

Sluggish (D)-street

The key to change is to let go of fear. - Rosanne Cash.

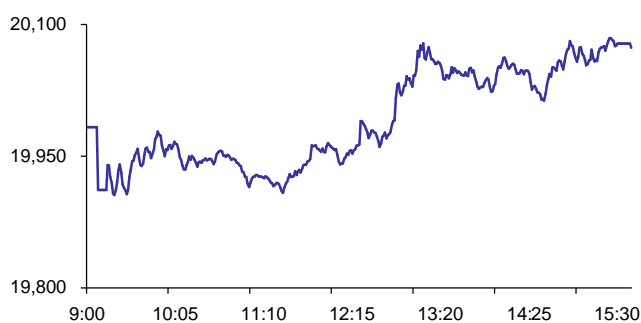
Fears of a weak start in the last trading week of the year appear to have been unfounded. The Chinese market has shrugged off the weekend rate hike after premier Wen Jiabao said his government will be able to contain inflation. Stocks in Japan too have gained. Markets in Hong Kong are shut.

We expect a steady start though things might turn a little choppy due to the F&O expiry. Trading volume could get a fillip owing to the derivative settlement but the overall activity may remain sluggish. The key indices are unlikely to budge much from the current position.

Real action is expected only in January when markets will digest latest quarterly results, along with fresh economic statistics. The RBI's quarterly review will also be an important event in the face of the fresh upturn in inflation.

Global markets will continue to see muted action to the year-end factor. Individual stocks will continue see some action based on the news flow. The Nifty failed to surpass 50 DMA. Therefore, the sentiment remains cautious. We expect the Nifty to be in a range of 5850-6080.

Sensex intra-day



ADR/GDR	Latest (US\$)	Price % chg	% Prem/Disc
Dr. Reddys	37.0	(0.9)	(0.9)
HDFC Bk	165.5	(0.8)	12.2
ICICI Bk	49.7	(1.5)	0.3
ITC	3.8	1.9	(0.0)
Infosys	74.9	0.9	0.2
Ranbaxy	12.8	0.0	0.8
Reliance	47.0	(0.3)	0.1
Wipro	15.3	0.3	42.5
SBI	124.9	0.2	2.3
Tata	30.2	(1.6)	4.2
Sterlite	16.0	0.7	289.4
L&T	43.5	1.6	0.2

Indian market	Last close	1 day	% change	
			3 mth	YTD
Sensex	20,074	0.5	(0.2)	14.9
Nifty	6,012	0.5	(0.4)	15.6
BSE 100	2,484	0.4	(2.3)	13.9
BSE 200	7,799	0.4	(2.7)	14.0
CNX Midcap	8,699	0.1	(6.0)	17.0
BSE Smallcap	9,354	0.3	(9.0)	11.9

Developed market	Last close	1 day	% change	
			3 mth	YTD
Dow Jones	11,573	0.1	6.6	11.0
Nasdaq	2,666	(0.2)	11.9	17.5
S&P 500	1,257	(0.2)	9.4	12.7
FTSE	6,009	0.2	7.8	11.0
CAC	3,900	(0.3)	3.6	(0.9)
DAX	7,058	(0.1)	12.1	18.5
Hang Seng*	22,834	(0.3)	2.2	4.4
Nikkei*	10,340	0.6	7.7	(2.0)
S&P/ASX200*	4,777	(0.5)	2.2	(1.9)

* Markets are open

Emerging market	Last close	1 day	% change	
			3 mth	YTD
Shanghai Comp	2,857	0.8	8.7	(12.8)
Brazil Bovespa	68,486	0.0	0.4	(0.1)
Mexico Bolsa	38,081	(0.1)	15.0	18.6
Kospi*	2,024	(0.3)	8.7	20.3
Micex	1,676	(0.5)	18.1	22.3
Taiwan*	8,868	0.1	8.3	8.3
Straits*	3,151	0.2	1.2	8.7

* Markets are open

Institutional activity (Rs cr)	Cash	F&O	MTD	YTD
FIIs	(100)	1,236	(1,087)	129,025
MFIs	-	-	1,290	(27,013)
FIIs Prov.	15			
MFIs Prov.	(297)			

Commodities	Last close	1 day	% change	
			3 mth	YTD
Crude (US\$/bbl)	91.3	(0.3)	19.3	15.0
Gold (US\$/oz)	1,383	0.1	6.8	26.1
Copper (US\$/mt)	9,397	0.5	18.3	28.0
Aluminium (US\$/mt)	2,404	(0.8)	5.1	9.4
Zinc (US\$/mt)	2,296	0.4	3.5	(9.2)

Advance/Decline stocks (Nos)	A	B	S	Total
Adv	134	994	219	1,578
Dec	68	812	199	1,266
Unch	1	104	21	153
A/D ratio (x)*	2.0	1.2	1.1	1.2

*A/D excluding Unch

Trade value (Rs cr)	% chg
Cash NSE	9,996 (4.1)
Cash BSE	2,660 (16.9)
Total Cash	12,656 (7.1)
Delivery (%)	38.7 -
Derivatives	110,084 25.9

Currency	Last close	1 day	% change	
			3 mth	YTD
Rs/US\$	45.12	(0.1)	0.3	3.1
Rs/EUR	59.22	0.1	2.5	12.5
US\$/GBP	1.54	(0.3)	(2.7)	(4.7)
US\$/EUR	1.31	(0.0)	(2.5)	(8.4)
Yen/US\$	82.94	0.1	1.6	12.2

Bond market	Last Close (%)	Bps chg
10yr Gsec	7.92	(0.04)
Call rate	7.00	0.10

Corporate snippets

- ✦ **Central Bank of India** has got the RBI's nod to go ahead with its rights issue; it plans to mop up around Rs25bn to shore up capital adequacy ratio. (BL)
- ✦ **LGS Global**, formerly Lanco Global Systems, will raise Rs4bn through FCCBs, QIPs and other instruments. (BL)
- ✦ **NIIT Technologies** has acquired an electronic health records and referral management platform to get into the healthcare segment in the US. (BL)
- ✦ IRDA has served a notice to **SKS Microfinance** on 'violations' of some norms in the sale and management of insurance policies for its clients. (BL)
- ✦ **Allahabad Bank** has sought infusion of Rs 10bn from the government; bank is also planning to raise Rs14bn Tier-II bonds before the close of this fiscal. (BL)
- ✦ **International Coal Ventures**, an SPV formed by Steel Ministry to acquire coal assets abroad, and including **SAIL, Coal India, NTPC, NMDC and Rashtriya Ispat Nigam**, has a month's time to bid higher than US\$3.9bn for Riversdale Mining. (BL)
- ✦ **Welspun Infra Projects**, a closely held entity of the **Welspun Group**, says it would acquire 35% stake in Leighton Contractors India, the Indian operations of Australian infrastructure major Leighton International, for Rs4.7bn. (BS)
- ✦ **Coal India** to start work in 2 Mozambique blocks next fiscal. (BL)
- ✦ **GMR Infrastructure** arm **GMR SEZ & Port Holdings** has entered into a share subscription agreement to subscribe to 51% in **Kakinada SEZ**. (BS)
- ✦ **Tata Steel** has decided to raise long-term funds of up to US\$1bn by a way of share sale through the Differential Voting Rights route. (BS)
- ✦ **Gujarat State Petroleum Corp.** has struck a gas reserve in an on land exploration block at Ankleshwar in the state. (ET)
- ✦ **Titan Industries** plans to add around 108 outlets in its key verticals of jewellery, watches and eye-gear to reach a total strength of 700 by end the of this financial year. (BS)
- ✦ **International Finance Corporation** would make an equity investment of US\$25mn in **Bhagyanagar Gas**, floated by **HPCL** and **GAIL** for setting up city gas distribution projects in Andhra Pradesh. (BS)
- ✦ **Havells India** will invest Rs1.2bn to double its compact fluorescent lamps capacity in two years. (FE)
- ✦ **Tata Steel**, the largest shareholder in the Sydney-based Riversdale, said in a regulatory filing that it "will evaluate the takeover bid in the context of other alternatives available to Tata Steel". (TOI)
- ✦ **Air India** has asked for equity infusion of Rs20bn more from the government in the current financial year. (BS)
- ✦ **NMDC** is likely to raise iron ore prices by 3% next week for the January-March quarter. (BS)
- ✦ Hospitality arm of **DLF** to pay Rs1.5bn to settle dispute. (ET)

