

25th May, 2007

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Market Statistics

Index	Closing	1 Day (%)	3 M (%)	6 M (%)
Sensex	14218	(1.0)	4.3	3.8
Nifty	4205	(1.0)	6.8	6.4
Sectoral Indices				
Mid-Cap	6100	(0.1)	7.7	7.9
Small-Cap	7202	(0.5)	4.3	10.4
Auto	4842	0.1	(9.3)	(9.3)
Health	3739	(0.5)	3.5	(0.1)
FMCG	1902	0.2	6.5	(4.9)
IT	4839	0.3	(8.0)	(6.2)
PSU	6713	(0.4)	14.2	6.7
Bankex	7479	(1.5)	10.6	4.6
Oil & Gas	7655	(1.5)	17.1	23.9
Metal	10462	(1.6)	18.9	16.0
Capital Goods	10253	(0.4)	11.1	14.0
World Indices				
World Indices	Closing	1 Day (%)	3 M (%)	6 M (%)
NASDAQ	2538	(1.5)	0.9	3.2
DOW	13441	(0.6)	6.3	9.5
Nikkei	17697	(0.0)	(2.7)	12.5
Hang Sang	20799	(0.2)	0.4	8.0
Indian ADR's				
Indian ADR's	(USD)	1 Day (%)	3 M (%)	6 M (%)
VSNL	22.75	(3.2)	25.2	17.9
Infosys	48.56	(1.8)	(15.8)	(9.3)
Wipro	15.61	(2.9)	(10.9)	0.4
Satyam	23.95	(1.3)	6.8	0.8
Dr Reddy's Lab	15.78	(1.7)	(2.9)	(5.0)
Value Traded (Rs Cr)				
Value Traded (Rs Cr)	24May07	(%)		
Cash BSE	4458.4	(16.1)		
Cash NSE	9560.2	(10.8)		
Derivatives	34762.5	2.4		
Net Inflows (Rs Cr)				
Net Inflows (Rs Cr)	23May07	MTD	YTD	
FI	446.0	3307.4	8841.2	
Mutual Fund	16.2	1690.0	2668.9	
Advances/Declines (BSE)				
24May07	A	B1	B2	Total
Advance	66	251	354	671
Decline	144	437	420	1001
Unchanged	1	20	32	53
Commodity				
Commodity	24May07	1 Day (%)	3 M (%)	6 M (%)
Crude (USD/Bbl)	71.4	0.5	19.1	19.0
Gold (USD/OZ)	655.1	0.1	(4.0)	2.6
Silver (USD/OZ)	12.9	0.2	(11.6)	(4.2)
Debt/Forex Market Closing				
Debt/Forex Market Closing	1 Day (%)	3 M (%)	6 M (%)	
Re/USD	40.61	(0.1)	8.1	9.2
10 yr Gsec Yield	8.16	0.3	2.6	9.6

Source: Bloomberg

Corporate Snippets

- Real estate major DLF today announced a price band of Rs 500-550 a share for its upcoming IPO. –BS
- BPCL has posted a 298% increase in consolidated net profit (after minority interest) at Rs 2,139.5 crore for the year ended FY07 as compared to Rs 537.3 crore in FY06. –BS
- BEML Midwest, the joint venture (JV) company floated by BEML with two private partners, is expecting a topline of Rs 1,000 in the next three to four years. –BS
- Bharti Airtel has tied up with Hong Kong-based PCCW Global for offering its customers international connectivity. –BS
- Sterlite Optical Technologies has received a contract worth Rs 169 crore from MTNL for deploying broadband and metro ethernet network in Delhi and Mumbai. –ET
- ABG Shipyard will acquire Vipul Shipyard for an undisclosed amount. With the acquisition, the company would be able to enhance its shipbuilding capacity from the present 32 to 40 vessels on modular basis –ET
- Mahindra Renault has sold 1,500 Logans till now in May after bookings opened in Mumbai on April 9. –BS
- The Uttar Pradesh government has approached the central government expressing reservation in allotting land for a proposed SEZ, promoted by the Anil Ambani group, as the site identified for the project is not "contiguous." –BS
- Petron Engineering has received a Rs 7.76-crore contract from Zeeco India for Jamnagar Export Refinery Project in SEZ notified zone of Reliance Petroleum. –BL

Macro Economic & Geo-Political News

- India's wholesale price inflation rate is forecast at 5.24 per cent for the 12 months to May 12, the lowest since early September last year, a Reuters poll of 10 analysts showed on Thursday. –ET

Top Five Gainers (NSE)	Price	Chg (%)	Vol (Mn)
ABB Ltd India	4492	2.4	0.1
HCL Technologies Ltd	340	1.9	0.6
Steel Authority Of India	147	1.7	13.5
Hindustan Lever Limited	201	1.3	2.6
National Aluminium Co Ltd	247	1.3	0.1
Top Five Losers (NSE)	Price	Chg (%)	Vol (Mn)
Punjab National Bank	536	(4.4)	1.4
Tata Steel Limited	632	(4.2)	4.1
Hindustan Petroleum Corp	287	(3.9)	0.4
Bharat Petroleum Corp Ltd	371	(3.5)	0.3
Zee Entertainment Enterprise	300	(3.2)	1.4

Source: ET = Economic Times, BS = Business Standard, FE = Financial Express, BL = Business Line, ToI: Times of India, BSE = Bombay Stock Exchange

