

OUR REPORTS

Fundamental

Company Report
Sector Report
Theme Based Report

Daily & Weekly

Fundamental Market Update
Technical Market Update
Derivative Market Update
Currency Report
Debt Mutual Fund Report

Monthly

India Strategy Report
IIP Report
Auto Sector Update
Cement Sector Update
Metal Sector Update
Telecom Sector Update
Insurance and Mutual Fund Report
Inflation Report
Exports-Imports Report

Quarterly

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Company Result Expectation
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Others

Event Based Report
RBI Monetary Review Report
Annual Budget Expectation Report
Annual Budget Review Report

MICROSEC RESEARCH REPORT MICRO FOCUS. MEGA WEALTH

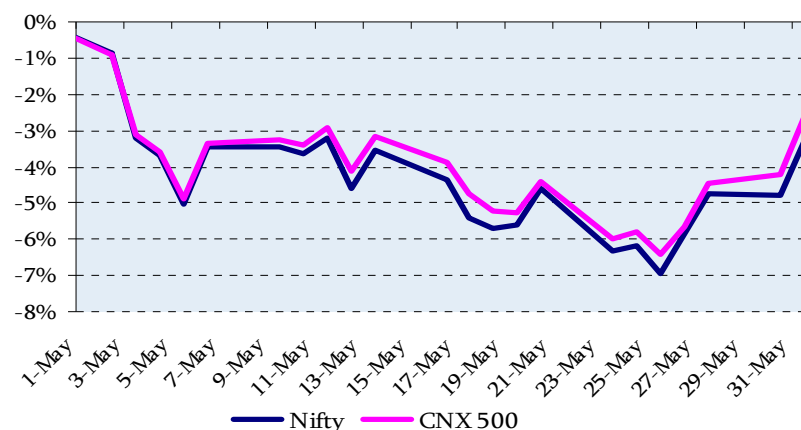
INDIA STRATEGY | MONTHLY



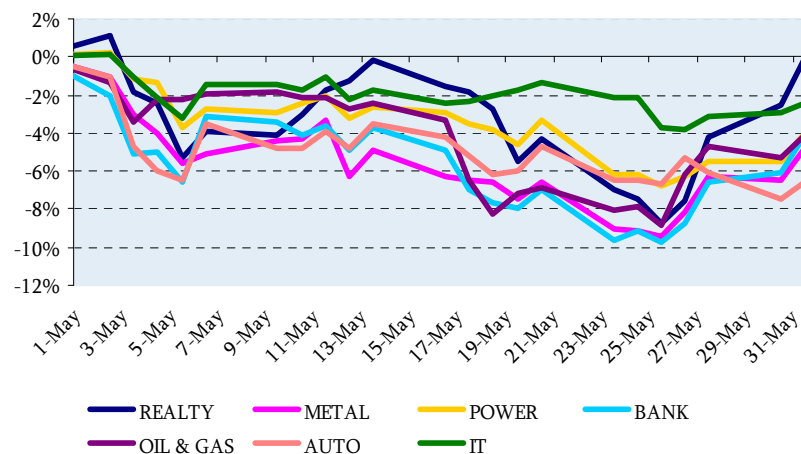
Key Highlights

- Indian stock markets remained corrective during the mixed earnings season. Nifty registering a decline of (3.29)% and CNX 500 curved in by (2.65)%. However, all the major global indices closed in red and amongst that most vulnerable were BRIC countries.
- We observed 1H FY12 started bit shaky with earnings downgrades led by higher commodity prices, higher interest rates and weak industrial capex cycle. However, once the downgrade cycle plays out, India will look cheap and should lay the foundations of the next leg up. In particular, global commodity prices are expected to ease as global growth is topping out and phase of expanding liquidity comes to an end in June. This, we believe, may be favorable for domestic inflation outlook
- Monthly returns of major BSE Sectoral Indices are:
 IT – (2.44)%, Oil & Gas – (4.14)%
 Realty – (0.10)%, Auto – (6.65)%
 Bank – (4.08)%, Metal – (4.81)% and
 Power – (4.02)%.

Price Movement of Nifty & CNX500

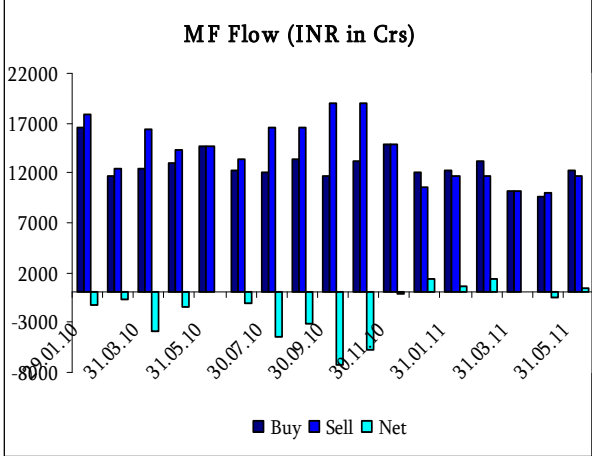
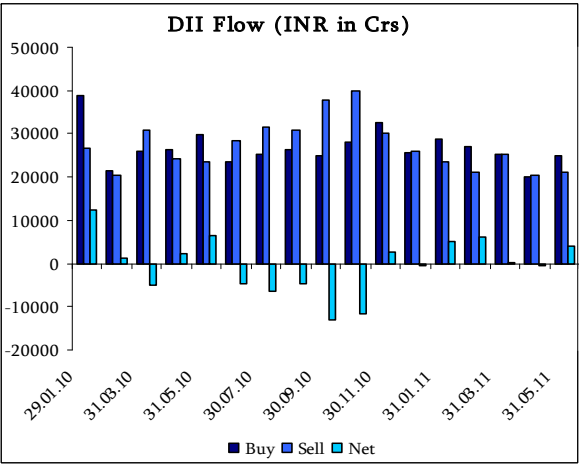
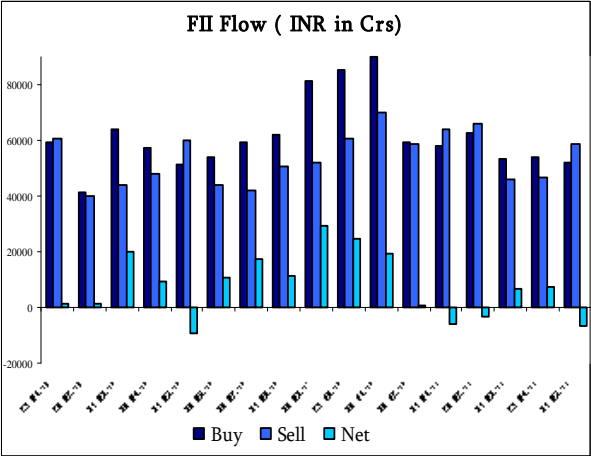
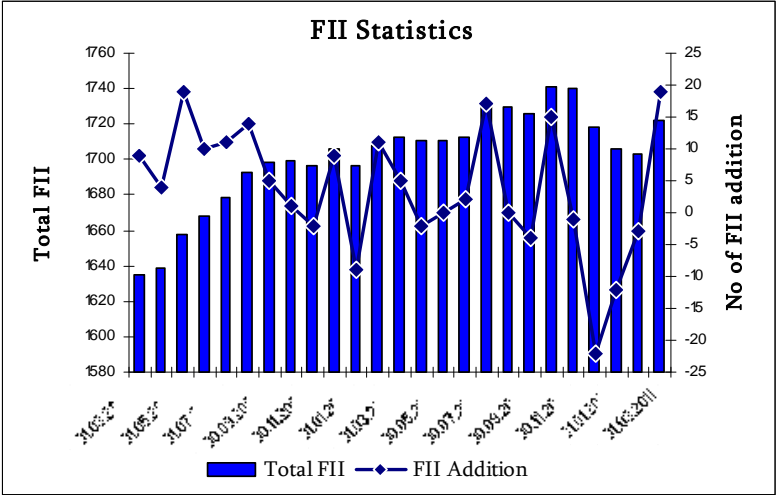


BSE Sectoral Performance



Domestic and Foreign Institution

- FII were net seller of INR6614.4 cr in equity segment in the month of May,2011 whereas in FY11 they were the net buyers of INR110.120.7cr.
- DIIs were net buyers of INR4093.21 Cr in the month of May,2011 whereas in FY11 they were the net sellers of INR18,349.82 cr.



