4</b>	<b>3.8</b>	<b>2.9</b>
<b>AUTO ANCILLARIES</b>																								
Amara Raja	170	260	Buy	14,557	15.7	19.5	(19.6)	24.3	14.2	14.6	7.8	8.2	22.4	23.1	19.9	21.3	0.1	0.1	10.9	8.7	6.2	5.0	2.2	1.8
Exide	141	190	Buy	120,148	7.9	9.3	24.4	18.3	23.5	23.0	14.5	14.2	26.8	25.6	26.0	25.0	0.0	0.0	14.9	12.6	9.1	7.7	4.3	3.5
<b>Mahindra Forgings</b>	60	130	Buy	5,255	0.5	10.8	NM	2,157.1	10.5	12.2	0.2	4.0	0.5	11.2	4.2	10.0	0.8	0.6	124.7	5.5	2.7	1.8	0.7	0.6
<b>Aggregate</b>				<b>139,960</b>	-	-	-	-	<b>18.6</b>	<b>18.7</b>	<b>9.9</b>	<b>10.6</b>							<b>17.4</b>	<b>13.3</b>	<b>7.8</b>	<b>6.4</b>	<b>3.3</b>	<b>2.7</b>
<b>CAPITAL GOODS</b>																								
ABB	730	750	Hold	154,640	22.4	26.3	33.8	17.2	7.9	9.2	4.9	5.6	16.2	16.4	24.5	24.8	-	-	32.6	27.8	26.5	19.3	7.3	6.4
BGR Energy	441	525	Hold	31,849	41.7	46.3	49.0	11.2	11.3	11.3	6.6	6.5	36.2	30.6	28.3	27.6	1.0	0.8	10.6	9.5	6.4	5.7	4.5	3.3
BHEL	2,085	2,400	Hold	1,020,845	107.0	135.2	21.5	26.3	19.0	19.4	12.9	13.1	29.4	29.8	40.1	41.4	0.0	0.0	19.5	15.4	11.9	9.4	6.4	5.2
Bajaj Electricals	230	250	Hold	22,749	15.7	19.5	33.8	23.7	10.0	10.0	5.6	5.7	27.8	27.7	39.7	41.7	0.2	0.2	14.6	11.8	8.9	7.2	4.6	3.7
Crompton Greaves	250	370	Buy	160,437	14.5	16.1	65.9	11.4	14.0	13.8	9.0	9.2	33.1	29.9	35.0	31.2	0.3	0.2	17.3	15.5	12.4	11.4	12.3	8.8
Cummins India	669	950	Buy	132,373	31.1	39.0	48.3	25.6	18.8	19.3	15.8	15.3	35.5	36.0	35.4	35.9	0.0	0.0	21.5	17.1	25.0	16.9	12.0	9.5
Engineers India	293	400	Buy	98,756	15.5	22.1	49.9	42.2	24.9	23.8	22.1	18.7	38.8	42.6	38.8	42.6	NA	NA	18.9	13.3	15.9	11.9	8.4	7.0
Jyoti Structures	85	135	Buy	6,958	12.6	14.0	12.3	11.0	11.5	11.4	4.5	4.8	18.8	17.6	25.2	24.7	0.8	0.4	6.7	6.1	3.8	3.2	1.4	1.1
Kalpataru Power Transmission	119	200	Buy	18,308	13.2	15.4	2.4	17.1	11.4	11.8	6.4	6.5	18.8	18.7	19.8	20.8	0.6	0.5	9.1	7.7	6.7	5.6	2.2	1.9
KEC International	79	125	Buy	19,900	42.6	51.3	15.5	20.3	10.1	10.2	4.5	4.4	23.1	21.6	22.6	22.1	1.0	0.9	1.8	1.5	5.0	4.1	2.5	1.8
Siemens	854	1,000	Buy	288,019	27.8	33.5	20.3	20.2	12.8	12.6	8.0	7.8	24.9	24.5	34.9	34.4	0.0	0.0	30.7	25.5	18.1	15.0	8.5	7.0
Suzlon Energy	48	45	Sell	84,514	(3.4)	1.7	NM	NM	5.0	8.0	-	1.1	(8.2)	4.2	2.1	6.5	2.1	2.0	-	28.3	19.1	10.8	1.3	1.4
Techno Electric	223	430	Buy	12,717	22.1	29.8	6.5	34.8	21.3	27.5	15.4	16.0	24.6	26.1	14.3	14.5	0.3	1.1	10.1	7.5	8.3	5.0	2.3	1.7
Thermax	601	875	Buy	71,607	29.5	37.8	35.5	28.3	11.6	11.5	7.4	7.4	28.1	27.7	56.7	53.6	0.0	0.0	20.4	15.9	11.8	9.3	6.6	5.3
Voltas	157	250	Buy	52,048	11.1	13.1	1.4	18.6	9.0	9.0	6.7	6.8	29.3	27.4	23.6	21.0	(0.6)	(0.7)	14.2	12.0	10.1	8.6	4.8	3.7
<b>Aggregate</b>				<b>2,175,720</b>	-	-	-	-	<b>13.2</b>	<b>14.1</b>	<b>7.7</b>	<b>8.6</b>							<b>22.8</b>	<b>17.1</b>	<b>13.3</b>	<b>10.3</b>	<b>5.8</b>	<b>4.8</b>