FROM OUR RESEARCH DESK**Results Update****Umesh Karne**umesh.karne@emkayshare.com
+91 22 66121281*Net sales grew 20% YoY for Q4FY07**EBITDA margins declined by 129bps YoY in Q4FY07**Net profit increased by 21% YoY for Q4FY07**Consolidated revenue grew by 36% YoY for FY07**Improved market share by 530bps YoY in LCV category during FY07**Maintained market share in PV segment***Tata Motors Limited****(Rs. 711, FY08E - Cons. P/E 11x, BUY Target Price of Rs. 932)****Key Standalone Financials -**

(Rs Mn)	Q4FY07	Q4FY06	YoY%	FY07	FY06	YoY%
Net Sales	82,670.0	68,696.5	20.3	275,352.4	206,534.9	33.3
Other Income	604.4	44.2	1,267.4	2,451.9	2,890.8	(15.2)
Total Income	83,274.4	68,740.7	21.1	277,804.3	209,425.7	32.7
Total Expenditure	73,007.6	59,778.2	22.1	242,215.2	180,778.1	34.0
EBIDTA	9,662.4	8,918.3	8.3	33,137.2	25,756.8	28.7
EBIDTA (%)	11.7	13.0	(10.0)	12.0	12.5	(3.5)
Interest	597.7	691.7	(13.6)	3,130.7	2,263.5	38.3
Depreciation	1,582.5	1,362.5	16.1	5,862.9	5,209.4	12.5
PBT	8,086.6	6,908.3	17.1	26,595.5	21,174.7	25.6
Provision for Tax	2,030.8	1,895.0	7.2	6,597.2	5,245.0	25.8
PAT	6,055.8	5,013.3	20.8	19,998.3	15,929.7	25.5
Extra ordinary items	(291.2)	(432.2)	(32.6)	(863.7)	(640.9)	34.8
Adjusted PAT	5,764.6	4,581.1	25.8	19,134.6	15,288.8	25.2
Equity Capital	3,854.1	3,828.7	0.7	3,854.1	3,828.7	0.7
EPS (Rs)	15.0	12.0	25.0	49.6	39.9	24.3

Source: Company.

Top line grows at 20% YoY for Q4FY07

Tata Motors Ltd (TAMO) reported better than expectation Q4FY07 results. For Q4FY07 TAMO reported net sales growth of 20% YoY to Rs82.7bn backed by sales volume growth of 16% YoY to 172,355 vehicles and net realization growth of 3.6% YoY to Rs479,650 per vehicle. During the quarter TAMO's Commercial Vehicles (CVs) and Passenger Vehicles (PVs) reported growth of 23% YoY and 14% YoY respectively. But the exports for the quarter declined by 5% YoY. On a consolidated basis TAMO's net sales for Q4FY07 grew by 24% YoY to Rs97.6bn.

For FY07, net sales grew by 33% YoY to Rs275.3bn backed by 28% YoY sales volume growth to 580,280 vehicles and 4.3% net realization growth to Rs474,516 per vehicle. TAMO could increase its net sales realization because of favorable product mix and price hikes in CV and UV segments during the year. On a consolidated basis, TAMO's net sales went up by 36% YoY to Rs324.2bn. During FY07 Tata Daewoo CV grew by 47% YoY, Telco Construction by 40% YoY, Tata Technologies by 76% YoY, HV Transmission by 38% YoY, HV Axles by 37% YoY and newly formed subsidiary TML Financial reported net revenue of Rs1,602mn.

CV Market Share	FY07	FY06
M&HCVs	62.9%	62.0%
LCVs	65.4%	60.1%

PV Market Share	FY07	FY06
Compact Car	19.2%	19.5%
Mid size car	38.0%	33.0%
UV	21.7%	19.5%
Total PV	16.4%	16.5%

Source: Company.

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TAMO's key export destinations remained as South Africa, south Asia, Turkey and parts of Europe. These countries together contributed around 70% of the total vehicle export sales during FY07. Revenues from International business contributed around 18% of the consolidated revenues in FY07 compared to 17% in FY06.

EBITDA margins declines by 44bps for FY07

Despite the net sales growth of 20% YoY, TAMO's EBITDA for Q4FY07 grew by 8.3% YoY to Rs9,662mn and EBITDA margins declined by 129bps YoY to 11.7% mainly on account of increase in raw material prices and other expenses. For FY07, TAMO's EBITDA increased by 29% YoY to Rs33.1bn and its EBITDA margins declined marginally by 44bps YoY to 12.5%. We believe TAMO's efforts to control costs on a overall basis has helped it curtail the decline in margins. TAMO could achieve cost reduction of Rs4.6bn during FY07 as compared to Rs3bn targeted for the year.

TAMO could achieve cost reduction of Rs4.6bn during FY07

On a consolidated basis, for Q4FY07 TAMO's EBITDA grew by 21% YoY to Rs12.5bn and its EBITDA margins declined by 35bps YoY to 12.8%. For FY07 EBITDA grew by 35% YoY to Rs41.1bn and EBITDA margins declined marginally by 13bps YoY to 12.7%.