Source: NSE, SEBI, Bloomberg, Microsec Research

Global Markets Returns

Particulars	1M %	3M %	6M %	1YR %	3 YR %
HANG SENG INDEX	(0.15)	1.48	2.94	19.83	(3.46)
TAIWAN TAIEX INDEX	(0.21)	4.53	7.36	21.90	4.29
FTSE STRAITS TIMES INDEX	(0.63)	4.96	0.48	14.80	(1.02)
FTSE 100 INDEX	(1.31)	(0.06)	8.36	15.46	(1.04)
NIKKEI 225	(1.58)	(8.76)	(2.45)	(0.77)	(32.39)
PSEi - PHILIPPINE SE IDX	(1.73)	12.69	7.36	29.70	50.12
S&P 500 INDEX	(1.87)	0.82	13.35	22.83	(4.45)
NASDAQ COMPOSITE INDEX	(2.18)	1.03	12.52	24.54	11.43
DOW JONES INDUS. AVG	(2.25)	2.42	13.77	23.53	(0.92)
KOSPI INDEX	(2.28)	10.48	12.49	30.54	15.68
CAC 40 INDEX	(2.50)	(2.58)	10.91	14.16	(20.14)
BRAZIL BOVESPA INDEX	(2.98)	(4.78)	(5.23)	1.77	(11.61)
DAX INDEX	(3.00)	0.22	8.97	22.20	2.70
MEXICO IPC INDEX	(3.25)	(3.39)	(2.86)	11.63	11.85
NSE S&P CNX NIFTY INDEX	(3.29)	4.25	(5.16)	9.32	14.17
BSE SENSEX 30 INDEX	(3.31)	3.81	(5.21)	9.20	12.72
SHANGHAI SE COMPOSITE	(5.77)	(5.56)	(2.72)	5.84	(20.09)
RUSSIAN RTS INDEX \$	(7.02)	(4.33)	17.98	36.11	(23.39)

Global Markets Valuation

	Current EPS	PE ratio	FY12E EPS	FY12E PE	FY13E EPS	FY13E PE	Current BV	PB Ratio	FY12E BV	FY12E PB	FY13E BVPS	FY13E PB
INDIAN MARKETS												
SENSEX	1,103.39	16.77	1,243.70	14.86	1,462.02	12.66	6,150.73	3.01	7,231.56	2.56	8,331.69	2.22
NIFTY	337.22	16.49	378.50	14.68	447.18	12.43	1,889.47	2.94	2,220.75	2.50	2,570.94	2.16
U.S. MARKETS												
DOW JONES	910.99	13.75	997.57	12.55	1,103.99	11.34	4,490.86	2.79	4,892.56	2.56	5,494.61	2.28
NASDAQ	119.06	23.61	160.30	17.53	194.89	14.42	976.64	2.88	NA	NA	1,161.40	2.42
S&P 500	87.84	15.23	99.18	13.49	112.28	11.92	592.54	2.26	630.17	2.12	698.93	1.91
MEXICO	2,108.96	16.96	2,433.30	14.68	2,804.56	12.75	11,842.09	3.02	15,948.22	2.24	17,512.54	2.04
BRAZIL	6,724.04	9.54	6,460.19	9.98	7,348.86	8.73	40,086.46	1.60	44,720.66	1.43	48,571.43	1.32
EUROPEAN MARKETS												
FTSE	409.41	NA	562.69	10.67	625.79	9.57	3,209.33	1.87	3,458.29	1.73	3,838.95	1.56
CAC	336.03	11.92	387.70	10.33	430.72	9.30	3,098.70	1.29	3,202.13	1.25	3,448.00	1.16
DAX	580.79	NA	668.09	10.91	761.16	9.58	4,838.31	1.51	5,082.22	1.43	5,546.08	1.31
RUSSIAN RTS	235.54	8.00	313.93	6.02	324.73	5.80	1,563.60	1.21	1,778.41	1.06	2,082.29	0.91
ASIAN MARKETS												
NIKKEI	547.14	NA	604.22	16.04	713.67	13.58	7,730.05	1.25	8,244.31	1.18	8,825.32	1.10
HANG SENG	1,902.08	12.45	1,870.98	12.66	2,142.83	11.05	13,160.34	1.80	14,107.13	1.68	15,454.23	1.53
SINGAPORE	298.71	10.58	217.84	14.51	241.45	13.09	1,963.15	1.61	1,970.13	1.60	2,133.07	1.48
SHANGHAI	178.72	15.35	215.77	12.71	256.77	10.68	1,166.58	2.35	1,380.40	1.99	1,603.52	1.71
KOSPI	99.11	21.62	216.85	9.88	240.92	8.89	1,496.35	1.43	1,542.60	1.39	1,740.80	1.23
PHILIPPINE SE	283.68	14.96	307.69	13.79	345.59	12.28	1,796.91	2.36	1,966.89	2.16	2,188.77	1.94

Note: Data as on 31st May 2011

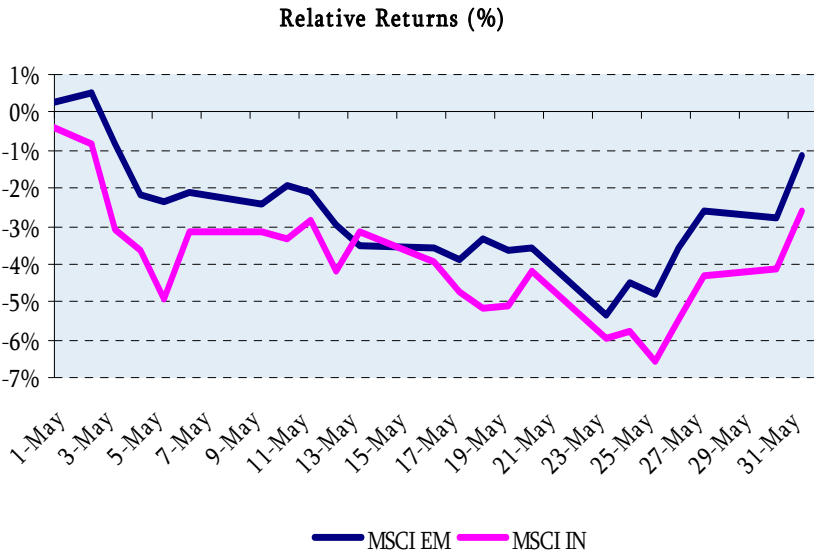
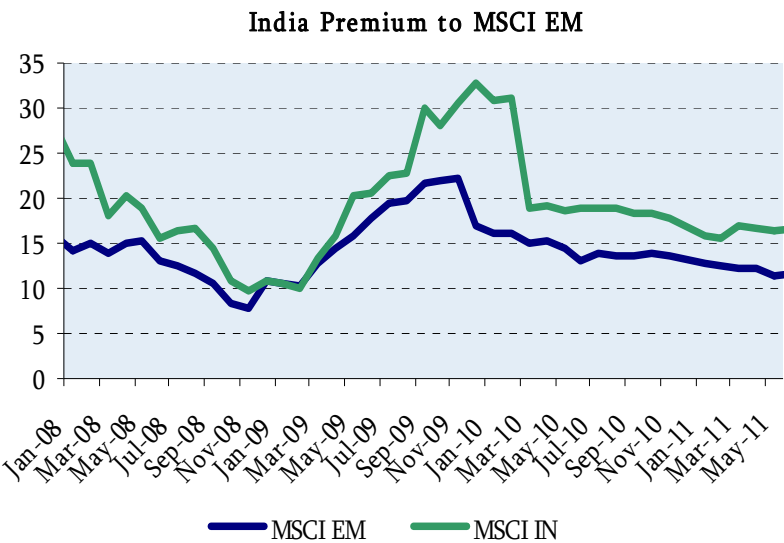
#Microsec estimated Sensex FY12 EPS at INR1272