Companies	CMP (Rs)	Target (Rs)	Reco	MCap (Rs mn)	FDEPS (Rs)		FDEPS Growth (%)		EBITDA Margin (%)		PAT Margin (%)		ROE (%)		ROCE (%)		Adj. Debt/Equity Ratio (x)		P/E (x)		EV/EBITDA (x)		P/BV (x)	
					FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E
<b>CEMENT</b>																								
ACC	987	1,120	Buy	185,352	55.6	64.8	(35.0)	16.5	21.1	22.1	13.5	14.1	16.5	17.5	15.8	16.8	0.1	0.1	17.7	15.2	10.0	8.5	2.8	2.5
Ambuja Cement	123	155	Buy	188,479	7.9	9.3	(1.5)	17.8	24.7	25.9	16.2	16.5	17.4	18.1	17.5	18.0	0.0	0.0	15.7	13.3	9.3	7.7	2.6	2.3
Birla Corp	316	490	Buy	24,330	53.1	65.5	(26.7)	23.3	23.4	25.5	18.7	18.8	20.8	21.3	16.9	18.4	0.3	0.2	5.9	4.8	4.5	3.3	1.1	0.9
Century Textiles	317	590	Buy	29,505	34.9	41.3	(26.9)	18.3	16.3	18.0	7.1	7.7	17.0	17.3	9.1	9.2	1.3	1.3	9.1	7.7	4.0	3.3	1.4	1.2
Grasim Industries	2,300	2,900	Buy	210,921	222.2	263.3	(33.7)	18.5	23.8	25.5	10.5	11.0	14.7	14.9	11.6	12.0	0.4	0.3	10.4	8.7	5.8	4.8	1.4	1.2
India Cements	90	120	Buy	27,769	2.8	5.9	(74.5)	108.6	12.9	16.4	2.5	4.5	2.1	4.3	3.2	5.0	0.5	0.5	32.2	15.4	11.6	8.1	0.7	0.7
JK Lakshmi Cement	47	75	Buy	5,702	6.0	12.4	(69.9)	108.2	15.1	20.0	5.3	8.7	6.9	13.4	5.1	7.4	1.1	1.3	7.8	3.8	8.2	4.9	0.5	0.5
Orient Paper & Industries	47	85	Buy	8,988	6.5	8.9	(22.3)	37.4	15.4	16.9	7.0	8.4	15.2	18.5	11.3	13.8	0.6	0.5	7.2	5.2	5.0	4.0	1.0	0.9
Shree Cement	1,717	2,170	Buy	59,813	87.9	141.4	(60.9)	60.9	25.5	27.9	8.9	9.9	15.5	21.1	9.2	12.3	1.1	0.8	19.5	12.1	7.8	4.9	2.8	2.3
UltraTech Cement	1,010	1,260	Buy	276,708	56.9	72.0	(41.2)	26.5	20.8	23.3	9.8	11.0	15.8	17.2	12.6	14.1	0.4	0.4	17.8	14.0	8.9	7.1	2.6	2.2
<b>Aggregate</b>				<b>1,017,565</b>	-	-	-	-	<b>21.5</b>	<b>23.5</b>	<b>10.7</b>	<b>11.5</b>						<b>14.2</b>	<b>11.4</b>	<b>7.6</b>	<b>6.0</b>	<b>2.0</b>	<b>1.7</b>	
<b>CONSTRUCTION</b>																								
Ahluwalia Contracts	120	240	Buy	7,529	16.0	18.3	22.6	14.4	11.5	11.0	5.2	4.9	33.4	28.5	25.5	23.1	0.5	0.4	7.5	6.6	3.2	2.7	2.2	1.6
Hindustan Construction Co	35	44	Hold	21,380	1.5	1.4	(2.6)	(6.1)	12.5	12.5	2.2	1.7	5.9	5.2	7.1	7.2	1.9	2.1	23.1	24.6	10.0	8.3	1.3	1.3
IRB Infraprojects	189	280	Buy	62,833	14.3	17.2	23.4	19.9	44.6	34.8	19.6	14.1	19.5	19.4	11.6	10.7	1.9	2.1	13.2	11.0	8.0	6.2	2.6	2.1
IVRCL Infrastructures	74	120	Buy	19,732	7.6	8.8	20.9	15.2	9.4	9.3	3.4	3.3	10.6	11.1	9.9	9.9	1.1	1.1	9.7	8.4	6.9	5.9	1.0	0.9
Jaiprakash Associates	84	120	Buy	178,727	4.2	5.6	12.7	32.1	23.5	24.6	7.1	7.7	10.3	12.2	6.7	8.1	1.7	1.7	19.9	15.1	5.8	4.5	1.9	1.7
L&T	1,611	2,250	Buy	980,739	73.2	90.3	32.6	23.3	13.5	13.2	8.3	8.3	28.4	27.6	12.9	13.6	1.6	1.3	22.0	17.8	15.1	12.5	4.0	3.4
Mundra Port and SEZ	133	170	Buy	266,051	4.5	6.3	34.7	39.5	68.5	66.7	47.0	43.5	23.6	26.3	14.4	16.7	1.1	1.0	29.3	21.0	23.3	15.9	6.2	4.9
Nagarjuna Construction Co	104	180	Buy	26,685	9.3	10.0	17.8	7.1	10.2	10.2	4.1	3.6	10.2	10.1	8.8	8.7	1.0	1.3	11.1	10.4	7.9	6.4	1.1	1.0
Patel Engineering	148	280	Buy	10,355	19.9	27.2	4.6	36.4	14.8	14.8	5.4	5.6	10.3	12.6	7.9	8.9	1.3	1.4	7.4	5.5	6.6	5.1	0.7	0.7
Punj Lloyd	65	60	Sell	21,470	2.6	7.5	NM	189.0	7.2	9.5	1.0	2.2	2.8	7.8	5.1	7.5	1.2	1.4	25.0	8.6	9.2	5.6	0.7	0.7
Reliance Infrastructure	607	960	Buy	162,257	60.6	65.8	6.9	8.7	10.7	13.0	10.2	9.0	7.5	7.3	6.9	6.9	0.6	0.7	10.0	9.2	11.5	7.7	0.7	0.6
Simplex Infrastructure	322	440	Buy	15,923	28.6	34.8	11.4	21.5	10.0	10.0	2.8	2.8	13.7	14.8	7.1	7.4	1.4	1.4	11.2	9.3	5.9	4.9	1.5	1.3
<b>Aggregate</b>				<b>1,773,681</b>	-	-	-	-	<b>14.7</b>	<b>15.3</b>	<b>7.7</b>	<b>7.7</b>						<b>19.0</b>	<b>15.3</b>	<b>11.9</b>	<b>9.2</b>	<b>2.3</b>	<b>2.1</b>	
<b>FMCG</b>																								
Asian Paints	2,508	3,000	Buy	240,466	91.0	110.8	(1.1)	21.8	16.8	17.1	11.2	11.5	44.9	43.2	40.6	39.6	0.1	0.1	27.6	22.6	18.2	15.1	11.1	8.8
Bajaj Corp	478	650	Buy	14,104	30.6	37.7	(8.8)	23.2	26.9	27.1	23.8	25.3	50.3	31.9	50.4	31.9	0.0	0.0	15.6	12.7	10.6	9.1	4.3	3.9
Britannia	344	440	Buy	41,145	11.1	19.2	(7.3)	73.6	4.6	6.3	2.9	4.2	43.7	64.4	17.9	27.0	2.0	1.7	31.1	17.9	22.7	13.9	12.8	10.5
Colgate	830	800	Sell	112,813	29.0	33.3	(6.9)	14.8	20.1	20.5	17.6	17.8	116.3	123.6	115.6	122.6	0.0	0.0	28.6	24.9	24.0	20.8	32.1	29.7
Dabur	103	115	Buy	179,121	3.3	4.2	16.0	26.7	18.5	18.8	14.1	14.2	51.9	48.8	36.9	33.9	0.6	0.4	31.2	24.7	24.6	19.2	14.1	10.5
Emami	379	420	Sell	57,272	15.2	17.5	26.2	15.5	21.5	21.1	18.4	17.9	32.8	30.8	23.1	22.9	0.3	0.3	25.0	21.6	21.5	18.4	7.4	6.1
GCPL	378	420	Hold	122,252	13.9	16.8	23.0	20.3	17.2	17.0	12.7	12.1	33.7	29.0	22.4	17.0	0.9	0.8	27.1	22.5	21.8	17.6	7.1	6.1
GSK Consumer	2,170	2,200	Sell	91,264	71.3	85.3	28.9	19.5	16.3	16.5	13.0	13.0	32.2	34.8	31.5	33.8	0.0	0.0	30.4	25.5	22.4	18.6	9.5	8.3
HUL	288	315	Buy	628,290	9.6	11.0	(0.5)	14.7	12.0	12.3	10.8	10.9	74.5	73.1	74.2	72.6	0.0	0.0	30.1	26.2	26.2	22.5	20.8	17.8
ITC	172	210	Buy	1,331,220	6.4	7.8	16.6	21.2	32.5	34.2	22.1	23.0	31.6	32.9	31.4	32.7	0.0	0.0	26.8	22.1	18.2	14.8	7.9	6.8
Jyothy Labs	218	290	Hold	17,541	11.2	13.6	9.6	21.1	14.3	14.6	12.7	12.9	17.1	15.6	16.9	15.4	0.0	0.0	19.4	16.0	13.5	11.1	2.6	2.4
Marico	125	150	Buy	76,734	4.5	5.6	13.4	23.5	12.4	12.9	8.8	9.0	36.8	35.2	26.6	28.8	0.4	0.3	27.7	22.4	19.8	15.9	9.0	7.0
Nestle	3,670	3,350	Sell	353,876	84.9	99.1	23.0	16.7	20.0	20.7	13.1	13.2	114.0	93.2	114.1	89.4	0.0	0.1	43.2	37.0	28.1	23.4	41.4	29.6
<b>Aggregate</b>				<b>3,266,097</b>					<b>19.8</b>	<b>20.5</b>	<b>14.4</b>	<b>14.8</b>						<b>29.0</b>	<b>24.1</b>	<b>21.0</b>	<b>17.3</b>	<b>10.8</b>	<b>9.1</b>	



