

## 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

India and Global Strategy Report  
India Economy Report  
Company Result Expectation  
Company Result Analysis

### 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

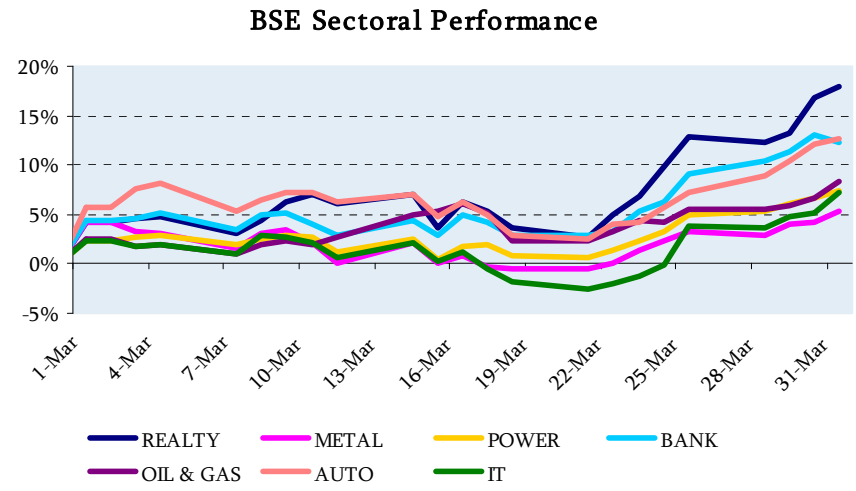
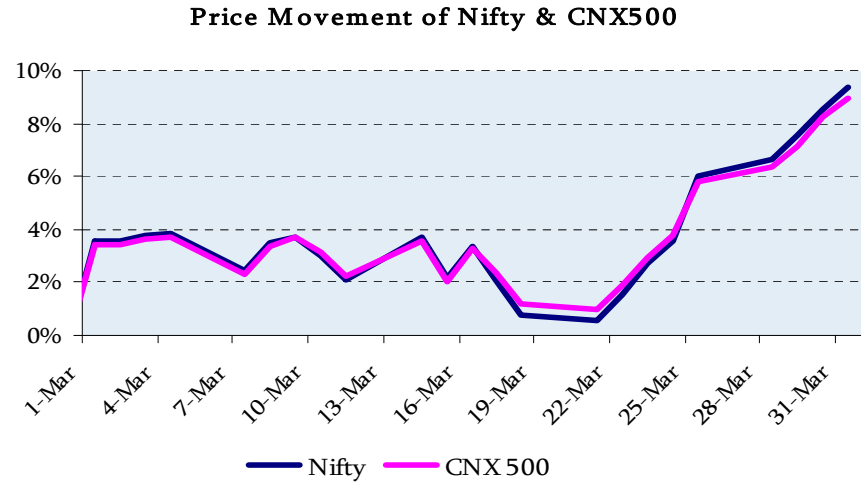


Key Highlights

- Indian stock market surged during Mar-11, with Nifty registering a stupendous rise of 9.38% and CNX 500 increased by 8.93%.
- Inflation concerns, fiscal worries, higher oil and other commodity prices, Natural calamities (Japan) and expectations of negative earnings momentum have weighed on Indian stock market during the first half on Mar-11. However, these developments seem to have factored in as market witnessed a spectacular rally during the last two weeks. Encouraging macro-economic data, positive global cues and heavy buying by foreign funds boosted sentiments. Sentiments towards the market also improved due to the deal of International Paper and Andhra Pradesh Paper which is likely to re-rate companies in manufacturing sectors like Paper, Cement, Textiles, Sugar and Chemicals.
- Monthly returns of major BSE Sectoral Indices are:
 