Net profit grows by 25% YoY for FY07

Net profit of TAMO grew by 21% YoY to Rs6,056mn and it reported EPS of Rs15 for Q4FY07. Higher other income of Rs604mn and lower interest cost mainly supported the net profit growth of TAMO in Q4FY07. For FY07, TAMO's net profit went up by 25% YoY to Rs19.9bn and the reported EPS stood at Rs49.6. In FY08E, TAMO plans to invest Rs30bn for expansion of capacities and product development. We believe going ahead TAMO's interest and depreciation cost to go up and it would put pressure on net profits of the company.

TAMO's subsidiaries continued to perform well

On a Consolidated basis for Q4FY07 net profit grew by 24% YoY to Rs6,490mn and for FY07, TAMO's net profit went up by 25% YoY to Rs21.6bn and the reported EPS stands at Rs56.3 which was mainly driven by Telco Construction (net profit up by 112% YoY), Tata Daewoo (net profit up by 42% YoY) HV Axles (net profit up by 45% YoY) and HV Transmissions (net profit up by 50% YoY).

Key Consolidated Financials -

Net Sales grew by 24% YoY for Q4FY07

EBITDA margins declined marginally by 35bps YoY for Q4FY07

Net profit for Q4FY07 grew by 24% YoY

(Rs Mn)	Q4FY07	Q4FY06	YoY%	FY07	FY06	YoY%
Net Sales	97,592.4	78,649.6	24.1	324,264.1	237,694.5	36.4
Other Income	308.5	11.0	2,704.5	1,531.8	2,435.2	(37.1)
Total Income	97,900.9	78,660.6	24.5	325,795.9	240,129.7	35.7
Total Expenditure	85,079.0	68,286.8	24.6	283,106.3	207,211.8	36.6
EBIDTA	12,513.4	10,362.8	20.8	41,157.8	30,482.7	35.0
EBIDTA (%)	12.8	13.2	(2.7)	12.7	12.8	(1.0)
Interest	1,211.4	740.3	63.6	4,058.1	2,460.1	65.0
Depreciation	1,841.4	1,588.4	15.9	6,880.9	6,233.1	10.4
PBT	9,769.1	8,045.1	21.4	31,750.6	24,224.7	31.1
Provision for Tax	2,822.7	2,322.3	21.5	8,832.1	6,400.0	38.0
PAT	6,946.4	5,722.8	21.4	22,918.5	17,824.7	28.6
Extra ordinary items	(298.4)	(512.4)	(41.8)	(872.4)	(732.3)	19.1
Adjusted PAT	6,648.0	5,210.4	27.6	22,046.1	17,092.4	29.0
PAT for sub/Asso cos	(157.7)	29.3	(638.2)	(349.4)	191.1	(282.8)
Adj PAT incl sub/Asso cos	6,490.3	5,239.7	23.9	21,696.7	17,283.5	25.5
Equity Capital	3,854.1	3,828.7	0.7	3,854.1	3,828.7	0.7
EPS (Rs)	16.8	13.7	23.1	56.3	45.1	24.7

Source: Company.

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Business Outlook and Valuation –

TAMO is largest commercial vehicle manufacturer in India

TAMO is India's largest commercial vehicle manufacture and commands 16% market share in passenger car segment. We think TAMO reported healthy growth in commercial vehicles segment in an encouraging environment. Stable freight rates, ban on overloading, Government's thrust on infrastructure and growing economy have remained as main demand drivers for CV segment. We expect TAMO would continue to perform well in medium to long term period. TAMO's tie-up with Fiat would give it an access to global passenger car technology and would be positive in the long term. Considering the demand growth, TAMO has planned to expand its capacities. We remain confident about TAMO's expansion plans and expect incremental revenue in FY08-FY10.

We believe rising interest rates to impact sales of TAMO in short-medium term

We have a positive outlook on CV and passenger car segment and expect these segments to report growth of 10-12% for next 2-3 years. But the rising interest rates have created confusions among the CV buyers and we expect it to impact the demand for CVs in the short-medium term. We are revising our FY08E financials and introducing the financials for FY09E as follows.

Financial Estimates -

Year Ended	Old Estimates		New Estimates	
	Mar07E	Mar08E	Mar08E	Mar09E
Net Sales (Rs Mn)	236,920	272,450	310,784	356,355
EBITDA (Rs Mn)	30,799	35,419	40,054	45,821
EBITDA (%)	13.0	13.0	12.89	12.86
PAT (Rs Mn)	18,010	21,000	21,413	24,232
EPS (Rs)	47.0	52.3	52.8	59.8
P/E (x) @ Rs.712	15.1	13.0	13.5	11.9
Cons. EPS (Rs)	54.3	62.8	63.2	71.5
Cons P/E @ Rs.712	13.1	11.3	11.3	10.0

Source: Emkay Private Client Research

We recommend BUY with a target price of Rs932

TAMO is implementing its aggressive expansion by investing Rs100bn over next 3-4 years. We believe TAMO to reap benefits of these expansion plans in the long term. Formation of new subsidiary for vehicle financing (TML Financial Services) would also strengthen the balance sheet quality of TAMO. We continue to remain positive on TAMO in the long term. At current market price of Rs711, the TAMO stock trades at 14x on FY08E and 12x on FY09E on standalone earnings. On consolidated earnings TAMO stock trades at 11x on FY08E and 10x on FY09E earnings and it looks more attractive. We continue to remain positive on the stock and recommend BUY on the stock with a target price of Rs932.