Companies	CMP (Rs)	Target (Rs)	Reco	M Cap (Rs mn)	FDEPS (Rs)		FDEPS Growth (%)		EBITDA Margin (%)		PAT Margin (%)		ROE (%)		ROCE (%)		Adj. Debt/Equity Ratio (x)		P/E (x)		EV/EBITDA (x)		P/BV (x)		
					FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E
<b>MEDIA</b>																									
Sun TV	420	625	Buy	165,338	18.6	21.7	41.2	16.4	76.3	75.2	38.8	40.0	33.2	29.2	32.1	28.5	0.0	0.0	22.5	19.3	10.9	9.8	6.3	4.9	
Zee TV	124	135	Hold	121,086	5.2	6.3	(17.9)	23.1	25.6	27.7	17.8	19.4	12.8	14.3	12.7	14.3	0.0	0.0	24.0	19.5	15.7	12.9	2.9	2.6	
Dish TV	60	75	Buy	63,679	(2.1)	(0.5)	NA	NA	13.3	21.2	-	-	(13.5)	(3.4)	(6.6)	(0.1)	0.6	0.6	-	-	38.0	17.3	3.9	3.9	
Den Networks	102	240	Buy	13,343	3.4	4.0	46.9	15.0	12.5	15.5	4.3	4.3	5.9	6.4	6.7	6.7	0.0	0.0	29.7	25.8	9.9	7.0	1.7	1.6	
Hathway Cables	110	225	Buy	15,671	0.6	4.8	NA	NA	19.4	22.9	0.9	7.0	0.6	5.0	2.7	5.8	0.2	0.2	NM	23.0	11.4	8.5	1.1	1.1	
DB Corp	240	270	Hold	43,516	13.8	14.9	37.0	7.6	33.0	31.0	20.5	19.3	33.6	28.6	27.5	27.0	0.1	0.0	17.4	16.1	10.9	10.1	5.2	4.2	
Jagran Prakashan	116	160	Buy	36,687	7.0	8.2	19.2	18.4	30.6	30.9	18.7	19.4	28.9	26.6	26.0	25.7	0.1	0.0	16.7	14.1	10.0	8.6	4.0	3.5	
HT Media	135	160	Hold	31,646	7.3	8.2	33.5	12.4	18.9	19.3	10.0	10.0	16.3	15.7	14.0	13.9	0.3	0.2	18.5	16.5	10.6	9.2	2.8	2.4	
Hindustan Media Ventures Ltd	160	215	Buy	11,709	8.6	12.2	250.5	42.4	19.8	23.0	12.1	14.7	26.1	19.8	21.5	19.8	0.0	0.0	18.6	13.0	9.9	7.3	2.9	2.3	
<b>Aggregate</b>				<b>502,676</b>					<b>30.4</b>	<b>31.8</b>	<b>14.1</b>	<b>16.0</b>						<b>28.2</b>	<b>21.3</b>	<b>13.0</b>	<b>10.7</b>	<b>23.6</b>	<b>20.7</b>		
<b>METALS</b>																									
JSW Steel	953	950	Sell	212,620	67.9	90.2	5.5	32.7	20.0	18.4	7.0	7.1	12.8	11.8	8.7	8.8	0.7	0.6	14.0	10.6	7.6	6.3	1.2	1.0	
Jindal Steel & Power	678	700	Hold	633,761	43.4	56.1	11.3	29.2	49.4	50.3	32.1	34.9	32.7	31.0	22.6	20.7	0.3	0.3	15.6	12.1	10.2	8.4	4.4	3.3	
SAIL	155	245	Buy	640,212	14.6	20.9	(10.5)	42.8	19.5	24.2	13.5	15.4	17.0	20.8	11.8	14.8	0.5	0.6	10.6	7.4	6.6	4.2	1.7	1.4	
Tata Steel	618	760	Buy	592,986	70.8	72.5	NM	2.4	14.2	15.0	6.0	5.9	25.8	20.2	12.3	11.3	1.6	1.2	8.7	8.5	6.1	5.6	2.0	1.5	
Jai Balaji	190	400	Buy	12,112	12.1	42.2	142.4	249.5	13.6	22.3	3.2	10.0	0.1	0.2	0.1	0.2	1.8	1.4	15.7	4.5	8.3	4.5	1.2	1.0	
Sterilite Industries	166	240	Buy	559,052	13.2	22.7	12.7	71.5	25.3	33.3	16.0	21.6	11.0	16.0	7.6	11.0	0.4	0.5	12.6	7.3	5.0	3.0	1.4	1.1	
Hindustan Zinc	1,343	1,700	Buy	567,566	105.2	137.6	10.0	30.7	55.0	58.6	45.7	49.0	19.8	20.5	19.7	20.5	0.0	0.0	12.8	9.8	7.6	5.9	2.5	2.0	
Hindalco Industries	210	280	Hold	402,116	17.6	21.0	(12.0)	19.6	12.1	12.8	4.6	5.0	13.6	14.1	7.3	7.6	1.6	1.7	11.9	10.0	6.9	6.0	1.6	1.4	
Nalco	443	275	Sell	285,107	17.7	20.0	40.0	13.1	27.9	27.2	18.4	18.3	10.6	11.1	7.6	9.8	0.0	0.0	25.0	22.1	16.5	14.9	2.6	2.4	
<b>Aggregate</b>				<b>3,905,533</b>					<b>18.8</b>	<b>21.3</b>	<b>10.1</b>	<b>11.8</b>						<b>12.1</b>	<b>9.2</b>	<b>7.1</b>	<b>5.6</b>	<b>1.9</b>	<b>3.1</b>		
<b>IT SERVICES</b>																									
Educomp	467	800	Buy	44,575	34.4	37.3	22.1	8.4	40.5	47.9	24.7	23.2	19.7	15.8	12.5	10.9	0.7	0.6	13.6	12.5	9.0	6.6	2.1	1.8	
FirstSource Solutions	17	40	Buy	7,377	2.1	3.1	26.5	48.8	14.3	14.7	7.1	7.7	9.9	11.5	6.2	6.6	0.9	0.8	8.1	5.4	6.8	5.7	0.5	0.4	
HCL Infosystems	104	115	Hold	22,630	10.0	11.2	(29.0)	11.3	2.8	3.1	1.8	1.9	11.4	12.2	8.2	9.0	0.4	0.4	10.3	9.3	5.8	4.9	1.1	1.1	
HCL Tech	463	525	Buy	317,138	22.7	31.5	26.2	38.6	16.4	17.8	10.1	11.5	20.8	23.4	16.4	18.5	0.3	0.3	20.4	14.7	12.3	9.3	3.8	3.0	
Hexaware Technologies	54	90	Hold	15,792	8.1	9.9	(13.3)	22.8	9.4	11.1	7.3	10.4	12.3	13.9	8.3	9.9	0.1	0.1	6.7	5.5	13.0	9.4	1.2	1.1	
Infosys	3,062	3,200	Hold	1,758,100	120.3	145.3	10.5	20.8	32.9	32.7	24.9	24.8	27.1	28.3	50.0	51.9	0.0	0.0	25.5	21.1	19.3	16.0	6.7	5.4	
Infotech Enterprises	163	250	Buy	18,110	13.1	18.2	(15.4)	39.4	16.0	18.2	12.1	13.2	14.3	16.9	20.9	25.6	0.0	0.0	12.5	8.9	8.2	5.6	1.7	1.4	
MindTree	374	575	Buy	15,000	26.9	48.3	(50.8)	79.6	13.1	17.5	7.1	10.4	15.0	23.0	15.2	23.3	0.0	0.0	13.9	7.7	7.3	4.4	1.9	1.6	
Mphasis	454	450	Hold	95,405	52.0	39.7	18.7	(23.7)	24.9	20.2	21.7	15.7	22.9	21.4	27.4	47.9	0.0	0.0	8.7	11.4	6.9	8.0	2.9	2.4	
NIIT	50	85	Buy	8,263	6.3	8.1	47.2	29.7	15.3	16.9	8.5	9.9	18.4	20.4	10.1	12.2	0.7	0.6	8.0	6.1	6.2	5.1	1.4	1.2	
NIIT Technologies	191	300	Buy	11,298	30.7	28.1	42.7	(8.5)	19.6	21.5	14.8	12.6	27.9	21.3	26.5	20.6	0.0	0.0	6.2	6.8	4.0	3.4	1.6	1.3	
Oracle Financial Services	2,047	2,500	Buy	171,732	124.8	127.7	34.7	2.4	36.0	39.1	35.3	30.9	19.6	16.7	17.9	14.7	0.0	0.0	16.4	16.0	14.0	11.0	3.2	2.7	
Patni Computers	446	500	Hold	58,775	44.2	38.3	(1.3)	(13.3)	18.2	17.3	19.0	14.1	14.9	14.0	17.5	17.4	0.0	0.0	10.1	11.6	10.0	9.5	1.9	1.6	
Persistent Systems	409	440	Hold	16,344	34.7	33.8	11.4	(2.6)	20.5	21.5	18.0	13.9	20.0	16.6	28.3	23.1	0.0	0.0	11.8	12.1	8.1	6.1	2.2	1.9	
Polaris Software	185	250	Buy	18,335	19.3	20.8	24.5	8.1	13.9	14.7	12.2	11.6	19.9	18.3	17.0	15.2	0.0	0.0	9.6	8.9	8.5	7.0	1.8	1.5	
Satyam Computer Services	64	135	Buy	74,887	2.6	5.7	(3.3)	121.3	8.0	14.5	6.0	11.4	NA	NA	NA	NA	NA	NA	24.6	11.1	12.7	6.0	1.7	1.3	
TCS	1,136	1,150	Hold	2,222,523	44.2	50.4	25.8	14.2	29.3	29.5	23.3	22.0	37.5	33.9	40.2	37.9	0.0	0.0	25.7	22.5	20.3	16.8	8.9	6.7	
Tech Mahindra	685	850	Hold	86,283	82.5	92.5	41.3	12.2	21.3	20.4	22.1	23.4	28.4	30.7	30.0	31.6	0.4	0.3	8.3	7.4	10.1	9.9	2.5	2.2	
Redington	76	100	Buy	30,164	5.8	7.1	22.9	23.5	2.6	2.7	1.3	1.4	19.6	20.7	12.8	13.9	1.1	1.0	13.2	10.7	7.6	6.2	2.4	2.1	
Wipro	441	475	Hold	1,083,214	21.7	24.2	15.3	11.8	21.5	21.9	17.1	16.5	24.9	23.9	20.6	20.1	0.3	0.2	20.4	18.2	15.8	13.3	4.7	4.0	
<b>Aggregate</b>				<b>6,075,943</b>					<b>21.0</b>	<b>21.6</b>	<b>16.3</b>	<b>16.0</b>						<b>21.4</b>	<b>18.5</b>	<b>16.5</b>	<b>13.6</b>	<b>5.3</b>	<b>4.3</b>		



