

# Daily Market Outlook



17<sup>th</sup> Mar '2011

Global Equity Indices		
World Indices	Last Traded	Change
BSE Sensex	18,358.69	1.05%
S&P Nifty	5,511.15	1.13%
Dow Jones	11,855.42	-1.15%
Nasdaq	2,667.33	-1.25%
S&P 500	1,281.87	-1.12%
FTSE 100	5,648.63	-0.82%
CAC 40	3,753.93	-0.71%
Nikkei 225	9,093.72	5.68%
Hang Seng	22,700.88	0.10%
Shanghai	2,931.10	1.20%

## Market Summary

Positive global and domestic cues attracted good buying in Indian market. Banking and Realty witnessed major buying while auto and healthcare followed the rally. The Sensex closed at 18358, up 191 points from its previous close, and Nifty closed at 5511, up 61 points. The CNX Midcap index was up 1.4% and the BSE Smallcap index was up 1.3%. The market breadth was positive with advances at 933 against declines of 359 on the NSE. The top Nifty gainers were Reliance Infra, Ambuja Cement, SBI and TCS and prime losers included HUL, Hindalco, Hero Honda and HDFC. **FII's were net sellers with the tune of Rs 134.52 cr (prov. cash market fig).**

## Market Outlook

Nifty is expected to trade in the range 5446-5563 in the next session. Sustaining below this range it may test 5408 levels. However, 5608 is another resistance level. Traders are suggested to get profit out of stock specific action. Bank nifty may trade in the range 10777-11090. However, 10150 and 10280 are other resistance levels with 10680 as strong support level. Metals and cement may attract buying while Auto and capital goods may face selling at higher levels.

BSE Sector Indices		
Indices	Last Traded	Change
AUTO	8,771.05	1.41%
BANKEK	12,438.34	2.15%
Con. Durables	5,857.11	1.90%
Capital Goods	12,501.60	0.85%
FMCG	3,467.94	0.21%
HealthCare	5,861.13	1.42%
IT	6,175.05	0.86%
METAL	15,475.54	0.75%
OIL&GAS	10,036.32	0.67%
POWER	2,567.42	1.30%
PSU	8,574.09	1.47%
REALTY	2,104.51	2.47%
TECK	3,612.87	1.00%

	LTP	S3	S2	S1	R1	R2	R3
NIFTY	5511	5373	5408	5446	5563	5608	5624
SENSEX	18358	17777	17920	18327	18500	18750	19000



## FII's and DII's Activities (in Cr.)

Date	FII's & DII Flow (NSE)		
	FII's	DII's	Net
16-Mar-11	134.52	326.72	192.2
15-Mar-11	148.28	576.1	715.38
14-Mar-11	414.35	7.65	422
11-Mar-11	-216.3	112.24	-104.06
10-Mar-11	-97.19	108.98	11.79
9-Mar-11	131.17	112.99	244.16
8-Mar-11	367.5	-140.46	227.04

## Trading Strategy

S.N.	TRADE	SCRIP SYMBOL	ENTER	STOP LOSS (Rs)	TARGET (Rs)
1	Sell	Nifty Fut	Below 5510	Above 5540	5480-5454
2	Sell	Bank nifty Fut	Below 10930	Above 10981	10875-10810
3	Buy	Optocircui Fut	Above 270	Below 266.80	273.5-277
4	Buy	PNB Fut	Above 1096	Below 1086	1106-1116
5	Buy	Jetairways fut	Above 476	Below 470	482-488
6	Buy	Siemens Fut	Above 879	Below 875	884-890
7	Sell	Jswsteel (Rs)	Below 890	Above 905	875-860
8	Buy	Canbk (Rs)	Around 630-635	Below 623	645-660

Note: 1. Follow all calls after 5 minutes from opening bell. 2. Traders are suggested to follow strictly the stop loss given in each call.