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FROM OUR TECHNICAL DESK



Indices	Previous close	Today's close	% chg
Sensex	14363	14218	-1.01
Nifty	4246	4204	-0.97
S&P CNX 500	3524	3501	-0.63
BSE 500	5566	5527	-0.70
BSE Mid-Cap	6108	6100	-0.14
BSE Small-Cap	7237	7201	-0.49
BSE Auto	4837	4841	0.09
BSE Health	3758	3738	-0.53
BSE FMCG	1897	1901	0.24
BSE IT	4824	4838	0.30
BSE PSU	6737	6712	-0.38
BSE Bankex	7589	7479	-1.45
BSE Oil & Gas	7769	7655	-1.47
BSE Metals	10634	10462	-1.62
BSE Cons Dur	3849	3865	0.41
BSE Cap Good	10296	10252	-0.42
Levels to Watch			
	Sensex	Nifty	
Day's High	14389	4250	
Day's Low	14174	4189	
13 DMA	14151	4180	
34 DMA	13858	4083	

Yesterday, Nifty opened weak in the morning and it was continuously making lower tops and lower bottoms, but in the afternoon, it took support near to psychological level of 4200 and bounced back sharply. But it was unable to sustain on higher levels and after making a high of 4235, it fell sharply and broke the 4200 mark. It finally closed at 4204 with a loss of 0.97%. The Advance Decline ratio was weak at 1:2. Most of the sectoral indices closed in red, the major loser were BSE Bankex, BSE Oil&Gas and BSE Metal index. However, The BSE Auto, BSE FMCG, BSE IT and BSE CD indices closed with marginal gains.

Market Perspective

After weak opening, Nifty broke the support levels of 4231 and 4218. But In the afternoon, it took support near to psychological level of 4200 and bounced back sharply. But it was unable to sustain at higher levels and after making a high of 4235, it fell sharply and broke the 4200 mark. It finally closed at 4204 with a loss of 0.97%. It can test 4172, which is 38.20% retracement level of the recent rally from 3981 to 4291, and if it breaks 4172 and it can test 4136, which is 50% retracement level of the above mentioned rally. However, we maintain bullish view and we believe that ongoing correction is a good buying opportunity. Today, Nifty has resistance at 4235 and above that 4251.

Sectoral Speak:

The **BSE Bankex** index fell 1.45% and closed at 7479. Now, it can test 7344, which is 38.20% retracement level of the recent rally from 6684 to 7752. However, we maintain bullish view for this index for medium term as well as for long term and this ongoing correction is a good buying opportunity in banking stocks.

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Recommendations

Date	Stock	Action	Recommendation Price	Stop-loss	Target	Current price	Comment
13-04-07	KPIT Infosys	Buy	141.00 - 138.00	131.30	160.00	135.50	
19-04-07	BOC	Buy	142.00 - 135.00	128.60	160.00	138.05	
20-04-07	Bharti Airtel	Buy	840.00 - 820.00	782.30	925.00	835.00	
23-04-07	Amar	Buy	38.00 - 35.00	33.10	47.50	36.10	
01-05-07	JSW Steel	Buy	606.00 - 595	569.30	700.00	609.00	
04-05-07	LITL	Buy	169.00 - 162.00	153.30	205.00	158.50	
07-05-07	Akruti	Buy	400.00 - 385.00	367.30	460.00	374.90	
14-05-07	Triveni	Buy	55.50 - 51.50	47.30	71.50	54.25	
17-05-07	Arvind Mills	Buy	48.50 - 46.50	43.90	56.50	44.60	
17-05-07	ACC	Buy	890.00 - 870.00	854.30	960.00	858.00	Stop-Loss Triggered
17-05-07	Karnataka Bank	Buy	179.50 - 176.50	171.90	193.00	175.55	
18-05-07	ITC	Buy	168.00 - 162.00	158.60	188.50	165.15	
18-05-07	Mysore Cement	Buy	42.00 - 39.00	36.60	54.50	45.55	
21-05-07	Hind Oil Exp	Buy	102.00 - 95.00	84.30	126.00	97.00	
22-05-07	Aftek	Buy	76.00 - 72.00	70.60	87.50	75.10	
22-05-07	TVS Motors	Buy	65.00 - 62.00	59.60	80.00	68.25	
23-05-07	Finolex	Buy	78.50 - 74.50	70.30	92.50	78.25	

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FROM OUR DERIVATIVES DESK

Nifty Snapshot

Nifty: 4204.90 (-0.97%)				Open Interest (No. of Shares)		Change in OI	PUT CALL RATIO (PCR-OI)			
LTP	23.05.07	24.05.07	Basis	23.05.07	24.05.07		Nifty	23.05.07	24.05.07	Chg in OI
Nifty Spot	4245.30	4191.50	-	-	-	-	Call OI	14672100	15337200	+665100
May Future	4238.00	4191.00	-0.50	28795900	28914700	+118800	Put OI	21672650	22320450	+647800
Jun Future	4233.50	4183.30	-8.20	3970150	5184650	+1214500	PCR	1.48	1.46	-0.02
Total (May+June+July)				32886350	34230550	+1344200				