Companies	CMP (Rs)	Target (Rs)	Reco	MCap (Rs mn)	FDEPS (Rs)		FDEPS Growth (%)		EBITDA Margin (%)		PAT Margin (%)		ROE (%)		ROCE (%)		Adj. Debt/Equity Ratio (x)		P/E (x)		EV/EBITDA (x)		P/BV (x)		
					FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E
<b>LOGISTICS</b>																									
Allcargo Global Logistics	147	170	Hold	19,149	14.1	16.1	53.3	14.0	11.8	12.1	6.9	7.1	11.0	14.3	10.7	14.1	0.0	0.0	10.4	9.1	6.2	5.4	1.4	1.2	
Container Corp	1,195	1,450	Buy	155,291	64.7	73.9	8.0	14.2	28.8	30.4	22.7	23.7	19.2	18.2	19.2	18.2	-	-	18.5	16.2	12.9	11.2	3.6	3.2	
Gateway Distriparks	113	135	Buy	12,246	8.2	9.5	11.9	15.3	30.5	32.5	17.0	17.5	12.3	12.6	11.8	10.5	0.3	0.2	13.8	12.0	8.6	7.2	1.8	1.3	
<b>Aggregate</b>				<b>186,685</b>	-	-	-	-	<b>22.4</b>	<b>23.4</b>	<b>16.2</b>	<b>16.7</b>							<b>16.8</b>	<b>14.7</b>	<b>11.1</b>	<b>9.6</b>	<b>2.9</b>	<b>2.5</b>	
<b>OIL &amp; GAS</b>																									
BPCL	580	755	Hold	209,691	42.4	5.9	(0.4)	(86.0)	2.3	1.7	1.1	0.2	11.4	1.6	8.1	3.6	1.0	1.0	13.7	97.7	9.1	13.1	1.5	1.6	
Cairn India	351	285	Sell	667,732	32.2	43.6	495.8	35.4	80.0	78.0	57.8	62.8	17.2	20.1	19.7	23.4	(0.1)	(0.2)	10.9	8.0	7.5	6.1	1.7	1.5	
GAIL India	455	575	Buy	577,538	27.1	35.4	9.4	30.8	16.1	18.7	9.8	11.1	19.2	21.9	23.0	23.3	0.5	0.5	16.8	12.9	10.1	7.5	3.0	2.6	
GSPL	94	109	Hold	52,658	9.2	9.6	25.1	3.8	94.0	94.0	48.7	47.6	27.2	23.5	27.2	24.4	0.6	0.6	10.2	9.8	6.4	6.0	2.5	2.1	
HPCL	329	535	Buy	111,561	38.8	48.2	1.0	24.4	2.9	3.1	1.1	1.3	11.1	13.0	9.4	10.2	1.2	1.2	8.5	6.8	6.7	6.2	0.9	0.9	
IGL	297	360	Hold	41,636	18.0	20.4	16.7	13.5	27.7	25.2	14.9	12.9	27.5	26.0	37.1	32.0	15.1	22.9	16.6	14.6	9.0	7.5	4.2	3.5	
IOC	315	500	Buy	763,834	34.1	43.5	(22.6)	27.5	4.2	5.6	2.8	3.7	14.6	16.8	12.5	15.0	0.8	0.7	9.2	7.2	8.8	6.6	1.3	1.2	
Oil India	1,242	1,280	Sell	298,668	130.4	136.2	20.1	4.4	57.4	59.0	38.8	40.6	21.3	19.7	32.3	29.9	(0.6)	(0.7)	9.5	9.1	5.2	5.0	1.9	1.7	
ONGC	269	1,400	Buy	2,300,144	59.7	64.6	(34.4)	8.1	45.6	47.9	22.1	23.6	22.7	20.9	32.7	30.5	3.7	3.6	4.5	4.2	4.1	3.8	1.9	1.6	
Petronet LNG	117	170	Buy	87,563	7.7	9.4	42.0	23.2	9.4	8.2	4.5	4.1	20.9	22.3	18.8	18.3	0.9	1.1	15.2	12.4	8.7	7.4	3.0	2.6	
Reliance Industries	982	1,200	Buy	3,215,107	62.6	66.5	28.9	6.1	15.0	15.0	7.9	8.9	13.6	13.0	13.8	14.1	0.2	(0.1)	15.7	14.8	9.6	10.2	2.0	1.8	
<b>Aggregate</b>				<b>8,326,131</b>	-	-	-	-	<b>13.2</b>	<b>14.3</b>	<b>7.1</b>	<b>8.1</b>							<b>11.7</b>	<b>10.5</b>	<b>6.9</b>	<b>6.5</b>	<b>1.9</b>	<b>1.7</b>	
<b>PHARMACEUTICALS</b>																									
Aurobindo	184	338	Buy	53,494	74.7	107.4	4.0	43.8	18.0	21.0	12.1	14.9	23.3	23.0	12.6	15.6	0.5	0.4	2.5	1.7	7.5	5.5	2.3	1.4	
Biocon	328	550	Buy	65,570	18.3	20.3	22.5	10.7	20.0	20.2	13.2	13.0	19.3	18.4	16.1	16.5	0.2	0.1	17.9	16.2	12.7	11.3	3.2	2.8	
Cadila Healthcare	765	830	Hold	156,715	30.9	38.5	20.8	24.9	20.5	21.0	14.4	15.2	33.6	32.1	24.6	27.0	0.4	0.2	24.8	19.9	18.7	15.3	7.4	5.6	
Cipla	304	370	Hold	244,209	13.1	15.3	0.0	16.9	23.8	24.1	16.8	17.3	16.6	16.8	16.6	16.8	0.0	0.0	23.2	19.9	17.0	14.8	3.6	3.1	
Dishman Pharmaceuticals	96	192	Hold	7,723	10.6	15.2	(6.4)	43.7	21.2	24.3	9.0	11.3	10.5	13.5	8.3	9.8	1.0	0.9	9.0	6.3	7.4	5.6	0.9	0.8	
Dr Reddy's Labs	1,572	2,030	Buy	265,895	66.6	104.7	0.5	57.2	18.2	24.4	15.3	19.8	20.6	27.6	16.6	24.3	0.2	0.1	23.6	15.0	20.5	12.6	5.0	3.8	
GlaxoSmithKline Pharmaceuticals	2,167	2,230	Hold	183,513	69.8	82.0	18.1	17.6	36.6	36.7	26.8	26.8	30.6	30.5	30.5	30.4	0.0	0.0	31.1	26.4	20.7	17.6	8.8	7.4	
Glenmark Pharmaceuticals	301	410	Buy	81,336	18.0	23.4	37.2	30.1	27.6	27.7	16.2	17.6	17.7	19.2	14.2	15.9	0.5	0.4	16.7	12.9	11.8	9.8	2.8	2.3	
Jubilant Organosys	170	290	Hold	27,022	17.2	22.5	(13.7)	30.9	17.7	19.0	8.7	10.0	8.6	11.0	7.6	9.5	0.6	0.5	9.9	7.5	9.8	8.0	1.1	1.0	
Lupin	397	510	Buy	177,210	19.6	23.0	28.4	17.4	20.1	19.8	15.5	15.3	36.3	32.0	26.2	26.1	0.3	0.2	20.3	17.3	16.6	14.1	6.4	4.9	
Opto Circuits	258	280	Hold	48,091	18.7	22.2	24.5	18.9	32.1	30.6	25.4	23.9	29.4	28.4	24.8	24.1	0.3	0.3	13.8	11.6	13.3	11.0	3.8	3.0	
Pfizer India	1,210	1,470	Buy	36,111	54.0	64.0	9.1	18.4	17.3	18.9	18.8	18.9	15.3	16.2	15.3	16.2	0.0	0.0	22.4	18.9	30.5	23.8	3.2	2.9	
Piramal Healthcare	464	480	Sell	96,909	28.5	34.5	25.4	21.0	21.7	21.9	14.4	15.4	31.4	29.7	23.3	25.1	0.4	0.2	16.3	13.4	12.2	10.7	4.5	3.6	
Ranbaxy	452	720	Buy	190,490	34.2	52.3	NM	53.0	20.2	29.1	17.1	23.1	27.1	31.2	12.6	20.0	0.6	0.2	13.2	8.6	11.9	7.3	3.1	2.5	
Sun Pharmaceutical Industries	432	460	Hold	445,280	19.8	24.1	43.0	21.8	37.5	36.6	34.6	33.4	24.4	24.2	23.2	22.6	0.1	0.1	21.8	17.9	19.3	15.7	4.8	3.9	
<b>Aggregate</b>				<b>2,079,566</b>	-	-	-	-	<b>23.0</b>	<b>25.4</b>	<b>17.4</b>	<b>19.3</b>							<b>19.6</b>	<b>15.1</b>	<b>15.7</b>	<b>12.1</b>	<b>4.2</b>	<b>3.4</b>	