Economy snippets

- ✦ Sugar futures set to resume from today after a gap of 19 months with the Forward Markets Commission giving its permission for the re-launch. (BL)
- ✦ National Pharmaceutical Pricing Authority says it has increased prices of six drugs, including anti-asthmatic and pain killers. (BS)
- ✦ In a boost for industrial activity in HP and Uttarakhand, govt has expanded the scope of the excise duty exemptions extended to units set up in these states before end March 2010. (BL)
- ✦ An internal working group of RBI is likely to propose the model of an apex holding company for banking conglomerates. (FE)
- ✦ Foreign exchange reserves fell by US\$817mn to US\$295bn in the week ended December 17. (FE)

Nifty price/volume



Nifty extended gains for the second week but failed to surpass an important hurdle of 50 DMA to close above 6,000 levels. Though Nifty has signaled breakout from 'triangle' pattern above 5,965 levels, but has still not demonstrated its implications in the form of a bullish breakout. This suggests that the sentiment still remains cautious alongside lower participation due to holiday season in the west.

Support/Resistance levels

	Close	Support	Resistance
Nifty	6,012	5,980	6,035
Sensex	20,074	19,890	20,270

Abnormal change in delivery

Stock	NSE Dely (%)	Prev NSE Dely (%)	Price % chg
Bankbaroda	35.2	10.9	0.2
Hindzinc	58.8	20.1	(0.8)
Petronet	38.1	15.4	(1.4)
Pantaloonr	75.5	31.6	(1.2)
Cosmofilms	53.6	23.3	(3.2)

Positive breakout

Company name	CMP	10 Days MVG avg	Price % chg	20 Days MVG avg
Tata Steel Ltd	661.6	647.4	2.2	630.0
Tata Consultancy	1,139.9	1,116.0	2.1	1,095.3
Sasken Communica	174.1	170.6	2.0	173.8
Idfc Ltd	177.5	174.1	1.9	178.4
Jindal Steel & P	698.0	685.0	1.9	672.6

Stocks in uptrend

Company	Vol % chg	Delivery %	Price % chg
Mahlife	69.0	69.2	1.2
Powergrid	1.4	69.1	0.5
Honaut	160.6	69.0	2.7
Fdc	14.3	68.8	0.5
Kajariacer	816.4	68.4	1.0

Biocon (BUY, above Rs408, Target Rs425):

Biocon, on Friday has formed a 'bullish engulfing line' pattern on candlestick on the daily chart and has managed to surpass above the critical resistance levels of Rs407. With appearance of 'inverted head and shoulder' on the medium term chart, stage is set for the stock to re-test its 52-week peak of Rs472 in the coming months. On the oscillator front, RSI also has been trading with positive crossover which exhibits strength and supports buying argument in the short term. We advise buying stock above Rs408 with stop loss of Rs400 for Target of Rs425.

PNB (BUY, above Rs1,220, Target Rs1,260):

After hitting an 52 week high of Rs1,400 in November 2010, the stock had seen a sharp fall to the support of its 200-DMA (Rs1,126). From which the stock has seen a smart recovery without the re-test of its earlier low. Trendline breakout is seen in the daily chart where prices successfully traded above the falling resistance line with positive crossover in RSI. Based on the hourly chart, the stock has also seen a breakout from a Symmetrical Triangle pattern. Such back to back confirmation of on the hourly and daily charts is likely to ignite buying momentum with immediate target seen above Rs1,270. **We advise buying the stock above Rs1,220 with stop loss of Rs1,200 for target of Rs1,260.**

Negative breakout

Company name	CMP	10 Days MVG avg	Price % chg	20 Days MVG avg
Larsen & Toubro	1,956.9	1,968.9	(0.6)	1,978.3
Aptech Ltd	121.7	122.7	(0.9)	125.5
Madhucon Project	119.0	120.2	(1.0)	121.3
Vardhman Textile	290.1	293.2	(1.0)	298.9
Fortis Healthcar	146.6	148.2	(1.1)	148.9

Stocks in downtrend

Company	Vol % chg	Delivery %	Price % chg
Greavescot	44.1	73.0	(0.1)
M&Mfin	23.1	71.7	(0.3)
Pfizer	(79.4)	76.4	(0.4)
Firstlease	(31.4)	75.9	(1.3)
Pantaloonr	(9.1)	75.5	(1.2)

Pivot table

Company	CMP (Rs)	Supp 1	Supp 2	Pivot	Res 1	Res 2
ABB	806	797	784	810	819	829
ACC	1,075	1,069	1,063	1,075	1,081	1,087
Ambuja Cem	141	138	136	140	143	146
BHEL	2,286	2,269	2,248	2,289	2,307	2,324
BPCL	672	667	657	676	682	687
Bharti	349	341	336	346	354	361
Cairn	328	326	322	330	332	334
Cipla	364	357	352	362	369	376
DLF	284	280	278	283	286	290
Gail	514	508	505	512	517	523
Grasim	2,285	2,261	2,230	2,293	2,316	2,339
HCL Tech	455	451	448	455	458	462
HDFC Bank	2,218	2,187	2,169	2,206	2,237	2,268
Hero Honda	1,931	1,898	1,871	1,925	1,958	1,991
Hindalco	240	234	231	237	243	248
HUL	295	292	290	294	297	300
HDFC	699	692	687	697	704	711
ICICI Bank	1,118	1,111	1,102	1,119	1,127	1,134
Idea	70	69	68	70	71	72
Infosys	3,370	3,348	3,330	3,365	3,387	3,410
ITC	170	167	165	169	172	175
L&T	1,960	1,939	1,925	1,952	1,973	1,995
M&M	762	748	739	756	770	784
Maruti	1,392	1,374	1,361	1,386	1,404	1,422
Nalco	382	377	372	381	386	392
NTPC	198	196	194	197	200	202
ONGC	1,295	1,285	1,277	1,292	1,303	1,313
Powergrid	98	97	96	97	98	99
PNB	1,215	1,198	1,187	1,209	1,226	1,243
Ranbaxy	573	570	566	574	577	580
Rcom	142	131	125	138	149	159
Reliance	1,060	1,052	1,045	1,058	1,066	1,074
Reliance Infra	815	792	779	806	829	852
Reiance Power	156	150	147	153	159	164
Satyam	67	66	65	67	67	68
Siemens	810	786	772	800	824	847
SBI	2,755	2,734	2,716	2,751	2,773	2,794
SAIL	185	181	178	185	188	192
Sterlite	185	180	177	183	188	193
Sunpharma	473	452	440	464	485	506
Suzlon	51	49	48	50	53	55
Tata Com.	251	248	246	250	253	256
TCS	1,141	1,128	1,118	1,139	1,151	1,164
Tata Motors	1,306	1,289	1,259	1,319	1,336	1,353
Tata Power	1,302	1,275	1,258	1,292	1,320	1,347
Tata Steel	673	660	652	668	681	694
Unitech	63	62	61	63	64	65
Wipro	483	473	467	480	490	500
Zee	139	138	136	139	140	141

A pivot is a level at which the market direction changes for the day. These points can be critical support and resistance levels for that day. Pivot levels are only broad indicators and not necessarily our view on the stock or index.