FII's Derivative Statistics for 23.05.07

	Buy		Sell		Open Interest as on 23.05.07		Open Interest as on 22.05.07		Change in FIIs Open Interest	
	No. of Contr.	Amt in Crs.	No. of Contr.	Amt in Crs.	No. of Contr.	Amt in Crs.	No. of Contr.	Amt in Crs.	No. of Contr.	Amt in Crs.
Index Futures	34259	728.55	32097	683.81	671886	14254.34	674970	14449.16	-3084	-194.82
Index Options	10081	210.27	5298	109.62	357977	7600.21	345686	7394.40	12291	205.81
Stock Futures	36948	1000.40	53405	1475.64	698022	19162.17	690003	19142.52	8019	19.64
Stock Options	47	1.56	174	4.45	3973	105.59	3856	103.79	117	1.80
TOTAL						41122.31		41089.87		32.44

Source: NSE

Nifty opened on a weak note and corrected further and took support near 4200 levels; wherefrom it bounced back sharply in second half of session but again faced heavy selling pressure at higher levels and finally closed with a loss of 42 points at 4246 Major gainers were Divis Lab, Matrix Labs, Air Deccan, TVS Motors, Nagarjun Fert, NTPC etc. Major losers were IOB, Ansal Infra, NDTV, Zee, PNB, IOC, HPCL, TataSteel, RCOM, IDBI, Indian Bank etc.

- Nifty May futures cost of carry is negative 0.73% against negative 8.97% the previous day.
- Nifty May futures traded at 4-6 points discount for a major part of session which had also turned to 8-10 points premium as the markets bounced back in afternoon trade.
- Total Turnover for NSE F&O Segment was Rs. 34,762 Crores.

Open Interest Analysis:

BULLISH : GE Shipping (23%), Voltas (10%).

Long positions are seen in above mentioned stocks as OI has increased with positive CoC & and upside move in stock price and therefore we are bullish on these stocks. Short covering activity was seen in India Cement. Profit Booking was seen in Matrix Labs & Unwinding of positions was seen in Nagarjun Fertilizers.

We have witnessed build up of short positions in Nifty June series as OI increased with increase in discount and weakness in markets. Though we expect overall trend to remain positive in the coming days some further correction can be expected today. Support for immediate term is seen close to 4200 levels on Nifty.

Put Call Ratio Analysis:

PCR (OI) of Nifty is 1.46 compared to 1.48 the previous day. Nifty Call options added 6.6 lakh shares (+4.5%) & Put options added 6.4 lakh shares (+3%) in OI. Nifty 4200 Call options added 3.4 lakh shares; Nifty 4250 & 4300 Call options added 1.3 lakh shares each in OI. Nifty 4200 Put options added 6.95 lakh shares in OI.

Cost of Carry (May):

Turned Positive: Hindalco, IVRCL, Maruti, RIL, TataSteel.

Turned Negative: Andhra Bank, India Cement, Satyam.

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Bank Nifty: 6208.70 (-1.59%)						CNX IT: 5206.45 (+0.01%)							
	LTP		Basis	Open interest (No. of shares)		Chg in OI		LTP		Basis	Open interest (No. of shares)		Chg in OI
	23.05.07	24.05.07		23.05.07	24.05.07			23.05.07	24.05.07				
Spot	6298.35	6191.35	-	-	-	-	Spot	5204.35	5198.35	-	-	-	-
May Futures	6320.00	6199.00	+7.65	259300	238400	-20900	May Futures	5226.00	5224.95	+26.60	141650	164700	+23050
Total (May+June+July)				271650	250750	-20900	Total (May+June+July)				149600	177500	+27900

Top traded stock futures		Most active stock options				
Scrip	No. of Contracts	Scrip	Expiry	Strike Price	Option Type	No of Contracts
RELIANCE	35995	RELIANCE	MAY	1770	CA	2514
RELCAPITAL	30568	RELIANCE	MAY	1740	CA	1400
DIVISLAB	23744	IDEA	MAY	120	CA	1353
IDEA	20640	TATASTEEL	MAY	640	CA	1312
INFOSYSTCH	19077	TATASTEEL	MAY	660	CA	1027
TATASTEEL	19053	IDEA	MAY	125	CA	951
RCOM	19003	RPL	MAY	95	CA	930
SBIN	18688	RELIANCE	MAY	1740	PA	783
GMRINFRA	11302	TATASTEEL	MAY	640	PA	699
SAIL	10374	IDBI	MAY	100	CA	684

Derivative Strategy Recommendations

Date	Scrip	View	Strategy	Action	Maximum Profit	Maximum Risk	Current Price	Profit/ Loss (Rs.)	Remarks
15.05.07	IDEA	Bullish	Buy Call Option	Buy 115 CA @ 5.50	Unlimited	14850.00	115 CA @ 8.80	+8910.00	Profit Booked (24.05.07)
18.05.07	IDBI	Bullish	Bull Call Spread	Buy 105 CA @ 3.80 Sell 110 CA @ 2.20	8160.00	3840.00	105 CA @ 1.30 110 CA @ 0.55	-2040.00	Position Closed (24.05.07)
21.05.07	Nifty	Bullish	Buy Call Option	Buy 4250 CA @ 63.00	Unlimited	3150.00	4250 CA @ 27.00	-1800.00	Hold
22.05.07	RCOM	Bullish	Buy Call Option	Buy 520 CA @ 14.50	Unlimited	10150.00	520 CA @ 5.75	-6125.00	Hold
23.05.07	TataSteel	Bullish	Bull Call Spread	Buy 640 CA @ 13.75 Sell 660 CA @ 6.75	8775.00	4725.00	640 CA @ 10.55 660 CA @ 5.40	-1248.75	Hold

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FROM OUR DEALING DESK

Dealing News

Market News & Gossip

Market Commentary:

View remains cautious on the market from current levels. We have been witnessing profit booking in market since last 2 to 3 trading days. As said earlier time to reduce on derivative and margin funding position. Traders should maintain strict stop loss on their trading position.