Companies	CMP (Rs)	Target (Rs)	Reco	MCap (Rs mn)	FDEPS (Rs)		FDEPS Growth (%)		EBITDA Margin (%)		PAT Margin (%)		ROE (%)		ROCE (%)		Adj. Debt/Equity Ratio (x)		P/E (x)		EV/EBITDA (x)		P/BV (x)		
					FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E
<b>PIPES</b>																									
Jindal Saw	197	330	Buy	54,362	17.3	21.2	(30.4)	22.7	17.0	16.5	9.2	8.7	12.1	12.9	11.2	12.9	0.2	0.1	11.4	9.3	5.7	4.5	1.3	1.1	
Welspun Corp	180	280	Buy	36,920	31.2	35.3	16.1	13.2	18.0	17.3	8.9	8.9	22.0	20.5	14.0	13.9	0.4	0.4	5.8	5.1	2.8	2.6	1.0	0.9	
Maharashtra Seamless	338	400	Hold	23,872	44.2	49.3	9.5	11.4	22.0	21.6	17.2	16.9	13.0	13.2	12.7	12.9	0.0	0.0	7.6	6.9	4.1	3.7	1.0	0.9	
<b>Aggregate</b>				<b>115,153</b>	-	-	-	-	<b>18.1</b>	<b>17.5</b>	<b>10.0</b>	<b>9.8</b>							<b>7.7</b>	<b>6.7</b>	<b>3.9</b>	<b>3.4</b>	<b>10.0</b>	<b>8.5</b>	
<b>POWER</b>																									
Adani Power	110	135	Sell	240,567	4.2	19.9	432.4	376.7	58.2	70.7	46.5	54.8	14.4	51.2	6.7	20.5	1.6	1.8	26.5	5.6	24.5	5.0	3.6	2.4	
Lanco Infratech	37	70	Buy	88,728	3.9	5.2	105.9	34.8	26.1	26.3	6.8	6.7	24.6	25.9	8.2	10.2	3.7	2.8	9.6	7.1	7.4	5.4	2.1	1.6	
NTPC	179	205	Hold	1,477,175	11.6	12.2	9.3	5.7	34.2	33.9	19.8	18.6	14.7	14.4	21.7	14.4	0.5	0.5	15.5	14.7	10.4	9.3	2.2	2.0	
Reliance Power	121	170	Hold	339,836	3.2	3.8	11.5	19.3	48.6	48.1	96.1	35.8	5.0	5.1	2.9	2.8	1.3	2.1	37.7	31.6	78.9	24.8	1.8	1.7	
Tata Power	1,224	1,250	Hold	290,488	75.5	101.0	16.2	33.7	22.5	25.0	9.0	10.2	15.0	18.3	6.8	7.6	1.1	1.2	16.2	12.1	6.4	4.9	2.0	2.0	
Jindal Steel & Power	678	700	Hold	633,761	43.4	56.1	11.3	29.2	6.4	21.0	32.1	34.9	32.7	31.0	22.6	20.7	0.3	0.3	15.6	12.1	10.2	8.4	4.4	3.3	
Power Grid	99	120	Buy	458,343	5.7	6.8	12.4	18.8	81.7	81.5	27.3	27.3	14.1	13.8	3.8	4.1	1.4	1.5	17.3	14.6	5.8	4.9	2.1	1.9	
<b>Aggregate</b>				<b>3,528,897</b>	-	-	-	-	<b>37.6</b>	<b>39.7</b>	<b>19.3</b>	<b>20.5</b>							<b>17.1</b>	<b>12.9</b>	<b>9.9</b>	<b>7.5</b>	<b>2.4</b>	<b>2.1</b>	
<b>REAL ESTATE</b>																									
Anant Raj Industries	80	150	Buy	23,667	7.8	9.4	(3.3)	19.6	47.5	31.8	45.2	28.5	6.4	7.3	6.0	6.5	0.1	0.1	10.3	8.6	8.1	6.3	0.6	0.6	
DLF	223	330	Buy	377,706	17.0	20.2	59.5	19.1	49.7	48.4	27.2	27.5	12.0	13.6	7.8	9.3	0.7	0.6	13.1	11.0	10.0	8.7	1.5	1.4	
Godrej Properties	604	780	Buy	42,182	22.4	57.4	27.5	155.9	45.9	48.5	39.2	39.9	17.8	35.6	9.8	21.8	0.8	0.6	26.9	10.5	26.4	9.9	4.5	3.2	
HDIL	159	315	Hold	66,048	17.9	38.3	19.3	113.3	43.9	52.3	31.6	38.2	9.2	15.9	6.9	12.7	0.4	0.3	8.9	4.2	10.2	4.7	0.7	0.6	
Indiabulls Real Estate	111	200	Buy	44,709	10.3	10.5	NA	2.3	37.8	34.1	29.6	24.3	3.5	3.5	3.5	3.3	0.2	0.3	10.8	10.6	5.5	4.9	0.4	0.4	
Peninsula Land	51	#N/A	#N/A	5,660	17.1	20.9	(16.0)	22.1	32.0	32.0	13.9	15.3	10.3	11.6	8.6	9.1	1.0	0.8	3.0	2.4	6.5	5.7	0.6	0.5	
Phoenix Mills	61	65	Sell	17,059	8.2	7.2	(18.4)	(11.9)	44.4	50.8	33.5	38.7	16.2	12.7	12.5	9.8	0.3	0.3	7.5	8.5	6.3	7.2	1.1	1.0	
Puravankara Projects	173	250	Buy	25,094	5.2	18.3	27.6	252.9	75.5	82.9	34.7	45.5	4.7	15.2	3.6	10.3	0.5	0.6	33.5	9.5	18.1	6.1	1.6	1.3	
Unitech	105	160	Buy	22,420	7.1	7.2	4.0	1.5	30.3	23.3	25.1	21.8	9.8	9.2	6.2	5.9	0.6	0.6	14.8	14.6	16.6	18.5	1.4	1.3	
Oberoi Realty	37	75	Buy	95,419	3.7	5.2	29.9	41.0	35.8	37.0	23.3	25.6	9.4	11.6	6.1	7.8	0.6	0.5	9.9	7.0	12.6	9.5	1.0	0.9	
Sobha Developers	248	330	Buy	81,353	17.8	19.5	12.7	9.1	69.2	69.6	49.7	50.5	22.2	17.0	20.9	15.1	(0.2)	(0.1)	13.9	12.7	9.8	9.1	4.5	2.4	
Sunteck Realty	273	380	Buy	26,742	22.9	33.9	67.6	48.0	23.0	24.4	13.5	14.1	12.5	15.5	8.4	11.1	0.6	0.4	11.9	8.0	12.0	7.9	1.6	1.4	
<b>Aggregate</b>	352	600	Buy	22,155	10.2	94.7	937.8	832.3	57.5	63.9	39.3	41.8	62.8	49.2	42.8	38.8	0.2	0.2	34.6	3.7	24.9	2.6	3.3	1.8	
<b>TELECOM</b>																									
Bharti Airtel				<b>850,215</b>	-	-	-	-	<b>44.4</b>	<b>45.4</b>	<b>27.8</b>	<b>29.5</b>							<b>12.5</b>	<b>8.7</b>	<b>10.6</b>	<b>7.6</b>	<b>1.2</b>	<b>1.1</b>	
Idea Cellular	327	400	Buy	1,241,603	17.9	22.8	(24.3)	27.3	34.5	36.0	11.3	11.7	14.9	16.3	8.9	8.5	1.3	1.1	18.2	14.3	6.0	4.7	2.5	2.2	
MTNL	60	95	Buy	199,124	2.0	2.9	(34.3)	46.3	24.4	27.0	4.3	5.2	5.7	7.8	5.2	6.4	1.0	0.9	30.0	20.5	5.3	3.9	1.8	1.5	
Onmobile Global	42	50	Sell	26,334	(14.8)	(14.4)	NM	NM	-	-	-	-	(10.3)	(11.1)	(8.9)	(9.5)	0.3	0.3	-	-	-	-	0.3	0.3	
Reliance Communications	207	450	Buy	12,153	13.5	18.3	80.7	35.3	22.5	27.1	14.7	16.0	10.2	12.3	8.0	11.2	0.0	0.0	15.3	11.3	8.0	5.3	1.5	1.3	
Tata Communications	93	190	Buy	192,471	7.4	11.1	(65.9)	50.6	31.9	34.1	7.3	9.7	4.0	5.8	3.5	4.5	0.8	0.7	12.7	8.4	5.7	4.6	0.5	0.5	
Spice Mobility	212	400	Buy	60,420	(26.1)	(21.6)	NM	NM	11.0	12.5	-	-	(17.9)	(17.6)	3.3	3.2	2.1	2.6	-	-	10.2	8.0	1.6	1.9	
Tata Tele (Mah)	101	140	Hold	24,130	5.0	7.9	9.4	59.5	7.2	6.5	5.3	5.1	11.6	13.3	7.0	9.5	0.0	0.0	20.4	12.8	11.0	7.4	1.8	1.6	
<b>Aggregate</b>	15	18	Sell	28,932	0.7	(2.6)	NM	(444.2)	13.4	21.7	-	-	(27.9)	(19.7)	(8.1)	(2.9)	2.1	2.1	20.4	-	20.8	11.1	1.2	1.2	



