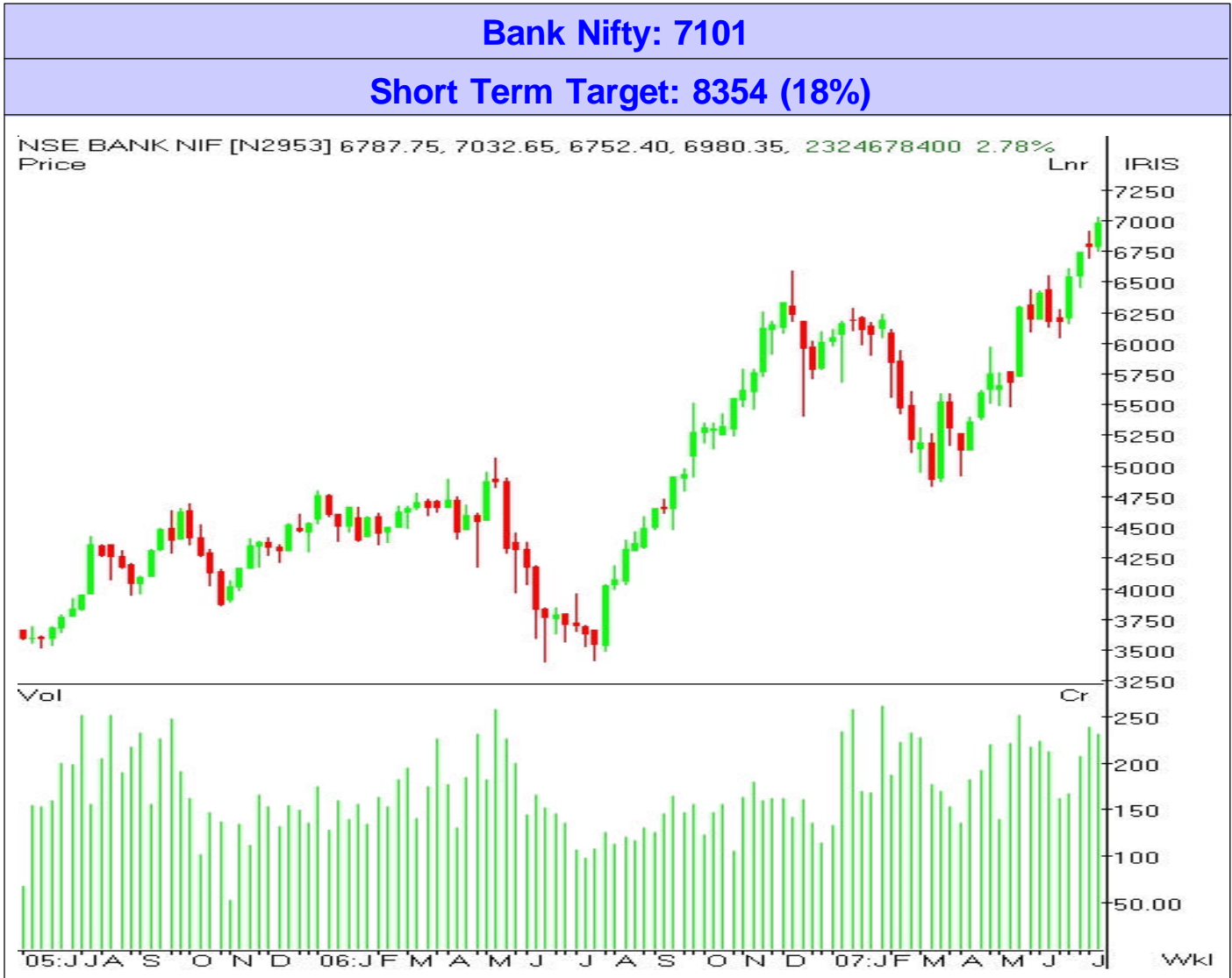


Banking Can Outperform - Top Picks



Bank Nifty broke the resistance of 6595 last month, now the target of this breakout comes at 8354, which is an 18% appreciation from current levels. After making a low of 3408 in June 2006, this index had bounced back sharply and gave more than 3000 points rally and made a high of 6595 in Dec 2006. After that, it started correcting and took support near to 50% retracement level of the whole rally from 3408 to 6595 and recovered smartly. Thus, we strongly believe that this sector will outperform the broader markets in the coming days. The following table includes our top picks in this sector and investors with 6 - 8 month horizon may expect 30% - 40% returns.

Top Picks in Banking

Stock	CMP	Buying Range	Stop-Loss	Target	Expected Returns
Allahabad Bank	100	100 - 90	81.30	141	41%
Andhra Bank	94	94 - 87	81.30	123	31%
Bank of Baroda	300	300 - 275	247.40	420	40%
IOB	137	137 - 120	109.30	203	48%
Oriental Bank	258	258 - 230	204.30	340	32%
PNB	572	572 - 525	484.60	784	37%
Union Bank	157	157 - 140	125.10	200	27%
UTI Bank	644	644 - 625	574.30	833	29%

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