Derivatives:

On Thursday Net RO of Rs.877 cr.

NF =

SF = RO Rs.877 cr.

On Thursday PRO Net OI Up by Rs.689 cr. (Discount to cash was avg. 5-7 pts.)

NF = PRO Net OI Up by Rs.407 cr. (added 13 NF)

SF = PRO Net OI Up by Rs.282 cr.

Overall OI is @ Rs 43910 cr. (NF 14580 cr + SF 29330 cr)

FII's OI (only Futures) as on 23rd May stood at Rs.33416 cr. (ie 38%)

Active Trader's Delight

The following are the active trading delight calls.

Call Date	Scrip	CMP(Rs.)	Entry Level	Target	Stop Loss	Remarks
27/Apr/07	Bilt	117.10	115.00	126.00	108.00	F&O Call
15/May/07	HCC	95.80	98.65	110.00	94.00	F&O Call
17/May/07	M&M	734.75	720.00	764.00	702.00	F&O Call

Source: PCG Desk

Market Gossip *: Market trend to remain bearish to some extent as we have been witnessing profit booking at higher levels. We might witness some correction in next 10-15 trading days which can be in the range of 300-500 points on the Sensex from current levels. BRFL has a potential to test 300-310 levels in 8-10 trading days. Derivative pairing on long Praj Ind and Short Infosys is quite advisable.

Disclaimer *: Short term view is considered for 8 to 10 trading sessions. This Market Gossip information contained herein is from the public domain or sources believed to be reliable. This market gossip information may not be suitable for all clients. Clients are requested to make their own decision based on their own investment objectives, Stop losses, goals & financial position

TRADE DETAILS OF BULK DEALS

Bulk Deals		Deal Date	Scrip Name	Client Name	Deal Type *	Quantity	Price **
24-May-07	Action Fin	Chetan Keshavji Shah	B	5000	19		
24-May-07	Action Fin	Champaben Keshavji Shah	B	5000	19		
24-May-07	Biopac Incor	Bilkis Zubair Hawa	B	114467	13.01		
24-May-07	Biopac Incor	Aap Investments	B	500000	13.81		
24-May-07	Biopac Incor	Prashant Desai	B	80042	13.81		
24-May-07	Biopac Incor	Alchemyequityresandsecpltd	B	750000	13.01		
24-May-07	Chan Guide I	Anupama Rakesh Jain	S	60000	15.1		
24-May-07	Dh Weld Elec	Hemant Kumar Gupta	B	29016	28		
24-May-07	Dhp India	Rahul Jain	B	32103	21.59		
24-May-07	Dhp India	Sonal Jain	S	32103	21.5		
24-May-07	Dynamic Indu	Rajendra Dalpatbhai Acharya	B	20000	96.25		
24-May-07	Dynamic Indu	Shreeji Security	S	17000	96.25		
24-May-07	Hilton Met	Mbl And Company Limited	B	127996	71.92		
24-May-07	Hilton Met	Rajkumar Goswami	B	138812	73.25		
24-May-07	Hilton Met	Amit Ramji Prajapati	B	96561	68.45		
24-May-07	Hilton Met	Mahendra P Rathod	B	350352	71.47		
24-May-07	Hilton Met	Kirti Shantilal Shah	B	265000	71.95		
24-May-07	Hilton Met	Uttam Financial Services Ltd	B	86816	72.58		
24-May-07	Hilton Met	Step Two Corporation Ltd	B	79000	72.51		
24-May-07	Hilton Met	N D Nissar	B	127584	71.21		
24-May-07	Hilton Met	Kaushik Shah Shares Sec P L	B	95480	71.77		
24-May-07	Hilton Met	Bharat H Sheth	B	116458	71.19		
24-May-07	Hilton Met	Deepak S Chheda	B	94167	71.56		
24-May-07	Hilton Met	Himanshu R Nissar	B	67765	72.47		
24-May-07	Hilton Met	Mbl And Company Limited	S	127996	71.79		
24-May-07	Hilton Met	Rajkumar Goswami	S	138812	75.21		
24-May-07	Hilton Met	Amit Ramji Prajapati	S	96561	71.6		
24-May-07	Hilton Met	Mahendra P Rathod	S	350352	72.45		
24-May-07	Hilton Met	Kirti Shantilal Shah	S	265000	74.57		
24-May-07	Hilton Met	Uttam Financial Services Ltd	S	86816	72.26		
24-May-07	Hilton Met	Step Two Corporation Ltd	S	79000	71.84		
24-May-07	Hilton Met	N D Nissar	S	127584	71.23		
24-May-07	Hilton Met	Kaushik Shah Shares Sec P L	S	95480	71.92		
24-May-07	Hilton Met	Bharat H Sheth	S	116458	71.29		
24-May-07	Hilton Met	Deepak S Chheda	S	94167	71.69		
24-May-07	Hilton Met	Himanshu R Nissar	S	67765	72.47		
24-May-07	Hilton Met	Office Trading	S	100506	74.04		
24-May-07	Jaisal Secur	Canox Trading Pvt Ltd.	B	25000	26.55		
24-May-07	Janice Texti	Rajkishore Agarwal	S	99100	14.4		
24-May-07	K C Bokadia	Lilac Farms Private Ltd	B	144706	1.98		
24-May-07	Kadamb Const	Somani Dinesh Bajranglal	B	60000	16.5		
24-May-07	Kadamb Const	Laxmi Choudhary	S	50000	16.5		
24-May-07	Kadamb Const	Kk Patel Finance Ltd	S	15000	16.5		
24-May-07	Kalptaru	Ashlesh Gunvantbhai Shah	B	72073	72.95		
24-May-07	Kalptaru	Chauhan Pares R	S	24576	73.17		
24-May-07	Kalptaru	Ashlesh Gunvantbhai Shah	S	29411	73.45		
24-May-07	Mahalax Rubt	Babulal Bhurmal Jain	S	28193	70.58		
24-May-07	Man Indust I	Dubai Bank Pjsc	S	1839581	220.22		
24-May-07	Neemtek Org	Dhiraj Ishwar Advani	S	33000	165.91		
24-May-07	Pfl Infotech	Span Trading Investment	B	35000	6.51		
24-May-07	Pfl Infotech	Kishor Chunibhai Shah	S	96700	6.49		
24-May-07	Raj Tele	Jmp Securities Pvt. Ltd.	B	135647	329.36		
24-May-07	Raj Tele	Sri Baba Theatres Pvt Ltd	B	150258	324.4		
24-May-07	Raj Tele	Jmp Securities Pvt. Ltd.	S	135447	331.67		
24-May-07	Raj Tele	Religare Securities Ltd Panthe	S	69965	332.95		
24-May-07	Raj Tele	Nirmal N Kotecha	S	66923	324.89		
24-May-07	Rama Pul Pap	Rajendra Dalpatram Acharya Huf	B	39000	71.55		
24-May-07	Sandur Man	Idbi Ltd	S	47800	54.65		