Companies	CMP (Rs)	Target (Rs)	Reco	MCap (Rs mn)	FDEPS (Rs)		FDEPS Growth (%)		EBITDA Margin (%)		PAT Margin (%)		ROE (%)		ROCE (%)		Adj. Debt/Equity Ratio (x)		P/E (x)		EV/EBITDA (x)		P/BV (x)	
					FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E
<b>OTHERS</b>																								
Sintex Industries	151	270	Buy	41,331	13.8	16.9	30.9	23.0	16.4	16.8	10.1	10.3	19.5	19.7	11.0	12.3	0.6	0.5	11.0	8.9	5.9	4.8	1.7	1.4
Bharat Electronics	1,680	2,200	Buy	134,420	92.2	98.8	(2.1)	7.2	18.8	18.0	13.2	13.5	20.9	17.7	19.3	15.3	0.0	0.0	18.2	17.0	10.3	10.2	3.4	3.0
Godrej Industries	174	285	Buy	55,314	9.5	16.3	145.4	71.2	8.3	12.5	7.3	9.6	16.1	23.7	12.6	17.5	0.2	0.2	18.3	10.7	19.7	10.1	2.8	2.3
Arvind Ltd	56	96	Buy	14,145	4.4	5.8	114.5	32.3	13.5	14.0	2.9	3.3	8.2	9.9	8.3	8.4	1.7	1.7	12.75	9.63	7.17	5.91	1.02	0.92

Company	CMP (Rs)	Target (Rs)	Reco	MCap (Rs mn)	FDEPS (Rs)		FDEPS Growth (%)		NIM (%)		Cost to income (%)		ROE (%)		ROA (%)		Credit/Deposit Ratio (%)		CAR (%)		P/E (x)		P/BV (x)	
					FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E
<b>BANKING</b>																								
Axis Bank	1,328	1,800	BUY	544,721	81.2	103.9	30.8	28.0	3.4	3.3	43.1	43.6	20.7	21.1	1.7	1.7	79.7	80.7	14.0	13.6	16.4	12.8	2.9	2.5
Bank of Baroda	883	1,130	BUY	321,739	108.6	125.7	29.7	15.8	2.8	2.7	38.8	39.2	25.8	24.5	1.3	1.2	73.1	73.1	12.6	12.7	8.1	7.0	1.9	1.6
Bank of India	460	520	HOLD	241,765	52.6	65.5	58.9	24.4	2.6	2.5	43.6	42.1	19.8	20.8	0.9	1.0	75.2	75.2	13.2	12.8	8.7	7.0	1.6	1.3
Canara Bank	612	660	HOLD	250,715	96.5	105.6	30.9	9.4	2.8	2.7	42.4	40.0	27.9	24.5	1.4	1.2	73.6	73.6	12.7	12.2	6.3	5.8	1.6	1.3
Corporation Bank	559	745	Buy	80,219	96.8	117.1	18.6	21.0	2.5	2.4	35.3	35.7	21.9	22.2	1.1	1.1	69.3	69.9	12.8	12.5	5.8	4.8	1.2	1.0
Dena Bank	98	160	BUY	28,123	21.2	24.7	19.9	16.4	2.8	2.7	44.9	45.7	22.9	22.0	1.0	0.9	70.2	70.8	12.3	11.9	4.6	4.0	1.0	0.8
HDFC Bank	2,218	2,390	HOLD	1,030,916	84.3	108.7	30.9	28.9	4.5	4.6	47.4	47.4	16.9	18.8	1.6	1.7	78.5	79.2	16.4	15.6	26.3	20.4	4.2	3.6
ICICI Bank	1,016	1,175	HOLD	1,167,652	45.9	58.2	27.1	26.9	2.5	2.5	42.4	41.3	9.6	11.4	1.3	1.4	89.9	90.5	17.4	15.3	22.2	17.5	2.1	2.0
Oriental Bank of Commerce	351	445	BUY	87,927	60.5	69.6	33.6	15.0	2.9	2.7	37.9	39.1	19.0	18.6	1.0	1.0	69.7	71.8	12.9	12.4	5.8	5.0	1.0	0.9
Punjab National Bank	1,081	1,475	BUY	340,969	139.4	172.2	12.5	23.5	3.6	3.5	41.3	40.6	24.4	24.6	1.3	1.4	76.4	77.0	13.9	13.3	7.8	6.3	1.7	1.4
State Bank of India	2,705	3,500	BUY	1,717,450	180.6	235.6	25.1	30.5	3.1	3.0	45.8	45.5	16.3	18.4	1.0	1.1	84.1	84.0	12.3	11.7	15.0	11.5	2.3	2.0
Union Bank of India	327	410	BUY	165,224	41.5	54.6	1.1	31.4	2.8	2.8	43.3	42.6	21.7	23.6	1.0	1.1	71.1	71.7	12.2	11.6	7.9	6.0	1.6	1.3
Yes Bank	275	380	BUY	95,577	20.1	25.1	42.6	25.3	2.7	2.5	37.7	39.1	20.4	21.3	1.5	1.4	78.3	78.3	16.8	14.8	13.7	11.0	2.6	2.1
<b>SPECIALTY FINANCE</b>																								
HDFC	682	750	HOLD	998,463	23.9	28.4	21.6	18.8	3.4	3.3	7.1	6.9	21.4	22.6	2.8	2.8			13.5	12.4	28.5	24.0	5.9	5.2
LIC Housing Finance	196	250	BUY	92,892	15.8	21.6	13.3	36.9	2.9	2.7	14.8	15.1	20.1	23.1	1.7	1.8			13.1	11.7	12.4	9.0	2.3	1.9
Dewan Housing Finance	260	370	BUY	27,151	21.8	30.1	18.6	38.2	3.0	3.0	29.9	27.2	19.2	19.3	1.9	1.9			18.3	15.2	11.9	8.6	1.8	1.6
Shriram Transport Finance	800	900	BUY	181,008	52.9	64.2	29.3	21.2	8.4	10.5	23.0	24.3	28.4	28.0	3.4	4.1			21.4	20.3	15.1	12.5	3.8	3.0
<b>Aggregate</b>				<b>7,372,509</b>																<b>14.5</b>	<b>11.7</b>	<b>2.4</b>	<b>2.1</b>	

Source: RCML Research \* Not Rated



## RCML Research

Analyst	Sector	Email ID	Office Telephone
Manoj Singla ( <i>Managing Director &amp; Co-Head India Equity Product</i> )	IT, Telecom, Strategy	manoj.singla@religare.in	(91-22) 6766 3401
Suhas Harinarayanan ( <i>Managing Director &amp; Co-Head India Equity Product</i> )	Infrastructure, Real Estate, Power	suhas.hari@religare.in	(91-22) 6766 3404
Kaushal Maroo	Automobiles, Auto Components	kaushal.maroo@religare.in	(91-22) 6766 3457
Keyur Vora	Automobiles, Auto Components	vora.keyur@religare.in	(91-22) 6766 3456
Siddharth Teli	Banking & Financial Services	siddharth.teli@religare.in	(91-22) 6766 3463
Ishank Kumar	Banking & Financial Services	ishank.kumar@religare.in	(91-22) 6766 3467
Nikhil Rungta	Banking & Financial Services	nikhil.rungta@religare.in	(91-22) 6766 3451
Misal Singh	Capital Goods, Power	misal.singh@religare.in	(91-22) 6766 3466
Abhishek Raj	Capital Goods	abhishek.raj@religare.in	(91-22) 6766 3485
Mihir Jhaveri	Cement, Pipes	mihir.jhaveri@religare.in	(91-22) 6766 3459
Prateek Kumar	Cement, Pipes	prateek.kumar@religare.in	(91-22) 6766 3435
Vaibhav Jain	Construction & Infrastructure	jain.vaibhav@religare.in	(91-22) 6766 3464
Hardik Shah	Construction & Infrastructure	hardik.shah@religare.in	(91-22) 6766 3465
Jay Shankar	Economist	jay.shankar@religare.in	(91-22) 6766 3442
Vallabh Kulkarni	Economist	vallabh.kulkarni@religare.in	(91-22) 6766 3438
Varun Lohchab	FMCG, Retail, Beverages	varun.lohchab@religare.in	(91-22) 6766 3458
Gaurang Kakkad	FMCG, Retail, Beverages	gaurang.kakkad@religare.in	(91-22) 6766 3470
Bandish Mehta	FMCG, Retail, Beverages	bandish.mehta@religare.in	(91-22) 6766 3471
Rumit Dugar	IT, Telecom	rumit.dugar@religare.in	(91-22) 6766 3444
Udit Garg	IT, Telecom	udit.garg@religare.in	(91-22) 6766 3445
Anuj Bagri	IT, Telecom	anuj.bagri@religare.in	(91-22) 6766 3443
Ankur Periwal	Media, Logistics	ankur.periwal@religare.in	(91-22) 6766 3469
Amit Agarwal	Metals & Mining	amit.ag@religare.in	(91-22) 6766 3449
Ballabh Modani	Oil & Gas, Media	ballabh.modani@religare.in	(91-22) 6766 3436
Nitin Tiwari	Oil & Gas	nitin.tiwari@religare.in	(91-22) 6766 3437
Vikas Sonawale	Pharmaceuticals, Healthcare	vikas.sonawale@religare.in	(91-22) 6766 3447
Vineet Agrawal	Pharmaceuticals, Healthcare	vineet.agrawal@religare.in	(91-22) 6766 3448
Sumit Maniyar	Power, Coal	sumit.maniyar@religare.in	(91-22) 6766 3461
Arun Aggarwal	Real Estate	arun.aggarwal@religare.in	(91-22) 6766 3440
Dr Tirthankar Patnaik	Strategy	tirthankar.patnaik@religare.in	(91-22) 6766 3446
Prasad Shahane	Strategy, Mid caps	prasad.shahane@religare.in	(91-22) 6766 3455
Aishorjyo Ghosh	Global Strategy	aishorjyo.ghosh@religare.in	(91-22) 6766 3452
Ankush Agrawal	Global Strategy	ankush.agrawal@religare.in	(91-22) 6766 3454