Source: Bloomberg

Note: FTSE, DAX & KOSPI index P/E data has discrepancies, Global markets EPS are based on Calendar year

MSCI India performance against other emerging markets

- Over the past 3 years, MSCI India P/E commanded premium over MSCI Emerging Markets. Since Feb 09', Indian markets were at par with the Emerging Markets and are gaining momentum post Jan 10'. Currently, MSCI India Market and Emerging Markets P/E gap has been widening and EM's P/E is marginally declining.
- On a monthly basis, relative returns of MSCI Emerging Market have outperformed the MSCI India Markets. MSCI India decreased (2.60)%, whereas MSCI EM fell (1.15)% in absolute terms over the last one month.



MSCI Sectoral Performance

- Apart from Consumer Staple and Healthcare, all MSCI India sectors closed in negative territory during May 11'. The U.S. and Global peers outperformed Indian sectors except Energy and IT on a monthly basis.
- MSCI India Consumer Staple have outperformed USA and Global sectors on a yearly basis.

	India			USA			Global		
	1M (%)	3M (%)	1Yr (%)	1M (%)	3M (%)	1Yr (%)	1M (%)	3M (%)	1Yr (%)
Consumer Staple	0.85	7.78	23.46	1.49	7.89	21.99	0.70	7.29	25.44
Energy	(4.23)	0.60	(5.48)	(5.72)	(2.99)	42.00	(6.37)	(3.65)	35.41
Finance	(3.97)	6.44	9.12	(3.97)	(6.19)	7.48	(5.33)	(5.79)	14.54
HealthCare	0.16	8.18	13.50	0.76	9.15	24.47	0.82	8.38	26.17
Industrial	(4.42)	2.15	0.52	(4.03)	0.28	26.71	(4.95)	(0.91)	27.84
IT	(2.99)	(2.51)	15.19	(3.16)	(2.67)	18.56	(3.42)	(3.69)	16.97
Material	(7.33)	0.78	0.38	(3.77)	0.15	33.23	(5.74)	(1.64)	34.73
Telecom	(12.44)	2.12	(39.60)	0.86	6.40	30.58	(2.86)	1.73	30.48
Utility	(8.28)	0.13	(21.82)	0.76	4.54	17.44	(4.84)	(4.94)	10.56

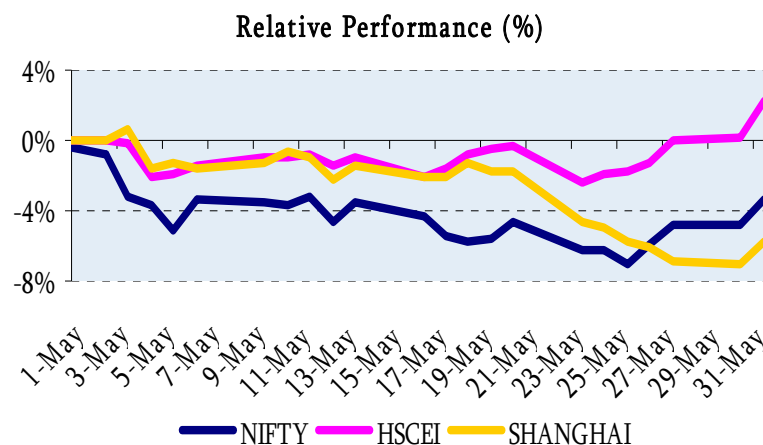
Source: Bloomberg, Microsec Research

Note: Data as on 31st May 2011

Twin Pillars of Emerging Markets

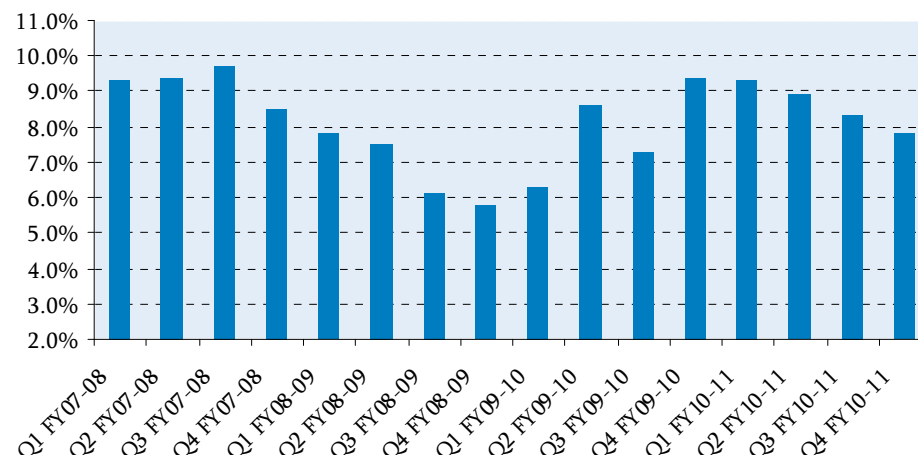
- India and China registered PMI (Purchasing Managers Index) value of 57.5 and 52.0 respectively for the month of May 11'. In FY10-11 India's PMI has outperformed China in all 12 months.
- On a sequential basis, India's PMI moderated to touch the lowest level in four months in May. PMI decreased from 58.0 in Apr to 57.5 in May, while during the same period, China's PMI decreased from 52.9 in Apr to 52.0 in May to a nine-month low level.
- China's HSCEI declined by (2.23)% and domestic market (Shanghai composite) fell by (5.77)% in the last one month. In comparison, Nifty declined by (3.29)% during the month.

	PMI	
	INDIA	CHINA
May-11	57.5	52.0
Apr-11	58.0	52.9
Mar-11	57.9	53.4
Feb-11	57.9	52.2
Jan-11	56.8	52.9
Dec-10	56.7	53.9
Nov-10	58.4	55.2
Oct-10	57.2	54.7
Sep-10	55.1	53.8
Aug-10	57.2	51.7
Jul-10	57.6	51.2
Jun-10	57.3	52.1
May-10	59.0	53.9



- India's economy grew by a slower-than-expected rate in the last quarter of FY2010-11. Gross Domestic Product (GDP) grew at the rate of 7.8% in Q4 (January-March) of FY2010-11 over the same quarter of previous year, after growing by a revised 8.3% rate in Q3 (October-December) of FY2010-11. GDP growth rate was 9.4% in the same quarter of FY2009-10.
- The growth was mainly pulled down by a slower 6.1% YoY growth in the industries sector as indicated by the slowdown in IIP, largely due to the impact of policy tightening. However, agricultural growth came in at 7.5% during the quarter on account of bumper rabi harvest and lower base of last year.
- Despite the Q4 slowdown, India's overall growth for FY2010-11 (April-March) came at 8.5% against 8.0% last year, due to revisions in earlier quarters' growth numbers. GDP growth figure for Q1 has been revised to 9.3% against the earlier estimate of 8.9% and Q3 GDP growth has been revised upward to 8.3% from 8.2% reported earlier. Growth for Q2 remained unchanged at 8.9%.

