

Daily Market Outlook

11th Jan '2011

Global Equity Indices		
World Indices	Last Traded	Change
BSE Sensex	19,224.12	-2.38%
S&P Nifty	5,762.85	-2.40%
Dow Jones	11,674.76	-0.19%
Nasdaq	2,703.17	-0.25%
S&P 500	1,276.56	0.50%
FTSE 100	5,949.12	-0.59%
CAC 40	3,803.01	-1.62%
Nikkei 225	10,541.04	0.11%
Hang Seng	23,527.26	-0.67%
Shanghai	2,792.38	-1.64%
Taiwan Taiex	8,817.88	0.40%

Market Summary

Indian market witnessed steep fall with almost all sectors closed in red. Banking, Realty, Auto and capital Goods were major losers while IT lost less comparatively. The Sensex closed at 19224, down 467 points from its previous close, and Nifty shut shop at 5762, down 141 points. The CNX Midcap index was down 2.4% and the BSE Smallcap index was down 2.9%. The market breadth was negative with advances at 162 against declines of 1161 on the NSE. The top Nifty gainers were ACC, Infosys and Bharti Airtel and prime losers included HDFC Bank, Kotak Mahindra Bank, Hindalco and BHEL. **The FII's were net sellers with sales worth Rs 1138.78 Cr (prov. cash market fig)**

Market Outlook

In the next session, NIFTY has a strong support zone around 5690-5710. A bounce back in NIFTY from this level is expected, traders are suggested to avoid fresh short if NIFTY sustains above the given support zone. However, 5850 may act as a resistance level. Auto, FMCG and CEMENTS may appear strong comparatively while banking heavy weights along with Real-estate may face some more selling pressure.

BSE Sector Indices		
Indices	Last Traded	Change
AUTO	9,283.75	-2.14%
BANKEK	12,137.39	-3.00%
Con. Durables	5,912.18	-3.26%
Capital Goods	14,165.33	-3.52%
FMCG	3,591.20	-1.41%
HealthCare	6,522.69	-2.17%
IT	6,669.28	-0.17%
METAL	16,506.94	-2.58%
OIL&GAS	10,204.12	-2.99%
POWER	2,845.19	-2.87%
PSU	8,885.02	-2.46%
REALTY	2,570.94	-3.55%
TECK	3,922.11	-0.36%

	LTP	S3	S2	S1	R1	R2	R3
NIFTY	5762	5600	5690	5710	5811	5850	5911
SENSEX	19224	18500	18800	19000	19500	19750	19880



Trading Strategy

S.N.	TRADE	SCRIP SYMBOL	ENTER	STOP LOSS (Rs)	TARGET (Rs)
1	Sell	Bank Nifty Fut	Around 10780-800	Above 10880	10680-10540
2	Sell	Nifty Fut	Below 5745	Above 5775	5715-5690
3	Sell	HDFC Bank Fut	Below 2140	Above 2166	2110-2090
4	Sell	Relinfra Fut	Around 823-825	Above 840	800-785
5	Sell	Axis bank Fut	Below 1250	Above 1263	1235-1222
6	Sell	Ibrealst (Rs)	Around 124	Above 128	119-115
7	Sell	Herohonda (Rs)	Below 1766	Above 1800	1730-1700
8	Sell	Educomp (Rs)	Below 485	Above 494	475-466

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

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

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

Date	FII's & DII Flow (BSE+NSE)		
	FII's	DII's	Net Inflow
6-Jan-11	-213.8	-338.05	-551.85
5-Jan-11	-92.4	-101.75	-194.15
4-Jan-11	779.3	-491.57	287.73
3-Jan-11	427.5	-124.01	303.49
31-Dec-10	616.7	-121.77	494.93
30-Dec-10	2352.7	-848.29	1504.41

Expected Bullish Stocks

RECLTD	ACC	HPCL	IOC	FEDERALBANK	PNB
BHARTIARTL	INFOSYSTCH	PATNI	SRTANSFIN	BOB	DABUR
GLAXO	ULTRATECH	HCC	LITL	UBL	FINANTECH

Expected Bearish Stocks

APOLLOTYRE	HDFCBANK	SBIN	ICICIBANK	AXISBANK	BAJAJ-AUTO
MARUTI	HEROHONDA	DLF	KOTAKBANK	ADANIENT	SYNDIBANK
UNITECH	IBREALEST	UNIPHOS	LICHSGFIN	GLENMARK	ABAN