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### Follow-up for Technical Calls given as on 16<sup>th</sup> Mar 2011

S.N.	TRADE	SCRIP SYMBOL	ENTER	STOP LOSS	TARGET	RESULT
1	Sell	Nifty Fut	Below 5408	Above 5438	5378-5348	Not executed
2	Sell	Banknifty Fut	Below 10670	Above 10720	10620-10550	Not executed
3	Buy	Welcorp Fut	Above 200	Below 196	204-209	Almost both tgt hit 207.80 high
4	Buy	Optocircui Fut	Above 260	Below 257	263-267	Both target hit
5	Buy	Hdfcbank Fut	Above 2200	Below 2180	2220-2232	High made 2211 closed flat
6	Buy	Jetairways (Rs)	Above 467	Below 456	478--490	High made 475
7	Sell	Bhel Fut	Below 1902	Above 1920	1884-1864	Not executed
8	Sell	DLF (Rs)	Below 218	Above 223	213-208	Not executed

### Expected Bullish Stocks

CENTRALBANK	TVSMOTOR	EIH	WELCORP	UNITECH	AMBUJACEM
OPTOCIRCUI	CANBVK	BGREENERGY	IOC	DLF	ACC
GRASIM	EXIDE	RECLTD	YESBANK	BOI	PNB

### Expected Bearish Stocks

MPHASIS	PANTALOONR	HUL	BEL	STFC	INDHOTEL
CESC	ABB	HINDALCO	FORTIS	IGL	VIDEOIND
HDFC	ZEEL	NALCO	HDFCBANK	OBC	GESHIP

### Fundamental Picks

Investors with horizon of 6-12 months can consider following scripts for their investment. These companies have potential to give higher returns than index over a long term.

HDFC BANK	Axis Bank	STATE BANK OF INDIA	ICICI BANK
Larsen & Toubro Limited	BHEL	Aurobindo Pharma Ltd	TRIL
Bhushan Steel	SAIL	TATA Steel	JSW Steel
McNally Bharat	Coal India	HCC	KPR Mills
Sangam India Ltd	Garware Polyester Ltd	TT Ltd	Kajaria Ceramics Ltd
Sutlej Textiles Ltd	Banswara Syntex Ltd	Orient Ceramics Ltd	Shivam Autotech Ltd
UTV Software Ltd	RSWM Ltd	Genus Power Ltd	United Phosphorus Ltd
Nahar Spinning Mills Ltd	MphasiS Ltd	Allied Digital Services Ltd	DIC India Ltd
Dena Bank Ltd	GEI Industrial Systems Ltd	TNPL	Indoco Remedies Ltd
JK Paper Ltd	Ballarpur Industries Ltd	Arti Drugs	Monnet Ispat
Biocon	Visaka Industries	Munjla Showa	Jindal Saw Ltd

Find the detailed report on - <http://www.fairwealth.in/Research.aspx?Type=Fundamental>

## Corporate Highlights

- **IVRCL Infrastructures & Projects'** power, buildings and transportation divisions have bagged orders worth Rs 564.62 crore. The orders have come from an assortment of clients, mostly public sector. The power division has secured two supply and services contracts amounting to Rs 359.61 crore from Power Grid Corporation of India. Both the orders are in the transmission line segment. The first one for a 174-kilometre transmission line in the north eastern region is one of the largest orders in the segment for the company with an order value of Rs 239.67 crore. The other order is for a 123-kilometre transmission line from Angul Pooling Station to Jharsuguda Pooling Station (Line-1) (Part-1) in Orissa.
- **GEI Industrial Systems** has won orders worth Rs 45 crore to supply air-cooled vacuum steam condensers for domestic cement and steel sectors.
- Retail chain **Shoppers Stop** may increase prices of its products by 6-7% from April this year in order to offset the 10% excise duty imposed on branded apparel in the Budget 2011-12.
- Now with one Finnair ticket and a single check-in you can fly from several major Indian cities to 60 European and 11 Asian destinations. A tie-up between the Nordic carrier and domestic **Kingfisher Airlines** has made this possible. As per the co-operation between the two carriers, Kingfisher flights from Mumbai, Bangalore, Chennai, Hyderabad, Pune, Jaipur and Ahmedabad will connect fliers to Finnair's European and Asian daily network from Delhi Terminal 3.
- IT education solutions provider **Educomp Solutions** has bagged two contracts worth Rs 6.81 crore from governments of Gujarat and Assam for developing multimedia content for the state level schools. Information and communications technology (ICT) Division of the company -- Edureach -- has been awarded these two projects by these governments. The total contract value for both the contracts is Rs 6.81 crore.

## Economic Highlights

- The government has hiked the fair and remunerative price (FRP) of sugarcane by 4.2 per cent at Rs 145 per quintal for the 2011-12 season, starting October. The FRP of sugarcane for 2010-11 season was Rs 139.12 per quintal. Sugar season runs from October to September. FRP is the minimum price that sugarcane farmers are legally guaranteed. However, the sugar mills are free to offer any price above the FRP.