GDP Growth Trend



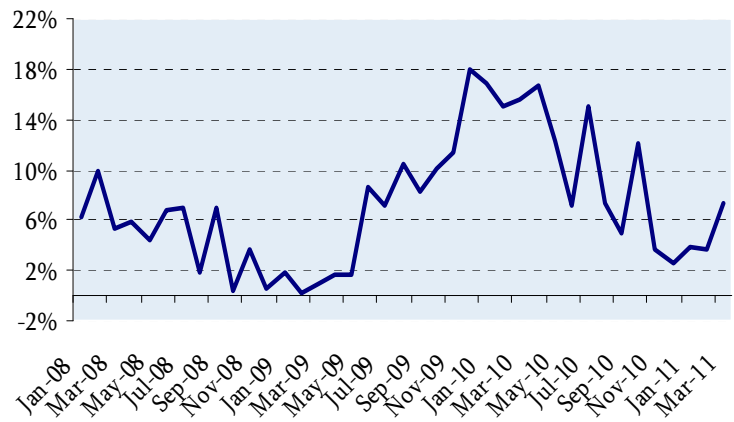
Sectoral Trend in GDP Growth

Particular	FY10-11 Q4	FY10-11 Q3	FY10-11 Q2	FY10-11 Q1	FY09-10 Q4
GDP	7.8	8.3	8.9	9.3	9.4
Agriculture	7.5	9.9	5.4	2.4	1.1
Mining	1.7	6.9	8.2	7.1	8.9
Manufacturing	5.5	6.0	10.0	12.7	15.2
Electricity	7.8	6.4	2.8	5.6	7.3
Construction	8.2	9.7	6.7	7.7	9.2
Trade,Hotels,Transport and Communication	9.3	8.6	10.9	12.6	13.7
Financing,Ins,Real Est and Bus Services	9.0	10.8	10.0	9.8	6.3
Community, Social and Personal Services	7.0	5.1	7.9	8.2	8.3

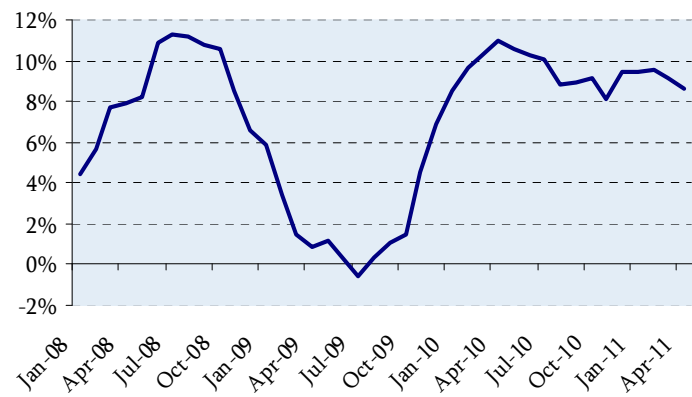
India's Key Economic Indicators



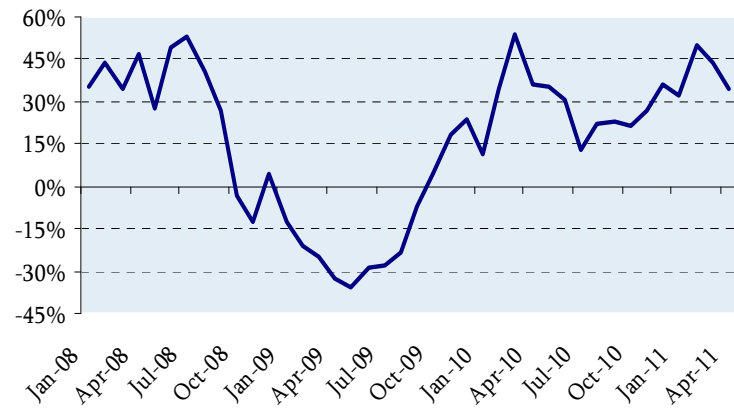
IIP Trend (y-o-y %)



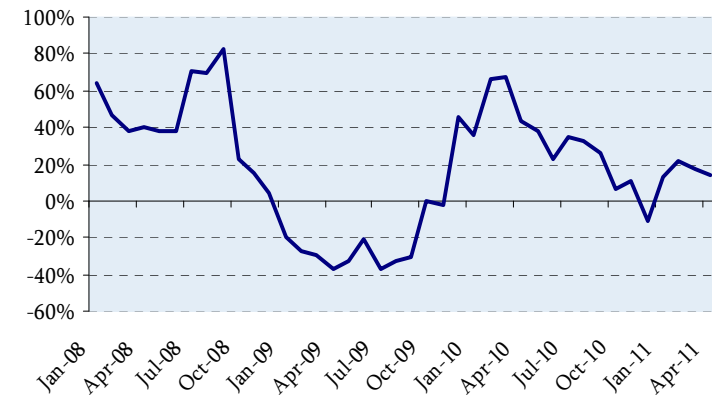
Inflation Trend (y-o-y %)



Export Trend (y-o-y %)



Import Trend (y-o-y %)

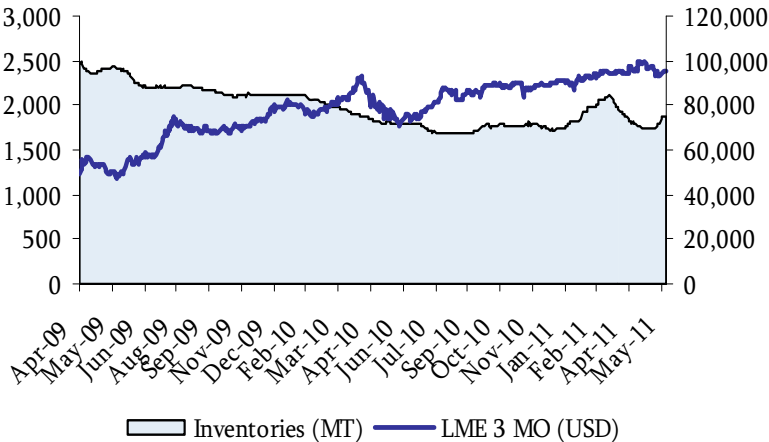


Source: Bloomberg, Microsec Research

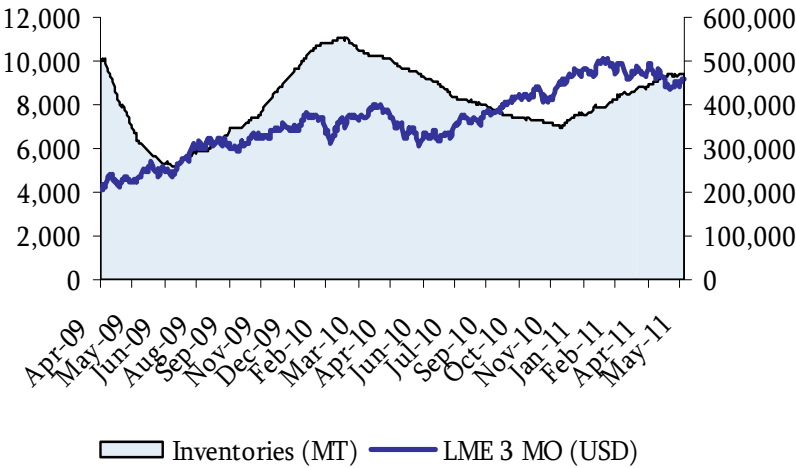
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- The U.S. GDP increased at an annual rate of 1.8% in Q1 of 2011 after increasing by 3.1% in the previous quarter.
- The U.K. GDP grew at 0.5% rate in Q1 of 2011 after contracting by 0.5% in the final quarter of 2010.
- German GDP jumped by 1.5% in Q1 of 2011 from Q4 of 2010 and French GDP rose 1% during the quarter. Growth in the 17-nation euro region accelerated to 0.8% in Q1 of 2011 from the previous quarter.
- Japan's GDP contracted by an annualized 3.7% rate in Q1 of 2011, following a revised 3% drop in the previous quarter.
- In the U.S. FOMC Meeting Minutes the Fed decided to keep the interest rates unchanged between 0.00%-0.25%, where the Fed assessed that the country's economic recovery during this past period was taking place at "a moderate pace", however, the Fed signaled housing activities are still weak, as the housing sector continues to be "depressed."
- The U.S. Pending Home resales declined 12% in Apr11' after a revised 3.5% increase the prior month.
- China's Industrial Production increased by 13.4% YoY in Apr 11', down from Mar 11's 14.8% growth.
- China's Inflation eased to touch to 5.3% in the year to Apr 11' from a 32-month high of 5.4% in Mar 11'.

