

# Daily Market Outlook



19<sup>th</sup> Jan '2011

Global Equity Indices		
World Indices	Last Traded	Change
BSE Sensex	19,092.05	1.11%
S&P Nifty	5,724.05	1.23%
Dow Jones	11,787.38	0.47%
Nasdaq	2,755.30	0.73%
S&P 500	1,293.24	0.74%
FTSE 100	6,056.32	1.18%
CAC 40	4,009.03	0.85%
Nikkei 225	10,518.98	0.15%
Hang Seng	24,153.98	-0.01%
Shanghai	2,709.17	0.09%
Taiwan TaieX	8,988.00	1.12%

## Market Summary

Indian attracted good buying action especially in IT stocks. Almost all sectors moved in green. The Sensex closed at 119092, up209 points from its previous close, and Nifty shut shop at 5724, up 69 points. The CNX Midcap index was down 1.4% and the BSE Smallcap index was down 1%. The CNX Midcap index was up 0.4% and the BSE Smallcap index was up 0.3%. The market breadth was positive with advances at 723 against declines of 576 on the NSE. **The FII's were net buyers with investment worth Rs 72.54 Cr (prov. cash market fig)**

## Market Outlook

In the next session, NIFTY may face resistance around 5770 while 5680 may act as a support zone. IT and Metals may appear strong. Intraday Traders are suggested to be cautious of profit booking at higher levels. Banking stocks may participate in the upside movement while Cements and Capital Goods may appear comparatively weaker.

BSE Sector Indices		
Indices	Last Traded	Change
AUTO	9,292.24	0.44%
BANKEKX	12,048.52	1.43%
Con. Durables	6,049.58	1.30%
Capital Goods	13,681.76	0.19%
FMCG	3,646.43	1.52%
HealthCare	6,551.20	1.64%
IT	6,720.76	2.60%
METAL	16,528.72	2.31%
OIL&GAS	9,931.41	-0.12%
POWER	2,778.95	0.02%
PSU	8,747.62	0.57%
REALTY	2,472.35	0.31%
TECK	3,934.86	1.80%

	LTP	S3	S2	S1	R1	R2	R3
NIFTY	5724	5600	5625	5680	5757	5770	5810
SENSEX	19092	18540	18700	18900	19250	19500	19800



## Trading Strategy

S.N.	TRADE	SCRIP SYMBOL	ENTER	STOP LOSS (Rs)	TARGET (Rs)
1	Buy	Nifty Fut	Around 5680-90	Below 5660	5720-5757
2	Buy	Banknifty Fut	Above 10700	Below 10640	10760-810
3	Buy	TV-18 Fut	Around 73	Below 71	76-80
4	Buy	Icicibank Fut	Above 1025	Below 1010	1040-1050
5	Buy	Tcs Fut	Around 1185-90	Below 1175	1210-1230
6	Buy	Ranbaxy (Rs)	Around 572-575	Below 564	595-604
7	Buy	Petronet (Rs)	Above 131.30	Below 128.90	134-136
8	Sell	Herohonda (Rs)	Below 1755	Above 1780	1730-1705

Note: \*\* Follow all calls after 5 minutes from opening bell.

\*\*Traders are suggested to follow strictly the stop loss given in each call

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

Date	FII's & DII Flow (BSE+NSE)		
	FII's	DII's	Net Inflow / Outflow
14-Jan-11	-694.6	290.11	-404.49
13-Jan-11	-112.6	242.42	129.82
12-Jan-11	-98.2	359.21	261.01
11-Jan-11	-1123.6	1064.18	-59.42
10-Jan-11	-1088.2	1018.54	-69.66
7-Jan-11	-964.6	1115.93	151.33
6-Jan-11	-213.8	-338.05	-551.85
5-Jan-11	-92.4	-101.75	-194.15

## Expected Bullish Stocks

STER	INDUSIND	AXISBANK	PNB	INFOSYSTCH	MPHASIS
PATNI	WIPRO	HINDALCO	TATASTEEL	TATAMOTORS	BAJAJ-AUTO
HCLTECH	SUNPHARMA	OPTOCIRCUI	Aban	Educomp	JINDALSAW

## Expected Bearish Stocks

IOC	TORNTPOWER	MARUTI	JETAIRWAYS	LT	CIPLA
BEL	ULTRATECH	GRASIM	RCF	ZEEL	GLENMARK
RELINFRA	RELCAPITAL	HINDPETRO	IOC	HDIL	FORTIS

## Follow-up for Technical Calls given as on 18<sup>th</sup> Dec'10

S.N.	TRADE	SCRIP SYMBOL	ENTER	STOP LOSS	TARGET	RESULT
1	Sell	Nifty Fut	Below 5628	Above 5656	5600-5550	Not Executed
2	Sell	Banknifty Fut	Around 10380	Above 10450	10310-10250	Not Executed
3	Buy	Tatasteel Fut	Above 625	Below 617	633--643	1 <sup>st</sup> Target hit
4	Sell	LT Fut	Below 1670	Above 1685	1655-1640	SI Triggered
5	Sell	Icicibank Fut	Below 993	Above 1007	979-970	Not Executed
6	Sell	HDIL (Rs)	Below 155	Above 159	151-148	Low made 152.5
7	Sell	Apollotyre (Rs)	Around 58	60.10	55-53	Low made 55.25 high made 57.15
8	Buy	Andhrabank (Rs)	Above 130	Below 125.70	135-140	Not Executed