## Forthcoming Corporate Actions

Scripts	Date	Purpose
Central Bank	17-Mar-11	Right 3:5
Datanet Sys	17-Mar-11	Reduction of Capital
Dr Reddys Lab	17-Mar-11	Scheme of Arrangement
Foods & Inns	17-Mar-11	Dividend
Helios & Matheson	17-Mar-11	Dividend

## Forthcoming Result

17-Mar-11	MidValley Entertainment		
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## Global Scenario: US Data

Date	Statistic	For	Actual	Market Expects	Prior	Revised From
15-Mar	Empire Manufacturing	Mar	17.5	17	15.43	Increased
15-Mar	Export Prices ex-ag.	Feb	0.90%	NA	1.00%	Decreased
15-Mar	Import Prices ex-oil	Feb	0.30%	NA	0.70%	Decreased
15-Mar	Net Long-Term TIC Flows	Jan	\$51.50	NA	\$62.5B	Decreased
15-Mar	NAHB Housing Market Index	Mar	17	17	16	Increased
15-Mar	FOMC Rate Decision	Mar	0.25%	0.25%	0.25%	-
16-Mar	MBA Mortgage Index	11-Mar	-	NA	15.50%	-
16-Mar	Housing Starts	Feb	-	575K	596K	-
16-Mar	Building Permits	Feb	-	573K	563K	-
16-Mar	PPI	Feb	-	0.60%	0.80%	-
16-Mar	Core PPI	Feb	-	0.20%	0.50%	-
16-Mar	Current Account Balance	Q4	-	-\$110.0B	-\$127.2B	-
16-Mar	Crude Inventories	12-Mar	-	NA	2.52M	-
17-Mar	Initial Claims	12-Mar	-	386K	397K	-
17-Mar	Continuing Claims	5-Mar	-	3750K	3771K	-
17-Mar	CPI	Feb	-	0.40%	0.40%	-
17-Mar	Core CPI	Feb	-	0.10%	0.20%	-
17-Mar	Industrial Production	Feb	-	0.60%	-0.10%	-
17-Mar	Capacity Utilization	Feb	-	76.50%	76.10%	-
17-Mar	Leading Indicators	Feb	-	1.00%	0.10%	-
17-Mar	Philadelphia Fed	Mar	-	28.1	35.9	-

Figures and information are taken from [www.bseindia.com](http://www.bseindia.com), [www.Bloomberg.com](http://www.Bloomberg.com) and [capitaline.com](http://capitaline.com) database

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**FAIRWEALTH SECURITIES LTD.**

H.O.: Plot No. 651-652, Udyog Vihar, Phase-5, Gurgaon 122001 (Haryana)

Phone: 0124-3024400, Fax: 0124-3024474

Website: [www.Fairwealth.in](http://www.Fairwealth.in) . Email: [info@fairwealth.in](mailto:info@fairwealth.in)

**FAIRWEALTH INSTITUTIONAL DESK**

Unit No,12,2ndFloor, Sonawala, Apollo Building, Mumbai Samachar Marg, Opp

BSE, Fort Mumbai- Maharashtra - 400001,

Ph: 022-30720056-68, Fax: 022 30722787

**Delhi:** UG-3, Somdutt Chambers II, Bhikaji Cama Place, New Delhi-110066 , Ph : 011-46091118 ● **Chennai:** Rahab Tower, First Floor, New No: 522, Old No: 706, P H Road, Aminjikarai, Chennai-600029. Ph-044-42698796, 42698834, 32218508 ● **Kolkatta:** No.1&2, 3rd Floor, Tobacco Jouse, Old Court House Street, Kolkatta, WB-700001. Ph- 033-40119500-02-03 ● **Bangalore :** Shop No – 54, 1st floor, 12th Main Road, 27Th Cross Road, 04th Block Jayanagar, Banglore, Karnataka – 560011, Ph-080-41172604/605 ● **Hyderabad :** Shop No.8, Ground Floor, Meridian Plaza, besides Lal Bunglow , Green Lands, Road Ameerpet, Hyderabad – 500016, Ph-040-40037218. ● **Ahmedabad:** 108, H.J.House, Opp IGP Petrol Pump, near Rambagh Police Station, Mani Nagar, Ahmedabad, Gujarat-380009. Ph - 079-40304461, 62636465.