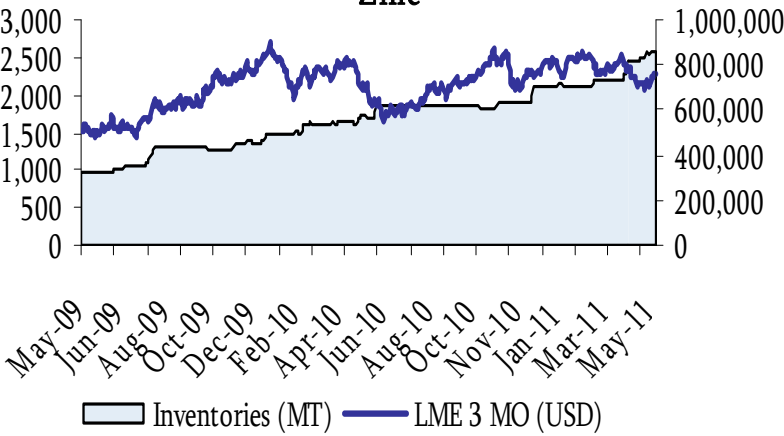
Aluminium



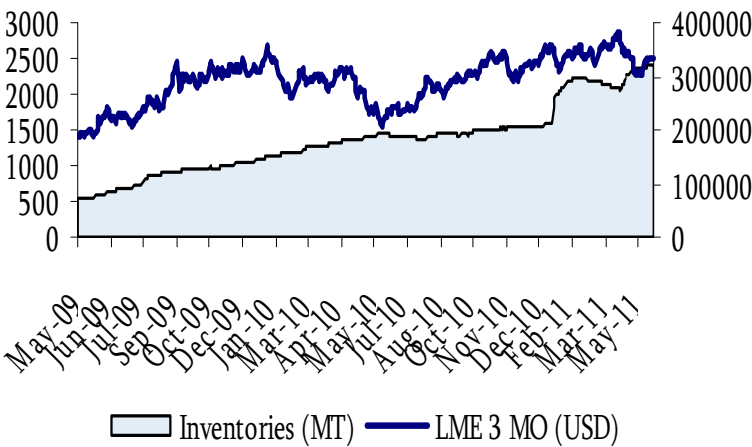
Copper



Zinc

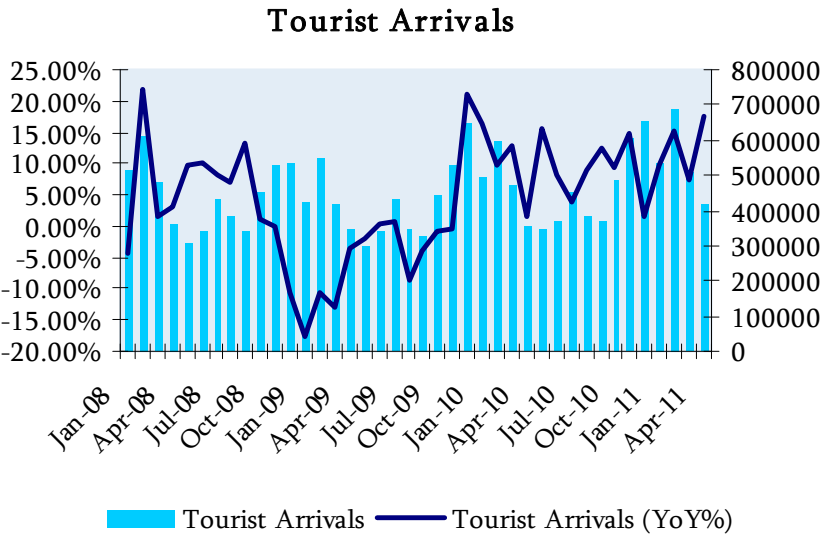
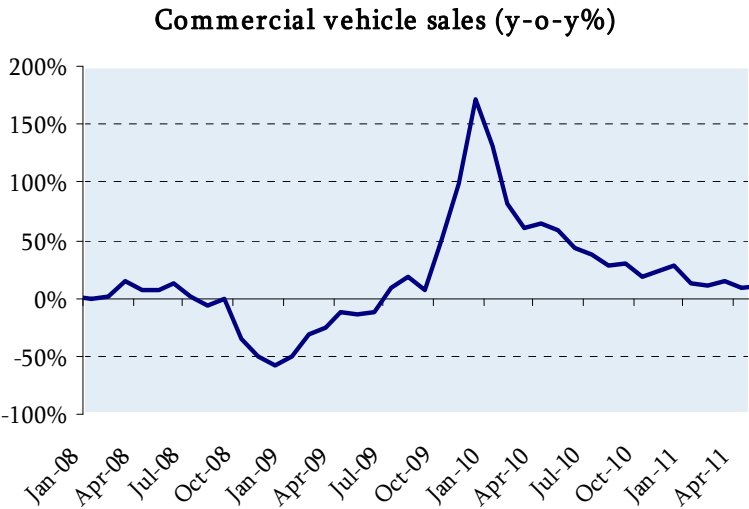


Lead

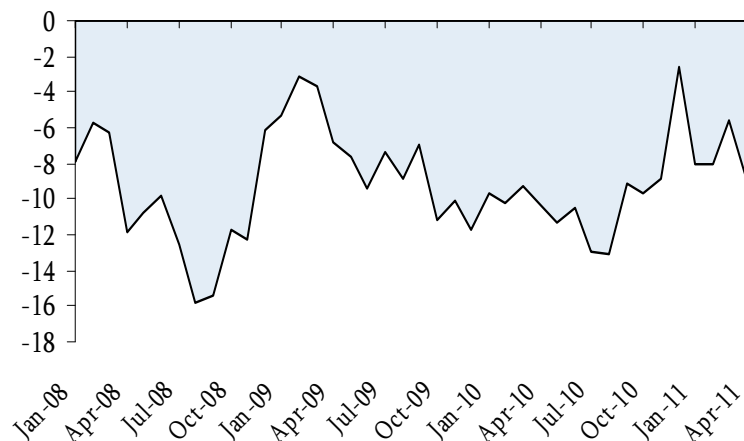


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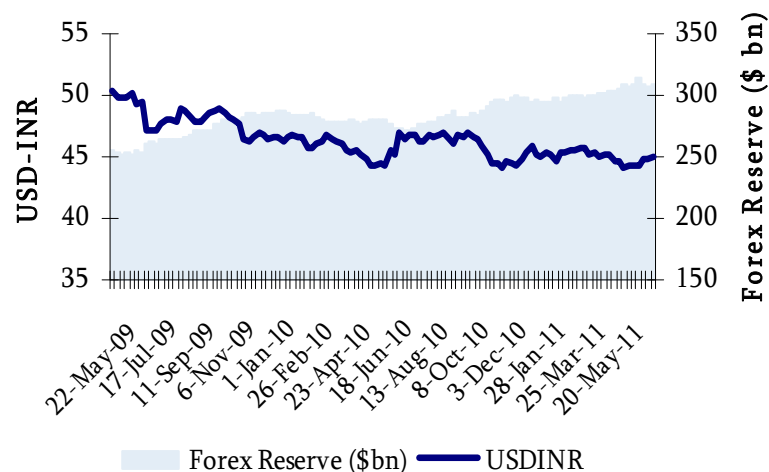
- India’s Domestic Commercial Vehicles sales increased by 8.2% to 53,202 units in April 2011 over the same month of last year. Medium & Heavy Commercial Vehicles (M&HCVs) registered growth at 0.7% YoY and Light Commercial Vehicles grew at 14.4% YoY during the month.
- In the month of Apr 11’, Tourist Arrivals in India increased by 17.7% YoY to 4.17 lakh against 5.07 lakh in the month of Mar 11’.