Top movers

Company	Price (Rs)	Price % chg	% YTD chg
Bf Utilities Ltd	844.4	19.3	(34.1)
Reliance Communi	142.0	10.4	(17.6)
Adlabs Films Ltd	227.1	6.2	(11.8)
lol Netcom Ltd	12.3	6.1	(60.9)
Godrej Consumer	394.5	5.1	49.5

Top losers

Company	Price (Rs)	Price % chg	% YTD chg
Simplex Infrastr	415.5	(5.5)	(25.4)
Tata Motors Ltd	1,306.2	(3.4)	65.0
Mascon Global	2.2	(3.1)	(51.2)
Swan Energy Ltd	126.1	(3.1)	(28.3)
Jain Irrigation	206.8	(3.1)	18.5

Volume Toppers

Company	Price (Rs)	Price % chg	Vol % chg
Bf Utilities Ltd	844.4	19.3	6,605.6
Mastek Ltd	175.0	(0.8)	3,047.4
Golden Tobacco	90.8	2.7	2,651.3
Man Industries	81.0	1.8	1,682.8
Reliance Communi	142.0	10.4	1,150.9

Sector watch

BSE Indices	Last close	Price % chg			50 DMA
		1 day	1 week	1 mth	
BSE Bankex	13,016	0.0	(2.0)	(6.4)	13,460
BSE Realty	2,765	0.8	0.8	(26.1)	3,473
BSE HC	6,580	1.0	1.5	9.4	6,176
BSE Metals	17,274	1.4	12.1	1.6	16,469
BSE Oil & Gas	10,629	(0.1)	7.9	(1.0)	10,511
BSE Auto	10,017	(0.5)	1.5	4.9	9,605
BSE IT	6,694	0.2	11.4	12.6	5,961
BSE Power	2,933	0.8	3.7	(9.1)	3,106
BSE FMCG	3,585	1.3	2.2	(3.8)	3,548
BSE PSU	9,326	(0.2)	2.9	(10.3)	9,936
BSE Cap Goods	15,196	0.7	2.6	(4.5)	15,512
BSE CD	6,106	1.8	(1.6)	(4.9)	6,235
BSE 200	2,484	0.4	3.7	(2.3)	2,478
BSE 500	7,799	0.4	3.3	(2.7)	7,826
BSE Mid Cap	7,627	0.2	0.2	(6.3)	8,018
BSE Small Cap	9,354	0.3	(1.7)	(9.0)	10,123
CNX 500	4,840	0.4	3.5	(2.4)	4,847

Note:

Ideas given under the 'Technicals' section are for intraday purpose or up to a period of three trading sessions. Stocks recommended under this heading are not necessarily part of our fundamental buy or sell list.

Insider trades

	Acquirer/Seller	Transaction date	B/S	Qty ('000)	Shares transactions (%)	Holding after transaction (%)
Abg Shipyard Ltd	Merlion India III Ltd	10/12/2010 - 16/12/2010	S	2,100	4.1	1.7
Agarwal Holdings Ltd	Namrata Kabra	15/12/2010	S	58	14.4	-
Ajcon Global Services	Shikha Ajmera	7/12/2010	B	30.1	0.5	-
Ambuja Cements Ltd	David Atkinson	22/12/2010	S	85	-	-
Andhra Cements Ltd	ISG Traders Ltd	10/12/2010	S	891.407	-	37.8
Arvind Ltd	Anukul Investments Pvt	16/12/2010	B	18850	7.4	-
Ashoka Buildcon Ltd	Ashok Motilal Katariya	10/12/2010	B	0.08	-	-
Asian Hotels (West)	Whitepin Tie-Up Ltd	14/12/2010 - 15/12/2010	S	661.26	-	3.6
Aurum Soft Systems	Lotus Global	15/12/2010	S	80	0.9	-
Bhagwati Autocast Ltd	Mrs Mandakini P	7/12/2010	B	0.15	-	8.5
Bhagwati Autocast Ltd	Mrs Mandakini P	8/12/2010	B	0.15	-	8.5
Bhagwati Autocast Ltd	Mrs Mandakini P	9/12/2010	B	0.05	-	8.5
Bhagwati Autocast Ltd	Reena P Bhagwati	7/12/2010	B	0.15	-	11.1
Bhagwati Autocast Ltd	Reena P Bhagwati	8/12/2010	B	0.15	-	11.1
Bhagwati Autocast Ltd	Reena P Bhagwati	9/12/2010	B	0.05	-	11.1
Bhagwati Autocast Ltd	Reena P Bhagwati	10/12/2010	B	0.1	-	11.1
Bharti Airtel Ltd	Vijaya Sampath	21/12/2010	B	33	-	-
Bharti Airtel Ltd	Vijaya Sampath	21/12/2010	B	33	-	-
Century Plyboards (India) Ltd	Subham Capital Pvt Ltd	25/11/2010	S	1	-	-
Cesc Ltd	ICICI Prudential	10/12/2010	B	77.046	3.9	5.0
Consolidated Construction Consortium Ltd	R Sarabeswar	20/12/2010	B	1.991	-	4.7
Core Projects & Technologies Ltd	S S Dua	10/12/2010	S	1	-	0.0
Core Projects & Technologies Ltd	S S Dua	13/12/2010	S	1.5	-	0.0
Core Projects & Technologies Ltd	S S Dua	14/12/2010	S	1.25	-	0.0
Core Projects & Technologies Ltd	S S Dua	15/12/2010	S	1.5	-	0.0
Coromandel International Ltd	V Ravichandran	16/12/2010	S	0.25	-	0.0
Coromandel International Ltd	V Ravichandran	16/12/2010	S	0.25	-	0.0
Coromandel International Ltd	V Ravichandran	20/12/2010	S	4.75	-	0.0
Coromandel International Ltd	V Ravichandran	20/12/2010	S	4.75	-	0.0
Cura Technologies Ltd	G Velangini Mary	22/12/2010	B	200	-	2.6
Deccan Cements Ltd	MB Raju	8/12/2010	B	1.5	-	6.9
Dewan Housing Finance Corporation	Smt Damayanti Rani	13/12/2010	S	2340.769	-	-
Educomp Solutions Ltd	M S Venkatesh	21/12/2010	S	0.5	-	-
Emami Paper Mills Ltd	P S Patwari (HUF)	30/11/2010	B	5	-	-
Emami Paper Mills Ltd	Pitamber Patwari	30/11/2010	B	10	-	-
Emami Paper Mills Ltd	Pooja Patwari	30/11/2010	B	7	-	-
Emami Paper Mills Ltd	Shyam Patwari	30/11/2010	B	18	-	-
Emami Paper Mills Ltd	Suman Patwari	30/11/2010	B	10	-	-
Emmessar Biotech & Nutrition Ltd	MSR Ayyangar	10/12/2010	B	3.8	0.1	4.2
Emmessar Biotech & Nutrition Ltd	Vijaykumar Prasad	13/12/2010	B	2.344	0.1	1.2
Godrej Consumer Products Ltd	Jamshyd N Godrej	2/11/2010	S	85	-	1.2
Gtl Ltd	Vidyadhar Apte	9/12/2010	S	3	-	0.0
Gujarat Gas Company Ltd	Sugata Sircar	16/12/2010	S	16.25	-	1.3
Hercules Hoists Ltd	Kumud Bajaj	15/12/2010	S	210	0.2	0.3
Hercules Hoists Ltd	Madhur Bajaj	15/12/2010	S	530	0.5	1.7
Housing Development Finance Corporation Ltd	Nasser Munjee	21/12/2010	S	4	-	-
Hsil Ltd	Paco Exports Ltd	13/12/2010	B	10.925	0.0	31.1
Icsa (India) Ltd	G Bala Reddy & PAC	14/12/2010	B	200	-	22.0
Itc Ltd	B B Chatterjee	10/12/2010	S	3	-	-
Jayant Mercantile Company Ltd	Laxmi Devi Singhania	15/12/2010	S	0.005	-	46.4