Follow-up for Technical Calls given as on 10th Dec'10

S.N.	TRADE	SCRIP SYMBOL	ENTER	STOP LOSS	TARGET	RESULT
1	Sell	Bank Nifty Fut	Below 11040	Above 11100	10980-10900	BOTH TARGET HIT
2	Sell	Nifty Fut	Below 5861	Above 5886	5835-5815	BOTH TARGET HIT
3	Sell	BPCL Fut	Below 614	Above 621	607-600-595	1 st TARGET HIT
4	Sell	Maruti Fut	Below 1338	Above 1350	1326-1313	1 st TARGET HIT
5	Sell	Tatachem Fut	Around 380-382	Above 388	370-360	1 st TARGET HIT
6	Buy	Rajeshexpo (Rs.)	Above 140	Below 137	143-146	NOT EXECUTED
7	Sell	Tataelxsi (Rs.)	Below 280	Above 286	274-260	NOT EXECUTED
8	Sell	Sesagoa (Rs.)	Around 335-337	Above 341	329-322	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			

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

- TATA Steel has achieved its target of 708

Corporate Highlights

- **Indraprastha Gas Ltd** posted its unaudited results on Monday with a net profit of Rs 67.19 crore, up 14.02% for the December 2010 quarter as against a net profit of Rs 58.93 crore in the same period a year ago.
- **Reliance MediaWorks** will this week open the first phase of the country's most modern studio that may woo several Hollywood and European filmmakers with its affordable international-standard production facilities.
- Anil Ambani-led **Reliance Power** have signed the power purchase agreement with the state-owned NTPC for its upcoming 100 MW solar power project at Jaisalmer in Rajasthan. Reliance Power signed the Power Purchase Agreement with NTPC Vidyut Vypar Nigam Ltd (NVVNL), a wholly-owned subsidiary of NTPC for its 100 MW Solar Thermal Power Project.
- **Subex** has been awarded a major managed services-cum-license contract worth \$12 million by a global telecom service provider, for its industry leading ROC Data Integrity Management solution. The Managed Services portion is for 3 years and is renewable at the end of that period.

Economic Updates

Union finance minister Pranab Mukherjee said that India has done well in recovering its growth momentum from the impact of global financial crisis and external shocks the country was poised to register a 9% growth by the end the current fiscal . He said that the GDP growth in the first two quarters of 2010-11 had touched 8.9% after an average of 7% in the last two years and hoped that the growth momentum would be retained till the end of the financial year.

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Forthcoming Results

11-Jan-11	Goa Carbon	Pasupati Acry	Pfizer	VTM
	Wyeth			
12-Jan-11	Arms Paper	Coromandel Intl	Hazoor Multi	Maharashtra Elek
	Shreejal Info	ARO Granite	Geojit Bnp	Jay Bharat Marut
	Sea Gold Aqua			

Forthcoming Corporate Actions

Scrip Name	Ex-Date	Purpose
Elgi Rubber	11 Jan 2011	Amalgamation
Shoppers Stop	12 Jan 2011	Stock Split from Rs. 10/- to Rs. 5/-
RR Fin	13 Jan 2011	BONUS 1:1

Forthcoming dividends

Scrip Name	Ex-Date	Amount
Garware Offsh	12 Jan 2011	2nd Interim Dividend
Nicco Parks	12 Jan 2011	Dividend
Automotive Axle	17 Jan 2011	Final Dividend
Siemens	18 Jan 2011	Dividend
Siemens Health	19 Jan 2011	Dividend

Global Scenario: US Data

Date	Statistic	For	Actual	Market Expects	Prior	Remarks
6-Jan	Initial Claims	1-Jan	409K	405K	391K	Increased
6-Jan	Continuing Claims	25-Dec	4103K	4070K	4150K	Decreased
7-Jan	Nonfarm Payrolls	Dec	103	150K	71K	Increased
7-Jan	Nonfarm Private Payrolls	Dec	113K	162K	79K	Increased
7-Jan	Unemployment Rate	Dec	9.4	9.70%	9.8	Decreased
7-Jan	Hourly Earnings	Dec	0.10%	0.10%	0.00%	Increased
7-Jan	Average Workweek	Dec	34.3	34.3	34.3	Same
7-Jan	Consumer Credit	Nov	\$1.3B	-\$2.5B	\$7.0B	Decreased
11-Jan	Wholesale Inventories	Nov	-	1.3	1.90%	-
12-Jan	MBA Mortgage Purchase Index	7-Jan	-	NA	2.30%	-
12-Jan	Export Prices ex-ag.	Dec	-	NA	0.80%	-

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12-Jan	Import Prices ex-oil	Dec	-	NA	0.80%	-
12-Jan	Crude Inventories	8-Jan	-	NA	-4.16M	-
12-Jan	Treasury Budget	Dec	-	NA	-\$91.4B	-
12-Jan	Fed's Beige Book	Jan	-	-	-	-

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

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