Trade Balance



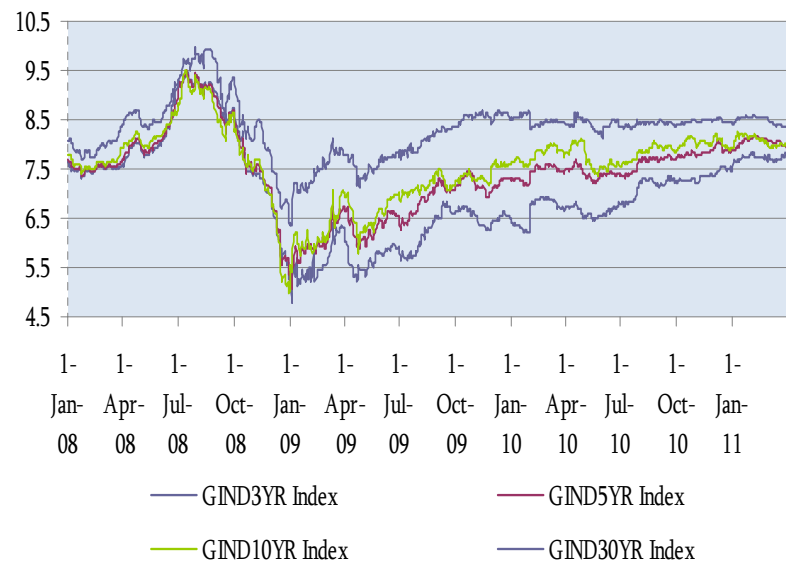
Forex Reserves vs USD-INR



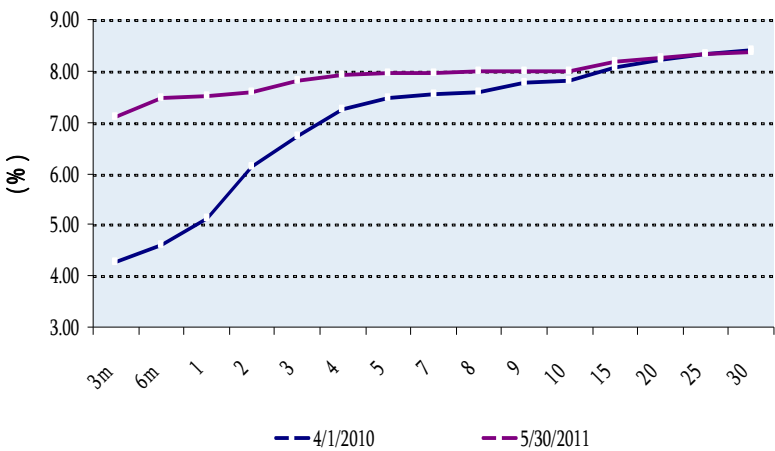
- India's trade deficit increased sharply to USD8.99 billion in Apr 11' from USD5.61 billion in the previous month, mainly due to the increase in oil import bills. In INR terms, trade deficit increased to INR398,670 million in Apr 11' against INR252,320 million in Mar 11'. Going forward, exports growth may soften due to the slowdown in demand from developed countries. However, India's diversified exports base and rising trade with the emerging market economies will continue to support demand for Indian exports. On the negative front, if international crude oil prices remain high along with higher domestic inflation, then the import bills are likely to widen further, posing a risk to trade deficit numbers.
- In May 11', India's rupee depreciated for the first time since Jan 11'. On a Monthly basis, INR depreciated by 1.90% against USD from 44.2194 to 45.0600.
- India's foreign-exchange reserves increased to USD308.53 billion in the week ended May 20, 11'. Foreign-currency assets increased to USD277.20 billion, while India's gold reserves remained unchanged at USD23.79 billion.

Government Bond Yields

- Bonds yields were range bound after edging higher early in the month, reflecting investor unease over more monetary tightening in the offing to rein in stubbornly high inflation.
- The market has factored in a 25 basis points increase in key rates at the central bank's policy review on June 16, and traders are awaiting a decision on diesel price hike that could further pressure inflation and hurt bonds.



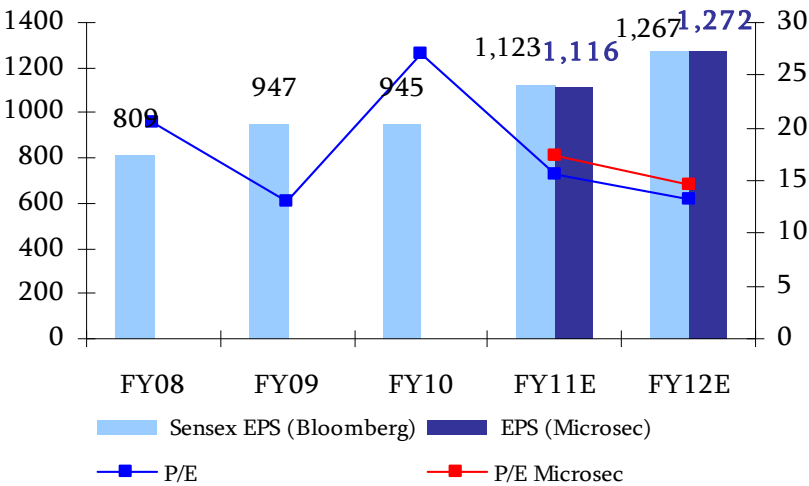
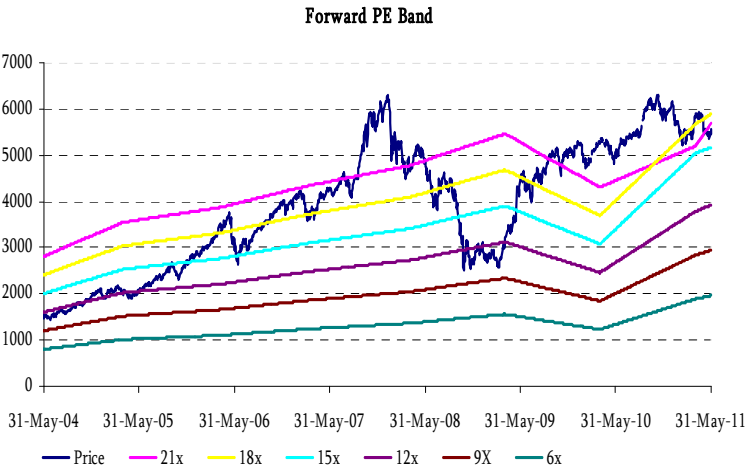
Government Bond Yield Curve