Jubilant Foodworks Ltd	T Rowe Price New Asia	16/12/2010	S	86.166	0.1	3.3
Kale Consultants Ltd	Rajasthan Global	7/12/2010	S	1185.894	-	1.8
Kcp Sugar & Industries Corporation Ltd	Durgamba Investment	15/12/2010	B	10	-	36.5
Kinetic Motor Company Ltd	Kinetic Engineering Ltd	18/12/2010	B	3800	-	-
Kinetic Motor Company Ltd	Kinetic Engineering Ltd	18/12/2010	S	68.4	-	-
Kotak Mahindra Bank Ltd	Arun N	10/12/2010	S	2.5	-	-
Kotak Mahindra Bank Ltd	Pradip Kumar Agarwal	9/12/2010	S	1.2	-	-
Kovai Medical Center & Hospital Ltd	Thavamani Palaniswami	3/12/2010	B	5.029	-	15.5
Lakshmi Electrical Control Systems Ltd	Lakshmi Electrical	15/12/2010	B	1.117	-	-
Lakshmi Electrical Control Systems	Lakshmi Electrical	20/12/2010	B	0.005	-	-
Magma Fincorp Ltd	Ravi Todi	20/12/2010	B	35	0.0	0.2
Magma Fincorp Ltd	Shrawan Kumar Ravi	--	B	54.263	0.0	-
Magma Fincorp Ltd	Tozai Enterprises Pvt	--	S	68.218	0.1	-
Magma Fincorp Ltd	Tozai Safety Pvt Ltd	--	S	21.045	0.0	-
Maharaja Shree Umaid Mills Ltd	Lakshmi Niwas Bangur	15/12/2010	S	10	-	8.0
Mahindra & Mahindra Financial Services Ltd	Uday Y Phadke	13/12/2010	S	1.5	-	0.0
Marathwada Refractories Ltd	Saha Infrastructures Pvt	18/11/2010	B	20	2.9	5.6
Marathwada Refractories Ltd	Saha Infrastructures Pvt	19/11/2010 - 13/12/2010	B	23.3	3.3	9.0
Marathwada Refractories Ltd	Sushil Pandurang Mantri	16/12/2010	B	21.5	-	-
Motor & General Finance Ltd	Grosvenor Estates (P)	21/12/2010	B	4	0.0	3.4
Mukand Engineers Ltd	Niraj Bajaj	14/12/2010	B	218.3	1.7	3.3
Mukand Engineers Ltd	Niraj Bajaj	14/12/2010	B	218.3	1.7	3.3
Mukand Ltd	Niraj Bajaj	14/12/2010	B	45	0.1	1.7
Nectar Lifesciences Ltd	Sanjiv Goyal	14/12/2010	B	16	-	34.0
Nitco Ltd	B G Borkar	10/12/2010 - 17/12/2010	B	50	-	0.2
Nucleus Software Exports Ltd	Ravi Pratap Singh	14/12/2010	S	11	-	1.0
OFSS	Bharat Mehta	16/12/2010	S	0.5	-	-
OFSS	Bharat Mehta	16/12/2010	S	0.5	-	-
Oriental Hotels Ltd	D Varada Reddy	03/12/2010	B	1.124	-	3.4

FII deals

Scrip name	Volume ('000)	Price (Rs)	Prem/Disc (%)
Union Bank	1.7	330.0	1.5
Bank of Baroda	55.2	912.0	2.6
PNB	18.1	1326.0	9.2

Nifty volatility Index fell to 17.65 from 19.03, decreased by 7.25%.

- ✦ Total Nifty futures shed 0.09mn shares in open interest.
- ✦ Call open interest for Dec series shed 2.39mn shares in Open Interest.
- ✦ Put open interest for Dec series added 1.30mn shares in Open Interest.
- ✦ Nifty put call ratio of open interest now stands at 1.41 vs 1.35.
- ✦ Nifty put call ratio of volume now stands at 1.03 vs 1.09.
- ✦ Maximum open interest in calls for Dec series is at 6,100 strike price.
- ✦ Maximum open interest in Puts for Dec series is at 5,800 strike prices.
- ✦ Nifty Dec 6,000 Call shed 0.94mn shares in open interest.
- ✦ Nifty Dec 6,000 Put added 1.84mn shares in open interest.

Strategies

- ✦ **Long Patel Engineering Dec Future** in range of Rs322-323 for the target price of Rs329 with a stop loss placed at Rs318.50. Lot size: 500
Remarks: Net maximum profit of Rs3,500 and net maximum loss of Rs1,750.
- ✦ **Long Tata Communications Dec Future** in range of Rs250-251 for the target price of Rs262 and stop loss placed at Rs244. Lot size: 1000
Remarks: Net maximum profit of Rs12,000 and net maximum loss of Rs6,000.

Nifty snapshot

	Current	Previous	% Chg
Near month price	6,037	5,996	0.7
Near month Pre/Disc	25.6	16.1	58.5
Mid month price	6,064	6,023	0.7
Mid month Pre/Disc	52.6	42.5	23.9
OI* ('000)	28,665	28,757	(0.3)
Volume ('000)	16,974	13,452	26.2
PCR (OI)	1.4	1.3	4.4
PCR (Vol)	1.0	1.1	(5.1)
Roll-over (%)	25.5	22.0	15.7

FII derivative data

(Rs cr)	Buy	Sell	Net	contracts	% Chg OI
Index Futures	2,156	1,569	587	(10,991)	(2)
Index Option	4,257	3,230	1,026	22,273	1
Stock Futures	3,161	3,534	(373)	5,591	0
Stock Options	209	214	(5)	345	1

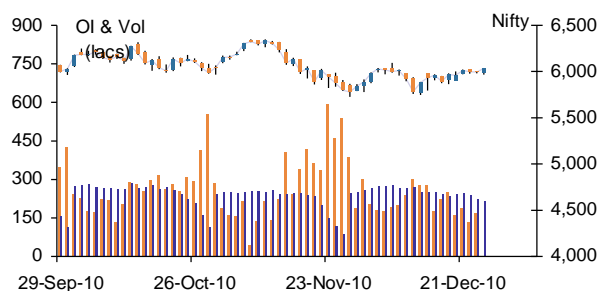
Institutional activity

(Rs cr)	Cash	F&O	MTD	YTD
FII's	(99.9)	1,236	(1,087)	129,025
MF's	-	-	1,290	(27,013)
FII's Prov.	14.8			
MF's Prov.	(296.6)			