Contd...

24-May-07	Simmond Mars	Rajiv Arora	B	12287	56.44
24-May-07	Simmond Mars	Rajashree N Mehta	S	12842	54.57
24-May-07	Tripex Over	Shanti Kumar Sarogi	B	45195	37.85
24-May-07	Yashraj Secr	Diamant Investment and Finance Ltd	S	5632	414.68
24-May-07	Zicom Ele Se	Ramesh D Shah Family Trust	B	212301	218
24-May-07	Zicom Ele Se	Deutsche Bank Ag London Gdr	S	213000	218.01
23-May-07	Educomp Soln	Opg Securities Pvt Ltd	B	98179	1917.09
23-May-07	Educomp Soln	Opg Securities Pvt Ltd	S	98179	1918.26
23-May-07	Icra	Opg Securities Pvt Ltd	B	66786	960.17
23-May-07	Icra	Opg Securities Pvt Ltd	S	66786	961.19
23-May-07	Kalpitaru	Jigar Promodbhai Shah	S	34256	71.63
23-May-07	Pochiraju In	Opg Securities Pvt Ltd	B	349837	30.62
23-May-07	Pochiraju In	H.J.Securities Pvt.Ltd.	B	107971	30.3
23-May-07	Pochiraju In	Dynamic Stock Broking I Pvt Ltd	B	107856	31.14
23-May-07	Pochiraju In	Opg Securities Pvt Ltd	S	349837	30.64
23-May-07	Pochiraju In	H.J.Securities Pvt.Ltd.	S	107971	30.32
22-May-07	Action Fin	Chetan Keshavji Shah	B	4000	19.53
22-May-07	Cupid Ltd	Yogesh Abberkar	B	38000	59.28
22-May-07	Indo Green P	Shivkumar Daga	B	35000	85.89
22-May-07	Kalpitaru	Jigar Promodbhai Shah	B	29514	68.55
22-May-07	Kalpitaru	Chirag Kiritibhai Shah	S	25000	68.74
22-May-07	Mafatla Indu	Astute Commodities & Derivatives P Ltd	S	35852	95.3
22-May-07	Pochiraju In	Astute Commodities & Derivatives P Ltd	B	173207	26.22
22-May-07	Pochiraju In	Astute Commodities & Derivatives P Ltd	S	123220	26.06
22-May-07	Raj Tele	Astute Commodities & Derivatives P Ltd	B	87554	286.88
22-May-07	Raj Tele	Astute Commodities & Derivatives P Ltd	S	81899	286.59
22-May-07	Sam Industri	Nariman Finvest Pvt. Ltd.	S	61200	14.5
21-May-07	Jupiter Bios	Dynamic Stock Broking I Pvt Ltd	B	55494	171.85
21-May-07	Jupiter Bios	Dynamic Stock Broking I Pvt Ltd	S	47087	172.55
21-May-07	Kalpitaru	Jigar Promodbhai Shah	B	34742	69.09
21-May-07	Kalpitaru	Chirag Kiritibhai Shah	B	50000	69.1
21-May-07	Kalpitaru	Chirag Kiritibhai Shah	S	25000	69.1
21-May-07	Raj Tele	Opg Securities Pvt Ltd	B	181795	263.17
21-May-07	Raj Tele	Opg Securities Pvt Ltd	S	181795	263.25