Source: Bloomberg, Microsec Research

Going Forward

- We believe the Indian stock market is inexpensive in terms of valuation as fundamental deterioration for 1-year forward earnings has already been factored into the market. Downgrades of earnings for FY12 due to rising inflation and interest rates are happening now but market corrected before the expectation of slowdown in earnings. Since the expected erosion in corporate earnings is event led by rising commodities prices, we believe moderation of these prices may recoup the lost ground. However, monsoon will also determine the direction of agricultural output and farm income which may give direction to the market. The RBI mid quarter review on policy changes on 16/06/11 is an important event to watch.
- Bank stocks have corrected sharply following the credit policy, mixed 4Q earnings and concerns of a likely slowdown in loan growth and increase in NPAs in response to rising rates. However, private banking space can be accumulated with a long term horizon as they are least affected in earnings. Indian markets may trade in a narrow range of 14-15.5x FY12E price to earnings in the medium term perspective, which means Nifty levels of 5336-5900. *HDFC Bank, Bharti Airtel, Bajaj Auto, ITC, L&T, Tube Investment, Exide, Engineers India, Godrej Ind. LICHF, Bata, Tata Chem, Coromandel Int. remain top picks.*



Source: Bloomberg, Microsec Research

Projections

Automobile

Company	P/E (x)		P/BV (x)		EV/EBITDA (x)	
	FY12	FY13	FY12	FY13	FY12	FY13
Hero Honda Motors	16.49	14.6	8.60	6.96	12.05	10.65
Bajaj Auto	12.90	11.81	4.53	3.07	9.71	9.26
Mahindra & Mahindra	11.58	10.51	2.39	2.3	9.38	8.78
Maruti Suzuki India	12.82	10.72	2.13	1.8	7.81	6.55
Tata Motors	6.99	6.31	2.52	1.87	4.52	4.03
Average	12.16	10.79	4.03	3.20	8.69	7.85

Cement

Company	P/E (x)		P/BV (x)		EV/EBITDA (x)	
	CY11	CY12	CY11	CY12	CY11	CY12
ACC	17.14	14.49	2.77	2.48	9.24	7.93
Ambuja Cements	16.85	14.67	2.62	2.36	9.33	8.27
Ultratech Cement (FY)	16.49	13.75	2.78	2.53	9.87	8.46
Average	16.83	14.30	2.72	2.46	9.48	8.22

Metals

Company	P/E (x)		P/BV (x)		EV/EBITDA (x)	
	FY12	FY13	FY12	FY13	FY12	FY13
Hindalco Industries	9.99	8.37	1.39	1.22	6.68	5.66
JSW Steel	10.24	7.74	1.19	1.03	5.65	4.71
Tata Steel	8.2	6.44	1.45	1.19	6.31	5.39
NALCO	13.61	12.85	1.49	1.44	8.89	8.12
SAIL	9.32	7.80	1.37	1.18	5.20	4.12
Sterlite Industries	8.15	6.77	1.19	1.05	4.37	3.62
Average	9.92	8.33	1.35	1.19	6.18	5.27

Projections

Oil & Gas

Company	P/E (x)		P/BV (x)		EV/EBITDA (x)	
	FY12	FY13	FY12	FY13	FY12	FY13
BPCL	12.26	11.2	1.38	1.27	8.54	7.5
Cairn India	6.79	6.11	1.34	1.13	4.94	4.53
GAIL	13.61	12.61	2.42	2.14	8.67	7.81
ONGC	9.16	8.69	1.82	1.63	4.14	3.94
Reliance Industries	13.07	11.52	1.72	1.51	8.52	7.75
HPCL	10.17	7.64	0.92	0.85	10.94	9.11
IOC	8.95	8.22	1.26	1.14	8	7.53
Average	10.57	9.43	1.55	1.38	7.68	6.88

Power

Company	P/E (x)		P/BV (x)		EV/EBITDA (x)	
	FY12	FY13	FY12	FY13	FY12	FY13
NTPC	13.95	12.39	1.87	1.70	10.26	8.6
NHPC	15.00	12.41	1.10	1.04	11.11	9.27
Tata Power	12.59	11.64	1.91	1.67	8.04	6.71
Power Grid Corp.	15.08	12.95	1.83	1.6	9.41	8.09
Average	14.16	12.35	1.68	1.50	9.71	8.17

Realty

Company	P/E (x)		P/BV (x)		EV/EBITDA (x)	
	FY12	FY13	FY12	FY13	FY12	FY13
DLF	20.11	16.47	1.47	1.36	13.67	11.87
Unitech	10.38	8.10	0.75	0.68	10.25	8.24
Average	15.25	12.29	1.11	1.02	11.96	10.06

Projections

Financials

Company	P/E (x)		P/BV (x)		ROE (%)	
	FY12	FY13	FY12	FY13	FY12	FY13
SBI	9.14	7.30	1.50	1.28	17.16	18.44
ICICI Bank	18.36	15.36	2.09	1.91	11.90	13.00
Axis Bank	13.23	10.96	2.41	2.05	19.56	20.2
PNB	6.58	5.47	1.44	1.19	23.08	23.07
HDFC Bank	22.42	17.7	3.81	3.28	18.00	19.30
Average	13.95	11.36	2.25	1.94	17.94	18.80

Engineering & Capital Goods

Company	P/E (x)		P/BV (x)		EV/EBITDA (x)	
	FY12	FY13	FY12	FY13	FY12	FY13
L&T	19.71	16.60	3.60	3.08	12.11	10.25
BHEL	13.75	12.14	3.82	3.10	8.83	7.86
Crompton Greaves	16.59	14.47	4.10	3.33	11.08	9.66
Siemens Ltd. (SY)	28.72	24.30	7.36	5.93	18.92	15.38
Average	19.69	16.88	4.72	3.86	12.74	10.79

Telecom

Company	P/E (x)		P/BV (x)		EV/EBITDA (x)	
	FY12	FY13	FY12	FY13	FY12	FY13
Bharti Airtel Ltd.	17.79	13.56	2.52	2.16	8.20	6.99
R.Com	12.74	9.27	0.42	0.41	6.90	6.10
Idea	27.49	28.32	1.85	1.74	9.02	7.19
Average	19.34	17.05	1.60	1.44	8.04	6.76

Projections

Infrastructure & Construction

Company	P/E (x)		P/BV (x)		EV/EBITDA (x)	
	FY12	FY13	FY12	FY13	FY12	FY13
IVRCL Infra	8.22	7.29	0.61	0.55	6.29	5.38
HCC	30.49	22.61	1.32	1.28	8.39	7.41
Punj Lloyd	15.48	9.87	0.72	0.69	6.67	5.73
Gammon India	12.66	8.86	0.59	0.55	6.80	5.85
Nagarjuna Const	8.08	6.83	0.84	0.78	7.94	6.74
GMR Infra	55.62	21.38	1.61	1.43	15.25	10.71
Average	21.76	12.81	0.95	0.88	8.56	6.97

IT

Company	P/E (x)		P/BV (x)		EV/EBITDA (x)	
	FY12	FY13	FY12	FY13	FY12	FY13
Infosys Tech.	19.82	16.56	4.91	4.06	13.79	11.60
TCS	21.96	18.55	7.09	5.64	15.96	13.53
Wipro	18.69	15.91	3.93	3.32	15.01	12.74
Average	20.16	17.01	5.31	4.34	14.92	12.62

Pharma

Company	P/E (x)		P/BV (x)		EV/EBITDA (x)	
	FY12	FY13	FY12	FY13	FY12	FY13
Sun Pharmaceuticals	23.87	20.07	4.45	3.76	20.5	17.45
Dr. Reddy's	19.54	17.36	4.46	3.66	14.72	13.18
Cipla	22.31	18.91	3.44	3.01	16.54	13.97
Ranbaxy*	20.94	15.76	3.52	2.87	14.32	11.24
Average	21.67	18.03	3.97	3.33	16.52	13.96