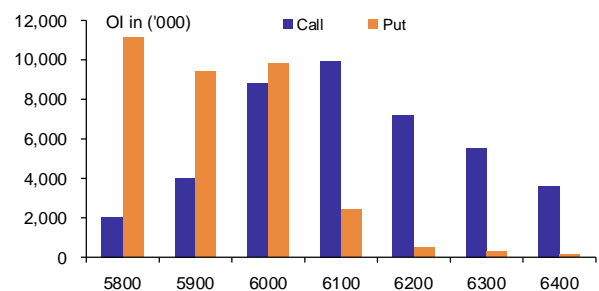
Overall market

Overall Market	24-Dec-10	23-Dec-10	22-Dec-10	Value % chg
Index Future (Rs cr)	11,947	9,706	13,989	23.1
Stock Future (Rs cr)	19,379	18,072	19,223	7.2
Index Options (Rs cr)	75,339	56,683	72,123	32.9
Stock Options (Rs cr)	3,420	2,957	3,899	15.7
Index Future (Cont '000)	420	339	491	24.1
Stock Future (Cont '000)	695	660	669	5.4
Index Options (Cont '000)	2,509	1,889	2,187	32.8
Stock Options (Cont '000)	114	99	206	14.5
PCR (OI)	1.0	1.1	1.1	(5.1)
PCR (VOI)	0.3	0.4	0.4	(10.1)

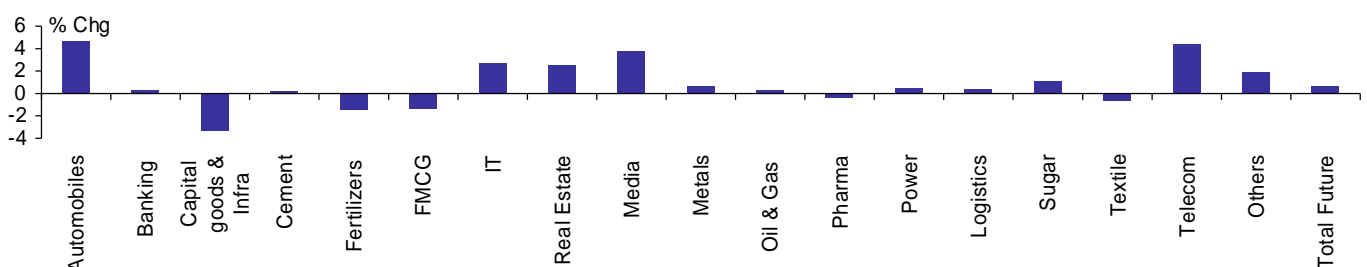
Nifty open interest chart



Nifty strikes open interest



Sector-wise OI



Futures open interest gainers

Scrip	OI ('000)	% change	CMP (Rs)	% change	Volume ('000)	% change	Prem/Disc (Rs)
Pfc	882.0	31.1	321.8	0.7	840.0	143.5	1.1
Optocircui	1,025.0	13.8	256.6	(1.6)	254.0	9.5	(1.7)
Dif	18,383.0	13.6	284.8	0.9	10,168.0	35.9	(0.7)
Ashokley	21,732.0	12.9	62.5	(2.9)	6,604.0	49.1	(0.4)
Rcom	38,084.0	12.5	142.6	10.5	43,842.0	572.0	(0.6)
Recltd	5,611.0	12.5	293.6	(2.4)	2,094.0	17.8	(1.4)
Litl	12,776.0	12.3	62.8	0.8	4,132.0	347.2	(0.3)
Hindzinc	155.3	11.3	1,278.3	(0.3)	64.3	(26.1)	(6.8)
Idea	22,116.0	11.0	70.6	2.1	8,676.0	4.2	(0.3)
Punjilloyd	27,940.0	10.7	106.9	1.0	7,748.0	(20.4)	(0.6)
Ofss	347.4	9.7	2,305.2	(0.5)	77.3	(24.9)	(3.5)

Futures open interest losers

Scrip	OI ('000)	% change	CMP (Rs)	% change	Volume ('000)	% change	Prem/Disc (Rs)
Suzlon	103,532.0	(11.8)	51.5	4.0	28,684.0	(48.3)	(0.1)
Renuka	41,578.0	(3.9)	98.1	1.5	25,744.0	(6.5)	(0.5)
Suzlon	103,532.0	(11.8)	51.5	4.0	28,684.0	(48.3)	(0.1)
Pateleng	886.5	(7.9)	317.2	1.6	262.5	283.2	(1.9)
Sesagoa	11,093.0	(7.6)	316.9	2.2	7,215.5	(20.0)	(0.8)
Rpower	30,346.0	(5.3)	156.3	5.1	13,596.0	116.3	(0.8)
Gail	2,223.5	(5.1)	512.7	1.2	843.0	(41.9)	1.0
Maruti	2,113.0	(5.0)	1,392.5	0.1	711.5	(22.2)	(1.0)
Divislab	972.0	(4.6)	637.8	1.3	482.5	16.8	(0.3)
Lt	2,970.6	(4.5)	1,963.1	1.2	1,201.6	31.1	(2.8)
Albk	1,484.0	(4.0)	216.3	(0.0)	255.0	(34.8)	(0.7)

Most active stock calls

Scrip	Strike	OI ('000)	% change	CMP(Rs)	Volume ('000)
Tatamotors	1350	718.8	34.3	8.0	4,200.0
Hindalco	240	1,570.0	(4.4)	4.0	2,363.0
Rcom	140	2,350.0	12.9	5.6	4,014.0
Sbin	2800	454.9	1.7	28.0	3,204.0
Ifci	65	6,928.0	(3.1)	1.2	3,082.0
Tatasteel	680	682.0	(16.4)	6.9	2,326.0
Tatasteel	660	551.0	(6.3)	19.0	2,347.0
Tatamotors	1400	723.0	7.4	2.2	2,145.0
Rcom	150	2,454.0	21.2	1.9	2,383.0
Tatamotors	1300	389.8	8.3	26.5	1,812.0

Most active stock puts

Scrip	Strike	OI ('000)	% change	CMP(Rs)	Volume ('000)
Tatamotors	1300	287.3	(26.9)	15.0	3,010.0
Tatasteel	660	536.5	36.0	4.0	1,626.0
Tatamotors	1350	119.8	(38.9)	45.5	1,094.0
Hindalco	230	1,372.0	25.6	1.3	817.0
Tatasteel	640	766.0	10.8	1.3	998.0
Tatamotors	1250	308.8	(10.2)	4.3	899.0
Sbin	2700	128.8	2.5	13.5	801.0
Reliance	1050	159.3	1.6	4.5	974.0
Reliance	1040	390.5	8.1	2.8	882.0
Rcom	130	722.0	175.6	0.7	862.0

Most active Nifty calls

Strike	OI ('000)	% change	CMP(Rs)	Volume('000)
6000	6,897.1	(12.1)	62.5	23,942.9
6100	8,133.7	(4.1)	17.5	14,927.2
5900	3,215.1	(11.1)	145.0	6,147.4
6200	5,422.1	4.6	3.8	4,656.7
6100	1,798.8	39.5	101.4	1,962.4
6000	1,900.7	8.8	158.0	1,712.8
6200	1,758.5	25.0	61.3	1,528.8
6300	3,517.7	(1.8)	1.2	1,382.4
6300	2,020.3	7.8	35.0	1,000.0
5800	1,317.5	(17.1)	241.0	842.4

Most active Nifty puts

Strike	OI ('000)	% change	CMP(Rs)	Volume('000)
6000	7678.4	31.6	24.1	18361.5
5900	7576.3	(0.3)	8.5	13951.8
5800	7826.4	(0.5)	3.8	7170.7
5700	7615.9	(0.3)	2.7	4296.0
6100	1928.5	25.0	74.3	3794.8
6000	2145.3	56.9	90.0	2830.2
5600	6370.0	(6.2)	1.7	2289.1
5900	1826.5	7.5	60.3	2061.7
5800	3326.7	4.4	40.0	1817.7
5700	2665.3	2.8	26.7	1394.2

Note:

Ideas given under the 'Derivatives' section are positional trades for the stated F&O expiry. Stocks recommended under this heading are not necessarily part of our fundamental buy or sell list.