### Fundamental Picks

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

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	Munjal Showa	Jindal Saw Ltd
TRIL	Aurobindo Pharma Ltd		

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

- TATA Steel has achieved its target of 708

### Corporate Highlights

- **Tulip Telecom** has acquired a data center facility in Bangaluru by purchasing 100 per cent shares of SADA IT Parks Private Ltd for Rs 230 crore. The company said that the move will further strengthen its end to end data services offering.
- Jindal Group-owned **Jindal Saw Ltd**, a leading producer of Saw pipes, filed with the Bombay Stock Exchange (BSE) a release that stated the company had bagged orders worth Rs 700 crore. The orders have been received for supply of large diameter pipes (Helical pipes) for the export markets in the Far Eastern region.
- Lighting products and steel pipe manufacturer **Surya Roshni** has decided to expand its product portfolio due to rise in global and domestic demand. "Surya Roshni is gradually adding section pipe (square/rectangle) with full size and ranges, in its product portfolio," the company said in a statement.
- Anil Ambani-led **Reliance Communications** has raised \$255 million (about Rs 1,155 crore) by way of external commercial borrowing to partly refinance payment made for acquiring 3G spectrum. The loan is funded by a consortium of banks led by Australian and New Zealand Banking Group Ltd, BNP Paribas, Credit Agricole Corporate and Investment Bank, DBS Bank Ltd and Intesa Sanpaolo Spa.
- **Nagarjuna Construction Company Ltd (NCC)** it has acquired, through its subsidiary NCC Power Projects Ltd (NCC PPL), 55% equity stake of Nelcast Energy Corporation Ltd (NECL). NECL is developing a 1320 MW Thermal Power Project at KrishnaPatnam in Nellore district of Andhra Pradesh.

## Forthcoming Results

19-Jan-11	Aditya Birla Money	Chandrika Trad	Kirloskar Pneu	Peninsula Land
	Agro Tech Foods	Emmsons Intl	Landmark Prop	Premier
	Aptech	GEI Indl	LIC Housing Fin	Reliance Indl Infra
	Bajaj Auto	HCL Tech	Nippo Battr	Riddhi Siddhi
	Bajaj Holdings	Hindustan Zinc	Noida Medicare	SCOPE IND
	Bengal Steel	Indag Rubber	Noida Toll	Shakti Pumps
	Bharat Seats	Infomedia 18	Orchid Chem	Shree Ganesh Jewel
	Cera Sanitary	Infotech Enter	Panasonic Carb	Sterling Tools
	Suraj Stainl	Torrent Pharma	TTK Prestige	Uflex
	Wabco TVS India	Wall Street Fin	Wipro	

## Forthcoming Corporate Actions

Scrip Name	Ex-Date	Purpose
Midday Multi	20 Jan 2011	Scheme of Arrangement
Rossell Tea	20 Jan 2011	Stock Split from Rs. 10/- to Rs. 2/-

## Forthcoming dividends

Scrip Name	Ex-Date	Amount
Siemens Health	19 Jan 2011	Dividend
VTM	19 Jan 2011	Interim Dividend
Hexaware Tech	20 Jan 2011	Interim Dividend
Pfizer	20 Jan 2011	Interim Dividend
Wyeth	20 Jan 2011	Interim Dividend

## Global Scenario: US Data

Date	Statistic	For	Actual	Market Expects	Prior	Remarks
18-Jan	Empire Manufacturing	Jan	-	12	10.57	-
18-Jan	Net Long-Term TIC Flows	Nov	-	NA	\$27.6B	-
18-Jan	NAHB Housing Market Index	Jan	-	16	16	-
19-Jan	MBA Mortgage Purchase Index	14-Jan	-	NA	2.20%	-
19-Jan	Housing Starts	Dec	-	550K	555K	-

## Daily Market Outlook



19-Jan	Building Permits	Dec	-	560K	530K	-
20-Jan	Initial Claims	15-Jan	-	425K	445K	-
20-Jan	Continuing Claims	8-Jan	-	3900K	3879K	-
20-Jan	Existing Home Sales	Dec	-	4.80M	4.68M	-
20-Jan	Leading Indicators	Dec	-	0.60%	1.10%	-
20-Jan	Philadelphia Fed	Jan	-	20.5	20.8	-
20-Jan	Crude Inventories	15-Jan	-	NA	-2.15M	-

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

**Disclaimer:** The above mentioned ideologies are based on the research done at Fairwealth research department. Fairwealth securities Ltd will not be responsible for any kind of losses incurred by any part either directly or indirectly based on our research results, though we have presented to the best of our knowledge.



### **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)

Mumbai : Unit No,12,2ndFloor,Sonawala,Apollo Building, Mumbai Samachar Marg, Opp BSE, Fort Mumbai- Maharashtra - 400001, Ph:022-30720056-68 ● 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 Bungalow , 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.