Source: BSE

COMPANY / MARKET**Forthcoming Events**

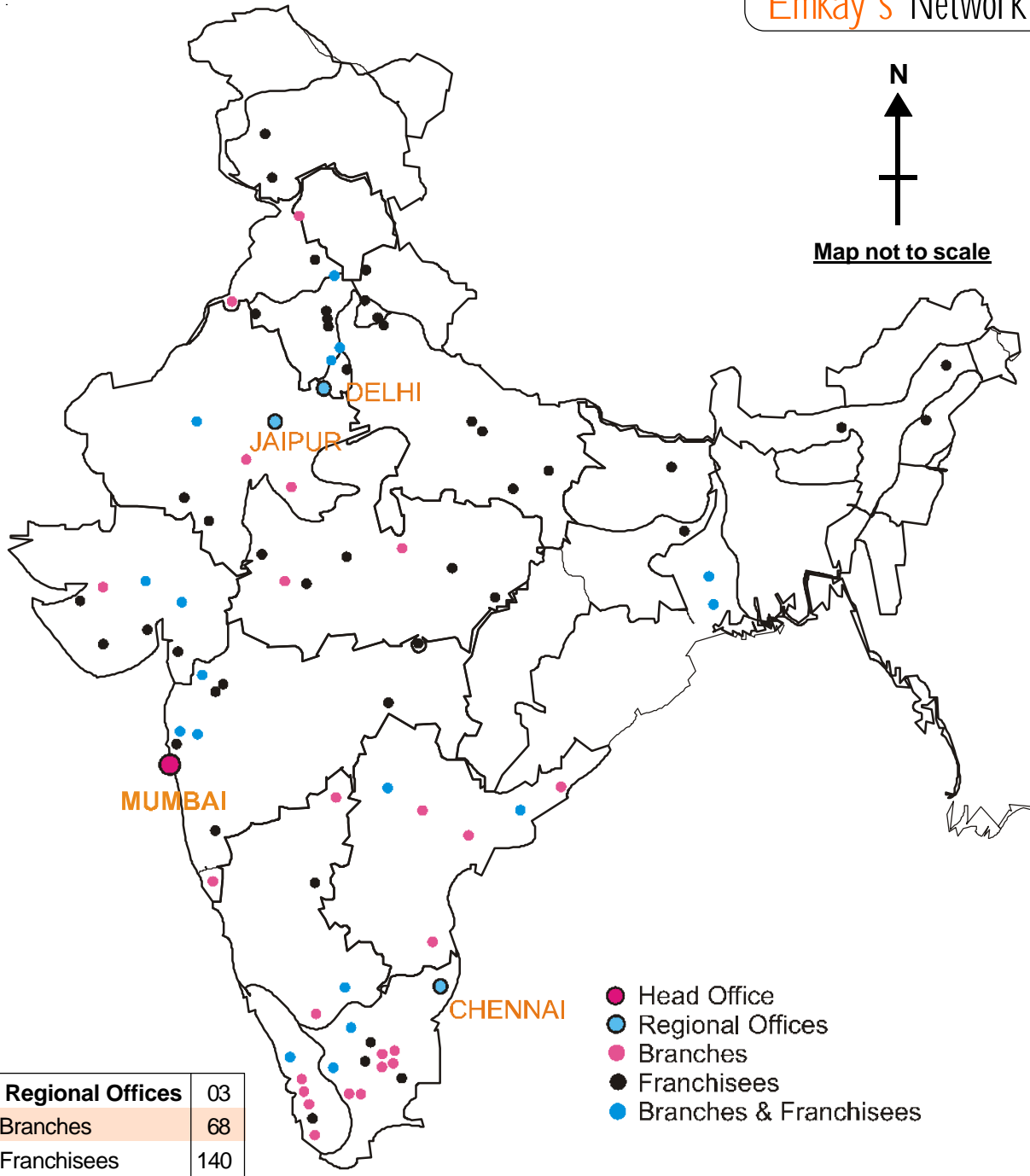
Effective Date	Summary	Action Type
25-May-07	ABB Ltd India	Corporate Meeting
25-May-07	Bayer CropScience Ltd	Cash Dividend
25-May-07	Camex Intermediates Ltd	Name Change
25-May-07	Camex Intermediates Ltd	Ticker Symbol Change
25-May-07	Core Projects & Technologies Ltd	Listing
25-May-07	FT India Balanced Fund	Cash Dividend
25-May-07	Gujarat Overseas Drug Ltd	Name Change
25-May-07	Gujarat Overseas Drug Ltd	Ticker Symbol Change
25-May-07	Hindustan Construction Co	Cash Dividend
25-May-07	Jain Studios Ltd	Corporate Meeting
25-May-07	Kew Industries Ltd	Corporate Meeting
25-May-07	KND Engineering Techno Ltd	Corporate Meeting
25-May-07	Paper Products Ltd	Par Value Change
25-May-07	Paper Products Ltd	ID Number Change
25-May-07	Paper Products Ltd	Stock Split
25-May-07	Visaka Industries Ltd	Cash Dividend

Source: Bloomberg

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Emkay's Network



Total Regional Offices	03
Total Branches	68
Total Franchisees	140

Regional Offices

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Analyst's holding in the stocks mentioned in the report: **NIL**

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