### **Important Global Disclosures**

Religare Capital Markets ("RCM") is the global brand name for the Religare Capital Markets group which includes Religare Capital Markets Limited and its affiliates worldwide.

Each of the analysts identified in this report certifies, with respect to the companies or securities that the individual analyzes, that (1) the views expressed in this report reflect his or her personal views about all of the subject companies and securities and (2) no part of his or her compensation was, is or will be directly or indirectly dependent on the specific recommendations or views expressed in this report.

### **Analysts' stock ratings are defined as follows:**

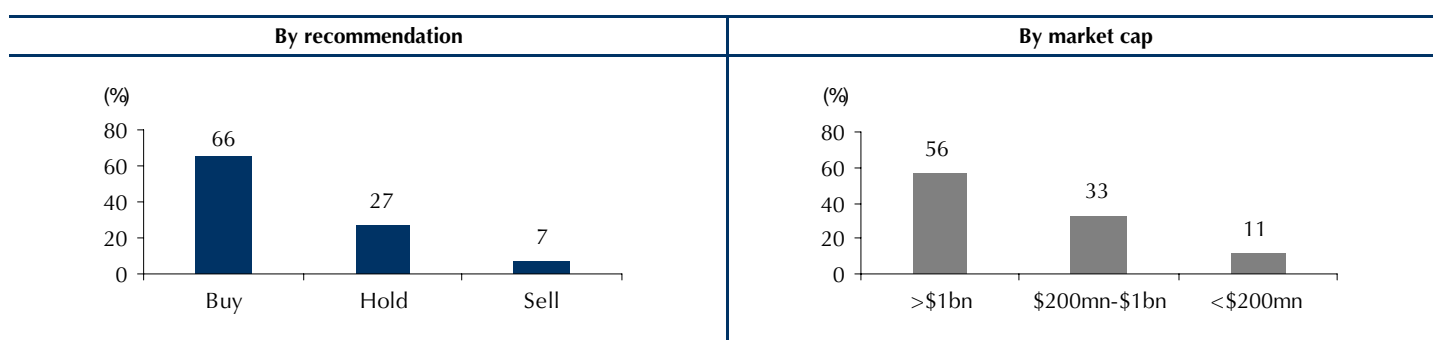
#### **Recommendation Interpretation**

<b>Recommendation</b>	<b>Expected absolute returns (%) over 12 months</b>
Buy	More than 15%
Hold	Between 15% and -5%
Sell	Less than -5%

Recommendation structure changed with effect from March 1, 2009

Expected absolute returns are based on share price at market close unless otherwise stated. Stock recommendations are based on absolute upside (downside) and have a 12-month horizon. Our target price represents the fair value of the stock based upon the analyst's discretion. We note that future price fluctuations could lead to a temporary mismatch between upside/downside for a stock and our recommendation.

#### **Global Coverage Profile**



During the previous quarter Religare Capital Markets Plc in the UK has published 18 research notes, 16 of which contained research recommendations, and 2 related to corporate broking clients of the firm. The 16 recommendations were broken down into 13 buy, 0 sell, and 3 hold.

RCM's policy is to update research reports as it deems appropriate, based on developments with the subject company, the sector or the market that may have a material impact on the research views or opinions stated herein.

RCM's policy is to publish both investment research and marketing communications. Investment research is impartial, independent, clear, fair and not misleading. Marketing communications cannot be seen as objective and are not prepared in accordance with legal requirements designed to promote the independence of Investment Research. In some instances, RCM may have, or be seeking, a business relationship with the company which is the subject of the research. For more information on RCM's Conflict of Interest Policy and its use of Independent and Non-Independent research please refer to <http://www.religarecm.com/>

**Analysts' Compensation:** The equity research analysts responsible for the preparation of this report receive compensation based upon various factors, including the quality and accuracy of research, client feedback, competitive factors, and RCM's total revenues, which include revenues from, among other business units, Equities and Investment Banking.

**Registration of non-US Analysts:** Unless otherwise noted, the non-US analysts listed on the front of this report are employees of non-US affiliates of RCM, are not registered/qualified as research analysts under FINRA/NYSE rules, may not be associated persons of RCM, and may not be subject to FINRA Rule 2711 and NYSE Rule 472 restrictions on communications with covered companies, public appearances, and trading securities held by a research analyst account.

### **Important Regional Disclosures**

**United Kingdom:** This material has been prepared by Religare Capital Markets in accordance with the legal requirements for producing investment research. Notwithstanding anything to the contrary contained herein, the following applies where the publication/communication is distributed in and/or into the United Kingdom. This publication/communication is only for distribution and/or is only directed at persons ("permitted recipients") who are (i) persons falling within Article 19 of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2001 (the "FPO") having professional experience in matters relating to investments or high net worth companies, unincorporated associations etc. falling within Article 49 of the FPO, and (ii) where an unregulated collective investment scheme (an "unregulated CIS") is the subject of the publication/communication, also persons of a kind to whom the unregulated CIS may lawfully be promoted by a person authorized under the Financial Services and Markets Act 2000 ("FSMA")



by virtue of Section 238(5) of the FSMA. The investments or services to which this publication/communication relates to are available only to permitted recipients and persons of any other description should not rely on it. This publication/ communication have been produced to meet the requirement of the Conduct of Business Sourcebook (COBS) 12 under the FSA Rules, please refer to our Conflict of Interest Policy as mentioned above in connection with Investment Research.

**Singapore:** This publication/communication is distributed for and on behalf of RCM in Singapore through Religare Capital Markets (Singapore) Pte Limited solely to persons who qualify as "institutional investors", "accredited investors" or "expert investors, as defined in section 4A(1) of the Securities and Futures Act, Chapter 289 of Singapore (the "SFA"). Pursuant to regulations 33, 34, 35 and 36 of the Financial Advisers Regulations (the "FAR"), sections 25, 27 and 36 of the Financial Advisers Act, Chapter 110 of Singapore shall not apply to Religare Capital Markets (Singapore) Pte Limited when providing any financial advisory service to an accredited investor, expert investor or "overseas investor" (as defined in regulation 36 of the FAR). Please contact Religare Capital Markets (Singapore) Pte Limited in respect of any matters arising from, or in connection with this publication/communication.

**Canada:** Neither this publication/communication nor any copy hereof may be distributed in Canada or to any individual outside Canada who is a resident of Canada except in compliance with applicable Canadian securities laws.

**India:** This publication does not constitute an offer or invitation or solicitation to subscribe for or buy or sell securities. This report is intended for information purpose only to the intended recipient and should not be reproduced or redistributed to any other person.

**Hong Kong:** In Hong Kong, this publication/communication must not be sent to anyone other than (1) to "Professional Investors" as defined in the Securities and Futures Ordinance (Cap. 571) of Hong Kong and any rules made under that ordinance; or (2) in other circumstances which would not result in this publication/communication being a "Prospectus" as defined in the Companies Ordinance (Cap. 32) of Hong Kong or which do not constitute an offer to the public within the meaning of that ordinance.

**United States:** Neither this publication/communication nor any copy hereof may be taken or distributed into the United States.

**Dubai:** This publication/communication is intended for professional clients only and is not for onward distribution within the United Arab Emirates.