Projections

FMCG						
Company	P/E (x)		P/BV (x)		EV/EBITDA (x)	
	FY12	FY13	FY12	FY13	FY12	FY13
HUL	27.18	23.99	19.96	17.12	20.43	18.21
ITC	24.69	21.35	8.37	7.67	16.06	13.91
Emami ltd.	23.36	19.82	8.00	6.63	20.38	17.46
Colgate-Palmolive	25.51	22.54	25.63	24.04	19.20	16.94
Nestle India	43.41	33.52	31.42	22.89	25.29	20.39
Dabur India	29.29	24.89	11.96	9.38	21.55	18.49
Average	28.91	24.35	17.56	14.62	20.49	17.57

Initiating Coverage Reports

Name of the Company	Date of Report	Rating	Recommended Price	CMP as on 31/05/2011	Return (%)
LIC Housing Finance	21 Jun 08'	TA/BP	278.00	1,444.00	419.42%
Cummins India	4 July 08'	H	228.00	688.15	201.82%
REC Ltd. (19/05/09)	05 Sep 08'	TA/BP	99.00	144.00	45.45%
Onmobile Global (8/04/09)	27 Feb 09'	TA/BP	229.25	312.20	36.18%
Reliance Communications (5/09/09)	05 Sep 08'	DC	393.95	292.05	-25.87%
Idea (21/06/09)	21 June 08'	DC	104.85	80.85	-22.89%
Emami Limited #	26 May 09'	TA/BP	139.00	389.00	179.86%
Dolphin Offshore (12/01/10)	26 Sep 09'	TA/BP	258.00	440.00	70.54%
Himdari Chemicals #	13 Nov 09'	H	33.40	39.50	18.26%
Bharat Electronics (31/03/11)	2 Nov 09'	H	1,427.85	1,683.30	17.89%
Neyveli Lignite (31/05/11)	4 May 10'	DC	147.45	104.90	-28.86%
Yes Bank (31/05/11)	20 Feb 10'	BP	229.50	300.35	30.87%
Hindusthan National Glass	13 Jan 10'	H	217.00	207.00	-4.61%
NIIT (31/03/11)	28 Jan 10'	DC	68.20	58.75	-13.86%
JSW Energy	17 Jun10'	H	128.35	70.30	-45.23%
Rallis India	12 Aug 10'	H	1,298.35	1,417.15	9.15%
Kewal Kiran (12/10/10)	18 Aug 10'	TA/BP	382.00	495.00	29.58%
Escorts Ltd. (05/10/10)	23 Aug 10'	TA/BP	180.50	234.00	29.64%
Phillips Carbon	21 Aug 10'	TA/BP	198.50	240.00	20.91%
Siyaram Silk (11/11/10)	24 Aug 10'	TA/BP	331.00	431.00	30.21%

Note: CMP in red is frezed from the coverage as on dated adjacent to the company name

TA/BP - Target Achieved & Book Profit

DC - Dropped Coverage

H - Hold

(#) - Adjusted price

Initiating Coverage Reports

	Date of Report	Rating	Recommended Price	CMP as on 31/05/2011	Return (%)
GE Shipping (02/11/10)	24 Aug 10'	TA/BP	302.00	348.00	15.23%
Coromandel International	31 Aug 10'	TA/BP	528.75	651.00	23.12%
Dewan Housing	8 Sep 10'	H	277.50	251.20	-9.48%
Gruh Finance	8 Sep 10'	H	399.00	411.20	3.06%
Elgi Equipment (26/10/10)	10 Sep 10'	TA/BP	135.40	161.00	18.91%
Orient Paper	11 Sep 10'	H	61.95	59.70	-3.63%
Eimco Elecon	15 Sep 10'	H	313.20	235.00	-24.97%
ONGC	21 Sep 10'	H	340.02	281.60	-17.18%
Bharti	21 Sep 10'	H	365.50	374.15	2.37%
Mahindra & Mahindra#	29 Dec 09'	H	526.15	672.15	27.75%
Adhunik Metaliks Limited	7 Aug 09'	H	96.15	86.10	-10.45%
Mirza International (11/11/10)	30 Sep 10'	TA/BP	17.00	26.00	52.94%
Tube Investments	07 Oct 10'	H	148.00	133.55	-9.76%
Oil India	08 Oct 10'	H	1490.90	1286.35	-13.72%
HPCL	08 Oct 10'	H	514.55	379.95	-26.16%
IOC	08 Oct 10'	H	422.35	327.00	-22.58%
Bajaj Finance	29 Oct 10'	H	774.45	620.00	-19.94%
Indian Overseas Bank	19 Nov 10'	H	155.00	142.25	-8.23%
Tata Chemical	22 Nov 10'	H	378.00	380.05	0.54%
Aditya Birla Nuvo	06 Dec 10'	H	743.00	896.95	20.72%

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Initiating Coverage Reports

	Date of Report	Rating	Recommended Price	CMP as on 31/05/2011	Return (%)
IDBI Bank	07 Dec 10'	H	161.00	134.25	-16.61%
IFCI	08 Dec 10'	H	60.00	48.30	-19.50%
Bharat Forge	11 Dec 10'	H	371.25	319.50	-13.94%
Shree Renuka (31/05/11)	21 Dec 10'	DC	95.10	62.20	-34.60%
Tata Elxsi	22 Dec 10'	H	291.00	245.15	-15.76%
Sintex Ind	23 Dec 10'	H	179.60	192.65	7.27%
Dish Tv	24 Jan 11'	H	60.95	78.35	28.55%
REC	10 Feb 11'	H	238.00	212.75	-10.61%
Whirlpool India (31/03/11)	09 Mar 11'	TA/BP	238.00	274.00	15.13%
Mirza International	09 Mar 11'	H	19.00	22.55	18.68%
Engineers India	09 Mar 11'	H	296.35	262.20	-11.52%
National Peroxide	01 Apr 11'	TA/BP	504.00	579.00	14.88%
Navneet Publications	14 Apr 11'	H	63.00	62.05	-1.51%
Exide	19 Apr 11'	H	140.05	159.85	14.14%
Vesuvius Ind	27 Apr 11'	H	371.45	348.90	-6.07%

Note: CMP in red is frezed from the coverage as on dated adjacent to the company name

TA/BP - Target Achieved & Book Profit

DC - Dropped Coverage

H - Hold

(#) - Adjusted price

Diwali 2010 Picks

Name of the Company	Rating	Recommended Price as on 04/11/2010	CMP as on 31/05/11	Return (%)
BHEL	H	2484.95	1944.10	-21.77%
JK Lakshmi Cement	H	63.40	47.45	-25.16%
Rallis India	H	1440.00	1417.15	-1.59%
Balmer Lawrie	H	654.15	571.00	-12.71%
Graphite India	H	93.55	93.95	0.43%
IOC	H	419.00	327.00	-21.96%
Jay Bharat Maruti	H	108.00	81.60	-24.44%
Max India	H	160.25	168.20	4.96%
Mirza International	H	19.20	22.55	17.45%
Tube Investments	H	157.00	133.55	-14.94%
Va Tech Wabag	H	1670.00	1280.00	-23.35%
Returns				-11.19%
CNX500		5170.75	4492.90	-13.11%
Nifty		6281.80	5560.15	-11.49%

Auto Ancillary Picks

Name of the Company	Rating	Recommended Price as on 10/11/2009	CMP as on 31/05/11	Return (%)
Amara Raja Batteries	BP	156.35	211.10	35.02%
Apollo Tyre	BP	52.15	68.85	32.02%
Bharat Forge	H	272.90	319.50	17.08%
Bosch Ltd.	BP	4366.50	7042.35	61.28%
Ceat Ltd.	DC	155.35	99.20	-36.14%
Exide Ind	H	112.30	159.85	42.34%
Federal-Mogul Goetze	BP	133.85	256.75	91.82%
Returns				34.77%
CNXMCAP		6997.75	8064.80	15.25%
Nifty		4881.70	5560.15	13.90%

Stocks are booked profits as on 31/05/2011

Note: BP - Book Profits

DC - Dropped coverage

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