Fund focus**IDFC Small & Midcap Fund****Invest**

Fund manager	Kenneth Andrade	Min investment	Rs5,000
Latest NAV	Rs18.7	Entry load	Nil
NAV 52 high/low	Rs21/14	Exit load	1% <1 yr
Latest AUM	Rs1,012cr	Benchmark	CNX Midcap
Class	Equity – diversified	Asset allocation	Equity (89%), Debt (5%), Cash (6%)
Options	Growth & dividend	Expense ratio	2.12%

Top recommended funds*(Absolute returns (in %) are based on previous close)*

Equity – Diversified	Assets (Rs Cr)	NAV (Rs)	1wk	1mth	3mth	6mth	1yr	2yr	3yr	5yr
HDFC Top 200 (G)	9,425	221.4	0.2	0.1	(1.6)	14.8	22.9	140.6	34.9	186.2
IDFC Small & Midcap Equity –(G)	1,012	18.7	0.4	(3.9)	(5.0)	8.0	24.7	154.9	--	--
Reliance Equity Opportunities – (G)	2,694	37.2	0.5	(1.4)	(3.1)	13.6	28.7	172.5	21.6	164.4

Equity – Thematic

Reliance Pharma Fund (G)	504	56.3	1.2	0.2	5.1	6.2	30.7	196.4	98.5	238.1
ICICI Pru Tech Fund (G)	114	19.9	0.4	9.2	14.6	27.2	41.1	221.7	24.4	97.9
Franklin FMCG Fund (G)	49	67.3	0.5	(1.4)	(3.5)	9.6	34.1	117.9	65.2	129.2

Equity – Tax saving

DSP-BR Tax Saver Fund (G)	927	18.1	0.4	(1.7)	(2.2)	9.5	21.6	123.4	3.8	--
HDFC Tax Saver (G)	2,892	244.5	(0.2)	(0.9)	(1.0)	13.1	25.1	149.0	22.5	126.2
ICICI Prudential Tax Plan (G)	1,337	148.3	0.9	1.1	0.7	12.5	24.0	162.6	20.2	104.7

Hybrid

HDFC Prudence Fund (G)	5,738	216.4	0.3	(0.7)	(1.5)	11.4	25.1	132.5	37.5	159.1
HDFC MIP – LTP (G)	10,000	22.9	0.1	0.2	0.4	5.5	10.5	44.6	33.9	77.2
Reliance RSF - Balanced (G)	725	23.4	0.5	(0.7)	(2.6)	11.3	21.3	116.1	40.7	130.8

Debt – Money market

HDFC Cash Mgmt Fund – SP (G)	2,022	20.1	0.1	0.5	1.6	3.0	5.3	11.2	21.2	39.8
SBI Magnum Insta Cash (G)	3,563	21.3	0.1	0.6	1.7	3.1	5.3	10.5	20.3	37.7
Reliance Money Manager (G)	2,427	1,295.2	0.1	0.5	1.6	2.9	5.2	11.4	21.5	--

Debt – Floating rate

Reliance Floating Rate Fund (G)	3,530	15.1	0.1	0.4	1.4	2.9	5.3	11.6	21.8	40.8
Kotak Floater LTP (G)	4,412	15.2	0.1	0.6	1.7	3.1	5.6	11.9	22.3	41.8
Tata Floater Fund (G)	6,598	14.3	0.1	0.6	1.7	3.2	5.7	11.8	22.4	41.1

NFO Update

Fund name	Open date	Close date	Type#	Class
DSP BlackRock FMP 12M - Series -11	27-Dec	28-Dec	CE	Debt - FMP
ICICI Prudential Interval Fund II – QIP - F	27-Dec	28-Dec	CE	Debt – Interval
Reliance Interval Fund - Monthly - II	29-Dec	29-Dec	CE	Debt – Interval

#OE: Open Ended, CE: Close Ended

Recent actions

- ⊕ IDFC-FMP- 15 M Series-3 declares dividend. The record date is December 27, 2010.
- ⊕ ING Mutual Fund declares dividend under ING Treasury Advantage, ING Income and ING MIP. The quantum of declaration will be 1.36%, 0.47% and 0.37% respectively. The record date is December 29, 2010.
- ⊕ HDFC FMP 100D September 2010(1) and (2) declares dividend. The record date is December 28, 2010.
- ⊕ HDFC Medium Term Opportunities Fund declares 1.423% dividend. The record date is December 27, 2010.
- ⊕ DSP BlackRock declares dividend under DSP BRFMP- 13M - Sr 2 (0.9566%), DSPBR FMP- 13M - Sr 3 (0.93552%), DSPBR FMP- 12M - Sr 5 (0.7247%), DSPBR FMP- 12M - Sr 6 (0.54374), DSPBR FMP- 12M - Sr 7 (0.78355%), DSPBR FMP- 12M - Sr 8 (0.33731%) and DSPBR FMP- 12M - Sr 9 (0.00703%). The record date is December 25, 2010.

Disclaimer: Mutual Fund is subject to market risk, please read the offer document carefully before investing.

House Recommendations

The large cap Buys and Sells are relative outperformer and underperformer bets vis-à-vis the Nifty respectively. Reduce portfolio weight in stocks with Sell rating. Midcap Buys are based on absolute return expectations.

Top Large-cap Buys

Stock	Sector	Reco price (Rs)	Sector View
L&T	Infrastructure	1,934	Positive
M&M	Auto	752	Positive
REC	NBFC	299	Positive
SBI	Banking	2,741	Positive
Sterlite Industries	Metals	180	Neutral
Tata Steel	Metals	662	Neutral

Source: India Infoline Research

Best Mid-cap Buys

Stock	Sector	Reco price (Rs)	Target (Rs)	Expected Return (%)
OnMobile	Telecom	280	390	39.3
Petronet LNG	Oil & Gas	127	150	18.1
Radico Khaitan	Breweries	160	203	26.9
Unity Infra	Infrastructure	89	140	57.3
Yes Bank	Banking	310	400	29.0

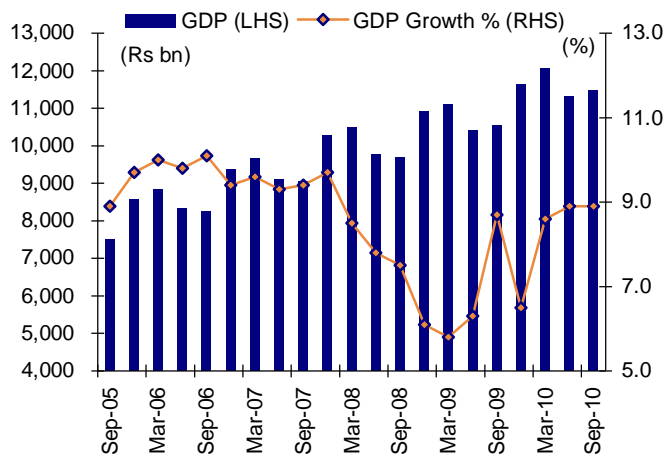
Source: India Infoline Research

Top Large-cap Sells

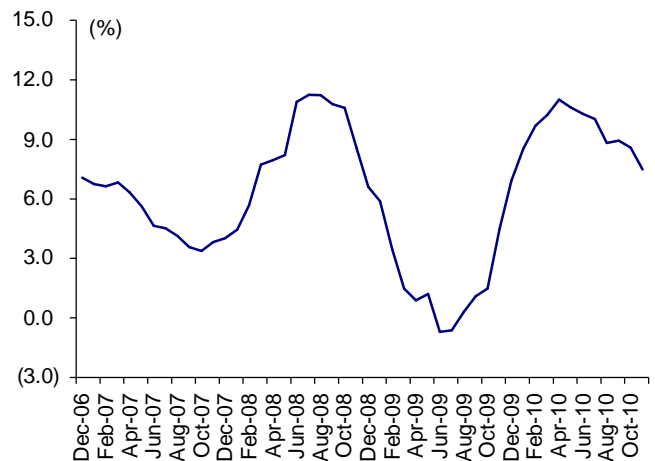
Stock	Sector	Reco price (Rs)	Sector View
ACC	Cement	1,075	Negative
Ambuja Cements	Cement	138	Negative
NALCO	Metals	375	Neutral