**Other jurisdictions:** In any other jurisdictions, except if otherwise restricted by law or regulation, this publication/communication is only for distribution to professional, institutional or sophisticated investors as defined in the laws and regulations of such jurisdictions.

#### **Other Research Disclosures**

The analyst(s) named in this report may have investments in securities or derivatives of securities of the companies mentioned in this report, and may make investment decisions that are inconsistent with the recommendations or views expressed in this research.

#### **Disclaimers**

This report is not directed to, or intended for distribution to or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation or which would subject Religare Capital Markets Limited or its affiliates ("RCM") to any registration or licensing requirement within such jurisdiction(s). All material presented in this report, unless specifically indicated otherwise, is under copyright to RCM. None of the material, its content, or any copy of such material or content, may be altered in any way, transmitted to, copied or reproduced (in whole or in part) or redistributed in any form to any other party, without the prior express written permission of RCM. All trademarks, service marks and logos used in this report are trademarks or service marks or registered trademarks or service marks of RCM or its affiliates, unless specifically mentioned otherwise.

The information, tools and material presented in this report are provided to you for information purposes only and are not to be used or considered as an offer or the solicitation of an offer to sell or to buy or subscribe for securities or other financial instruments. RCM may not have taken any steps to ensure that the securities referred to in this report are suitable for any particular investor. RCM will not treat recipients as its customers by virtue of their receiving the report. The investments or services contained or referred to in this report may not be suitable for you and it is recommended that you consult an independent investment advisor if you are in doubt about such investments or investment services. Nothing in this report constitutes investment, legal, accounting or tax advice or a representation that any investment or strategy is suitable or appropriate to your individual circumstances or otherwise constitutes a personal recommendation to you. RCM does not offer advice on the tax consequences of investment and you are advised to contact an independent tax adviser. Please note in particular that the bases and levels of taxation may change. Accordingly, you are recommended to seek your own legal, tax or other advice as you may find appropriate and should rely solely on your own judgment, review and analysis in evaluating the information contained in this report.

Subject to any applicable laws and regulations at any given time, RCM, its affiliates or companies or individuals connected with RCM may have used the information contained herein before publication and may have positions in, may from time to time purchase or sell or have a material interest in any of the securities mentioned or related securities or may currently or in future have or have had a business or financial relationship with, or may provide or have provided investment banking, capital markets and/or other services to, the entities referred to herein, their advisors and/or any other connected parties. As a result, investors should be aware that RCM and/or such individuals may have one or more conflicts of interests that could affect the objectivity of this report.

RCM believes that the information and opinions in the Important Regional Disclosure Section of this report are accurate and complete and are provided in good faith. Information and opinions presented in the other sections of the report were obtained or derived from sources that RCM believes to be reliable, but RCM makes no representations or warranty, express or implied, as to their accuracy or completeness or correctness. Additional information may be available upon request. RCM accepts no liability for loss arising from the use of the material presented in this report, except that this exclusion of liability does not apply to the extent that liability arises under specific statutes or regulations applicable to RCM. This report is not to be relied upon in substitution for the exercise of independent judgment. RCM may have issued, and may in the future issue, a trading call regarding this security. Trading calls are short term trading opportunities based on market events and catalysts, while stock ratings reflect investment recommendations based on expected absolute return over a 12-month period as defined in the disclosure section. Because trading calls and stock ratings reflect different





assumptions and analytical methods, trading calls may differ directionally from the stock rating. In addition, RCM may have issued, or may in the future issue other reports that may be inconsistent with, and may reach different conclusions from, the information presented in this report. The other reports may reflect different assumptions, views and analytical methods of the analysts' who prepared them and RCM is under no obligation to ensure that such other reports are brought to the attention of any recipient of this report. RCM is involved in many businesses that relate to companies mentioned in this report. These businesses include specialized trading, risk arbitrage, market making, and other proprietary trading.

RCM, its officers, employees, representatives and agents accept no liability whatsoever for any loss or damage whether direct, indirect, consequential or otherwise howsoever arising (whether in negligence or otherwise) out of or in connection with or from any use of or reliance on the contents of and/or omissions from this document. Consequently RCM expressly disclaims any and all liability for, or based on or relating to any such information contained in or errors or omissions in this report. The data contained in this report is subject to change without any prior notice. RCM reserves its right to modify this report as maybe required from time to time. RCM is committed to providing independent recommendations to its clients and would be happy to provide any information in response to any query received from anyone who was an intended recipient. This report is strictly confidential and is being furnished to you solely for your information. The views expressed in the report reflect the analyst's personal views about the securities and issuers that are subject of this report, and that no part of the analyst's compensation was, is or will be directly or indirectly, related to the recommendations or views expressed in this report.

Past performance should not be taken as an indication or guarantee of future performance, and no representation or warranty, express or implied, is made regarding future performance. Information, opinions and estimates contained in this report reflect a judgment of its original date of publication by RCM and are subject to change without notice. The price, value of and income from any of the securities or financial instruments mentioned in this report can fall as well as rise. The value of securities and financial instruments is subject to exchange rate fluctuation that may have a positive or adverse effect on the price or income of such securities or financial instruments. Investors in securities such as ADR's, the values of which are influenced by currency volatility, effectively assume this risk.

Structured securities are complex instruments, typically involve a high degree of risk and are intended for sale only to sophisticated investors who are capable of understanding and assuming the risks involved. The market value of any structured security may be affected by changes in economic, financial and political factors (including, but not limited to, spot and forward interest and exchange rates), time to maturity, market conditions and volatility, and the credit quality of any issuer or reference issuer. Any investor interested in purchasing a structured product should conduct their own investigation and analysis of the product and consult with their own professional advisers as to the risks involved in making such a purchase.

Some investments discussed in this report may have a high level of volatility. High volatility investments may experience sudden and large increases or decreases in their value, causing profits or losses when that investment is realized. Those losses may equal your original investment or may exceed the amount of initial investment itself. In such circumstances, you may be required to pay more money to support those losses. Income yields from investments may fluctuate and, in consequence, initial capital paid to make the investment may be used as part of that income yield. Some investments may not be readily realizable and it may be difficult to sell or realize those investments. Similarly, it may prove difficult to obtain reliable information about the value, or risks, to which such an investment is exposed.

This report may provide the addresses of, or contain hyperlinks to websites. Except to the extent to which the report refers to website material of RCM, RCM has not reviewed the linked site and takes no responsibility whatsoever, for the contents therein. Such addresses or hyperlinks (including addresses or hyperlinks to RCM's own website material) is provided solely for your convenience and information and the content of the linked site does not in any way form part of this report. Accessing such website or following such link through this report or RCM's website shall be at your own risk.

This report is issued by RCM. This report is distributed in India by Religare Capital Markets Limited, which is a registered Intermediary regulated by the Securities and Exchange Board of India. This report is being distributed in the United Kingdom and European Economic Area countries by Religare Capital Markets Plc and Religare Capital Markets (EMEA) Ltd, which are both authorised and regulated in the United Kingdom by the Financial Services Authority ("FSA"). In Dubai, it is being distributed by Religare Capital Markets Plc (Dubai Branch) which is licensed and regulated by the Dubai Financial Services Authority (License number F001188). In Singapore, it is being distributed by Religare Capital Markets (Singapore) Pte Limited which is a holder of a capital markets services licence and an exempt financial adviser in Singapore. In Hong Kong, it is being distributed by Religare Capital Markets (Hong Kong) Limited, which is licensed and regulated by the Securities and Futures Commission, Hong Kong.

In jurisdictions where RCM is not already registered or licensed to trade in securities, transactions will only be effected in accordance with applicable securities legislation in the respective jurisdiction, which may vary from one jurisdiction to another and may require that the trade be made in accordance with applicable exemptions from registration or licensing requirements. Non-U.S. customers wishing to effect a transaction should contact a RCM entity in their local jurisdiction unless governing law permits otherwise.

Please note that this report is prepared and issued by RCM for distribution to their market professional and institutional investor customers'. Recipients who are not market professional or institutional investor customers of RCM should seek the advice of their independent financial advisor prior to taking any investment decision based on this report or for any necessary explanation of its contents.

Any reference to a third party research material or any other report contained in this report represents the respective research organization's estimates and views and does not represent the views of RCM and RCM, its officers, employees do not accept any liability or responsibility whatsoever with respect to its accuracy or correctness and RCM has included such reports or made reference to such reports in good faith.

If this report is being distributed by a financial institution other than RCM, or its affiliates, that financial institution is solely responsible for distribution. Clients of that institution should contact that institution to effect a transaction in the securities mentioned in this report or require further information. This report does not constitute investment advice by RCM to the clients of the distributing financial institution, and neither RCM, its affiliates, and their respective officers, directors and employees accept any liability whatsoever for any direct or consequential loss arising from their use of this report or its content.