Source: India Infoline Research

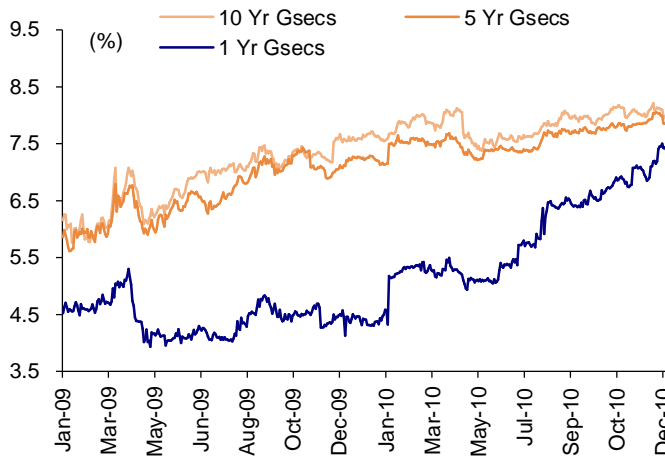
Quarterly GDP growth



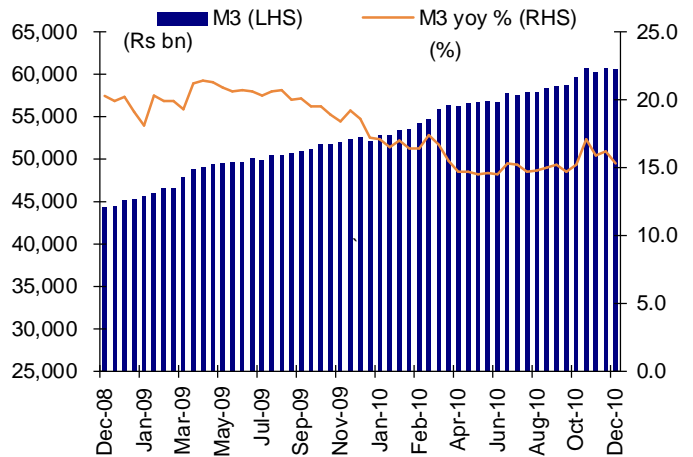
Inflation



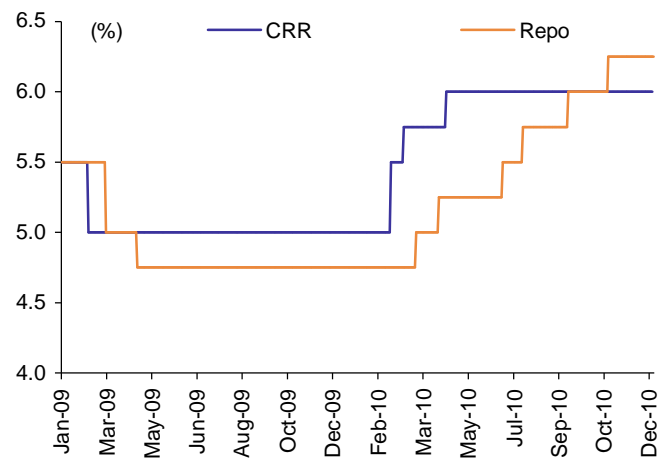
G-Secs yield



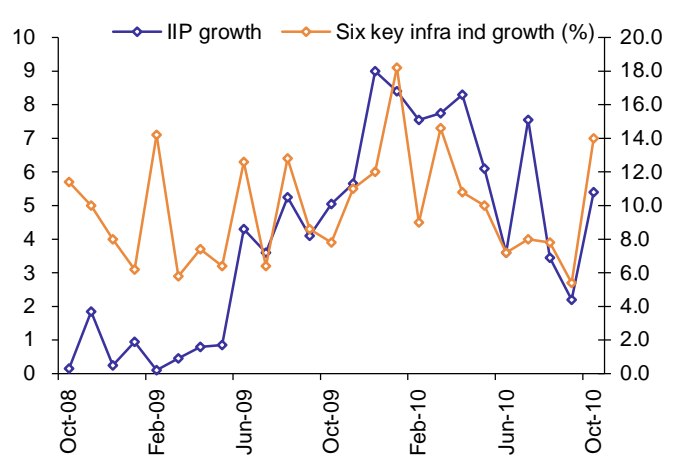
M3 growth



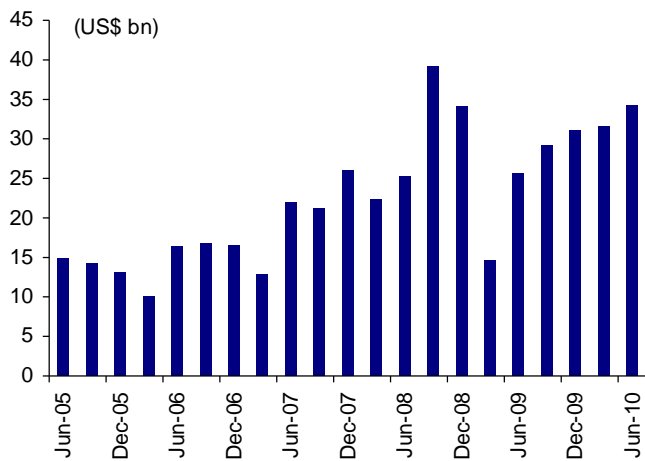
CRR, Repo



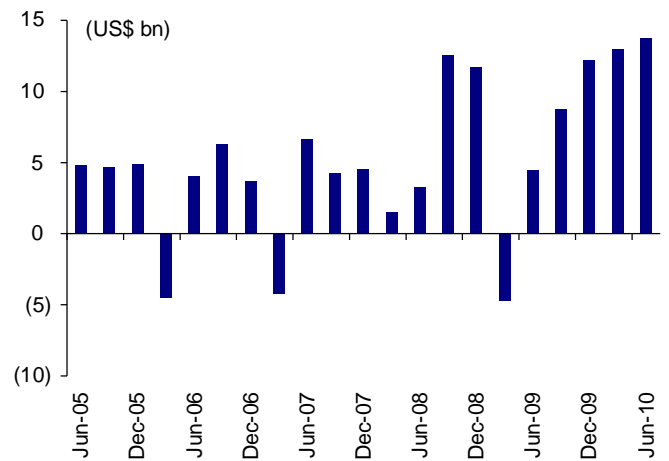
IIP and Six key infra industry growth



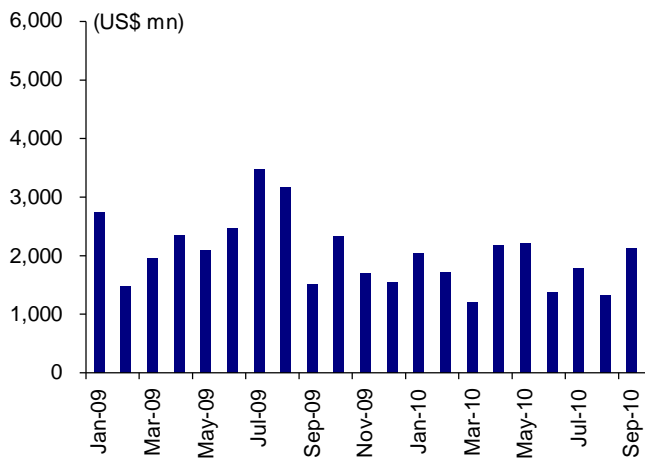
Trade deficit



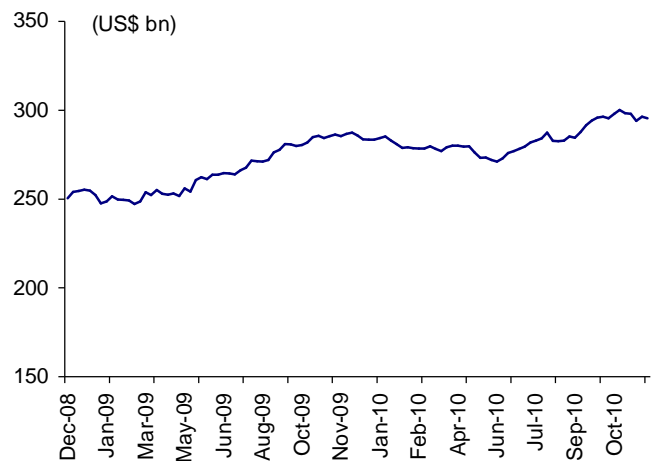
Current account deficit



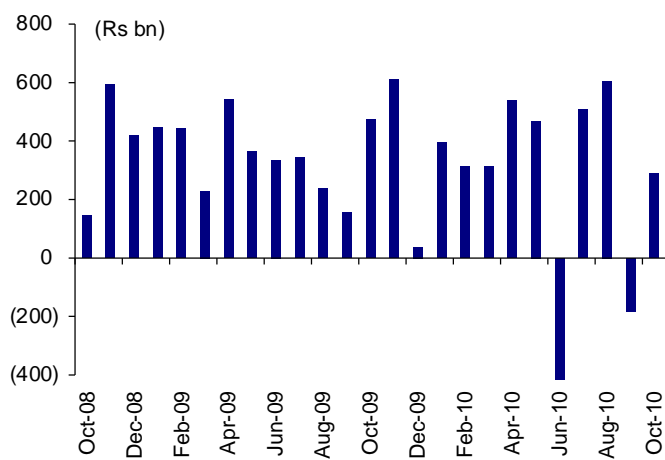
FDI



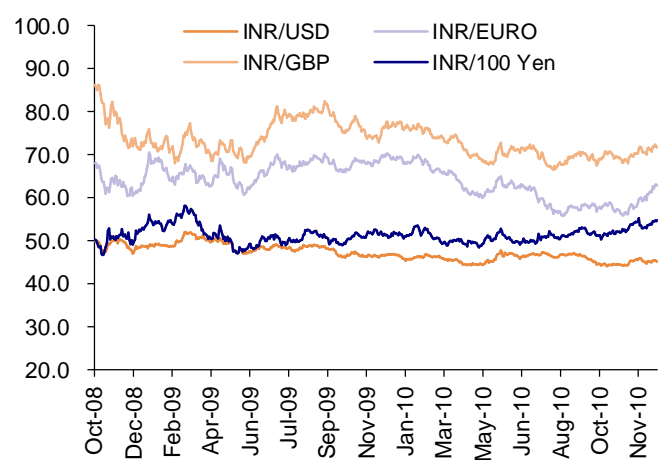
RBI forex reserves



Fiscal deficit



Currency movement



Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
		December 01	December 02	December 03	December 04
		<ul style="list-style-type: none"> - India exports yoy% 21.3% vs 23.2% - India imports yoy% 6.8% vs 26.1% - US Consumer Confidence -45 vs -47 	<ul style="list-style-type: none"> - US total vehicle sales 12.26m vs 12.25m 	<ul style="list-style-type: none"> - US unemployment rate 9.8% vs 9.6% - Factory Orders -0.9% vs 2.1% 	
December 06	December 07	December 08	December 09	December 10	December 11
		<ul style="list-style-type: none"> - US consumer credit US\$3.4b vs US\$2.1b 	<ul style="list-style-type: none"> - US Initial jobless claims 421k vs 436k - Wholesale inventories 1.9% vs 1.5% 	<ul style="list-style-type: none"> - India Oct IIP 10.8% vs 4.4% - US Trade Balance -\$38.7b vs -\$44b 	<ul style="list-style-type: none"> - US Monthly budget statement -\$150.4b vs -\$120b
December 13	December 14	December 15	December 16	December 17	December 18
	<ul style="list-style-type: none"> - India Nov inflation data 7.48% vs 8.58% - US PPI index mom 0.8% vs 0.4% - US business inventories 0.7% vs 0.9% 	<ul style="list-style-type: none"> - US FOMC rate decision unchanged - US empire manufac 10.57 vs -11.14 - US Nov IIP 0.4% vs 0.0% 	<ul style="list-style-type: none"> - RBI policy meet - US building permits mom% -4% vs 0.5% - Housing starts mom% 3.9% vs -11.7% 		
December 20	December 21	December 22	December 23	December 24	December 25
		<ul style="list-style-type: none"> - US consumer confidence 	<ul style="list-style-type: none"> - US initial jobless claims - Food articles WPI yoy 		
December 27	December 28	December 29	December 30	December 31	
	<ul style="list-style-type: none"> - US consumer confidence 		<ul style="list-style-type: none"> - Food articles WPI yoy - Q3 Current A/C balance - US initial jobless claims 		

Orange: AGM/dividend (D), Black: Results, Blue: Economic data

Recommendation parameters for fundamental reports:

Buy – Absolute return of over +10%

Market Performer – Absolute return between -10% to +10%

Sell – Absolute return below -10%

Published in 2010. © India Infoline Ltd 2010

This report is for the personal information of the authorised recipient and is not for public distribution and should not be reproduced or redistributed without prior permission.

The information provided in the document is from publicly available data and other sources, which we believe, are reliable. Efforts are made to try and ensure accuracy of data however, India Infoline and/or any of its affiliates and/or employees shall not be liable for loss or damage that may arise from use of this document. India Infoline and/or any of its affiliates and/or employees may or may not hold positions in any of the securities mentioned in the document.

The report also includes analysis and views expressed by our research team. The report is purely for information purposes and does not construe to be investment recommendation/advice or an offer or solicitation of an offer to buy/sell any securities. The opinions expressed are our current opinions as of the date appearing in the material and may be subject to change from time to time without notice.

Investors should not solely rely on the information contained in this document and must make investment decisions based on their own investment objectives, risk profile and financial position. The recipients of this material should take their own professional advice before acting on this information.

India Infoline and/or its affiliate companies may deal in the securities mentioned herein as a broker or for any other transaction as a Market Maker, Investment Advisor, etc. to the issuer company or its connected persons.

This report is published by IIFL 'India Private Clients' research desk. IIFL has other business units with independent research teams separated by 'Chinese walls' catering to different sets of customers having varying objectives, risk profiles, investment horizon, etc and therefore, may at times have, different and contrary views on stocks, sectors and markets.