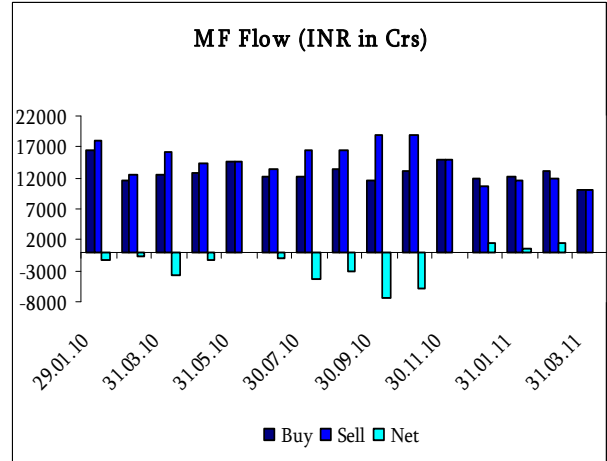
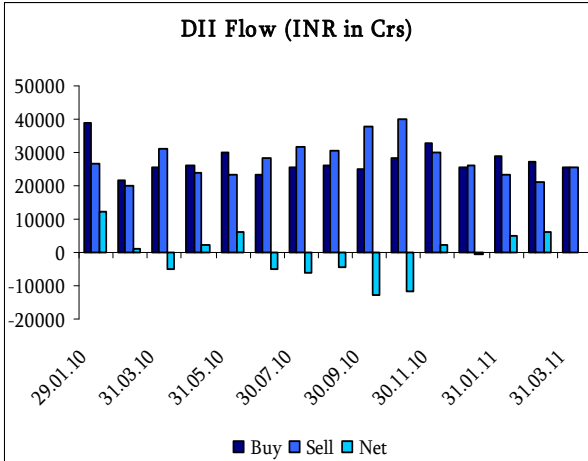
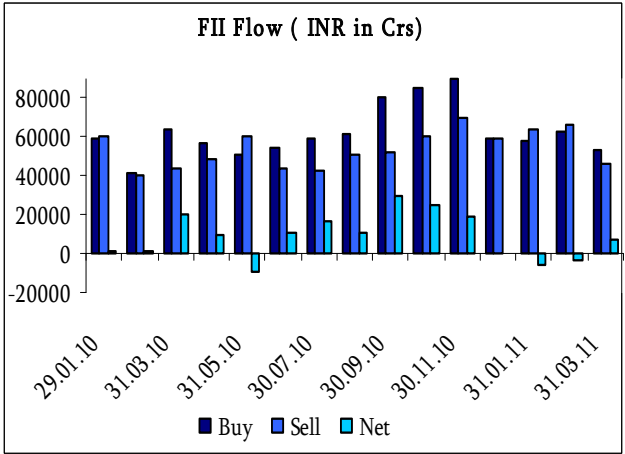
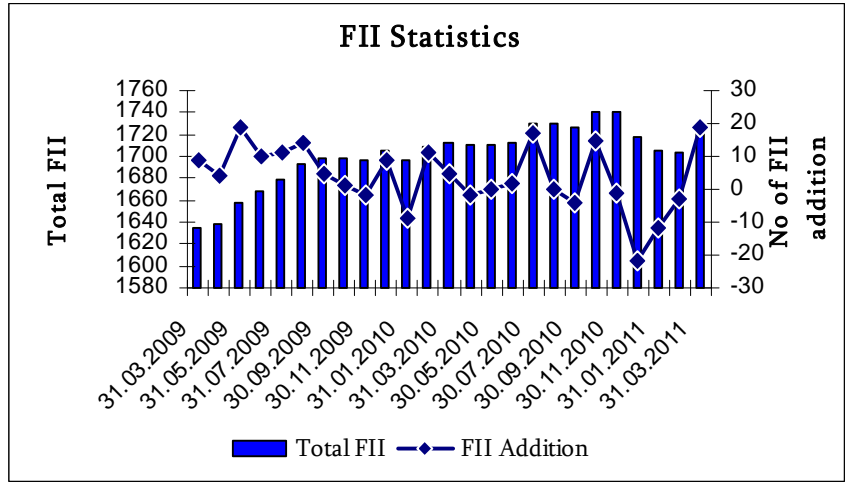
IT +7.23%,	Oil & Gas +8.26%
Realty +17.93%,	Auto +12.58%,
Bank +12.33%,	Metal +5.29% and
Power + 7.48%.	

Source: Bloomberg, Microsec Research



Domestic and Foreign Institution

- FIIs were net buyer of INR6897.8 crs in equity segment in the month of Mar-11. In FY11 they were the net buyers of INR110,120.70cr compared to INR110,219.8 cr for FY10.
- DIIs were net buyers of INR57.71 cr in the month of Mar-11. In FY11 they were the net sellers of INR18,349.82 crs whereas they were net buyers of INR24,178.18 cr for FY10.



Source: NSE, SEBI, Bloomberg, Microsec Research

## Global Markets Returns

Particulars	1M %	3M %	6M %	1YR %	3 YR %
NSE S&P CNX NIFTY INDEX	9.38	(4.90)	(3.25)	11.14	23.22
BSE SENSEX 30 INDEX	9.10	(5.19)	(3.11)	10.94	24.29
KOSPI INDEX	8.63	2.72	12.49	24.45	23.63
PSEi - PHILIPPINE SE IDX	7.66	(3.48)	(1.10)	28.25	35.87
RUSSIAN RTS INDEX \$	3.56	15.24	35.31	29.74	(0.67)
FTSE STRAITS TIMES INDEX	3.17	(2.64)	0.27	7.56	3.27
DOW JONES INDUS. AVG	1.02	6.68	14.48	13.76	0.72
BRAZIL BOVESPA INDEX	0.97	(1.83)	(2.00)	(3.31)	11.60
TAIWAN TAIEX INDEX	0.97	(3.22)	5.41	9.64	1.29
HANG SENG INDEX	0.81	2.14	5.23	10.77	2.97
SHANGHAI SE COMPOSITE	0.79	4.27	10.26	(5.82)	(15.68)
MEXICO IPC INDEX	0.51	(3.48)	11.64	11.86	20.37
S&P 500 INDEX	0.08	5.62	16.39	13.58	0.42
NASDAQ COMPOSITE INDEX	(0.20)	4.67	17.23	15.80	21.84
FTSE 100 INDEX	(0.99)	0.59	6.95	4.49	4.08
CAC 40 INDEX	(2.75)	5.06	7.59	0.58	(15.08)
DAX INDEX	(3.09)	1.93	13.14	14.53	7.84
NIKKEI 225	(8.18)	(4.63)	4.12	(12.04)	(22.12)

## 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
<b>INDIAN MARKETS</b>												
SENSEX	1,122.89	17.32	1,267.61	15.34	1,489.37	13.06	5,785.06	3.40	6,327.29	2.69	8,423.95	2.34
NIFTY	336.56	17.33	386.74	15.08	452.84	12.88	1,778.69	3.31	1,941.53	2.63	2,567.61	2.28
<b>U.S. MARKETS</b>												
DOW JONES	868.71	14.22	970.17	12.75	1,081.64	11.42	4,406.24	2.80	4,889.37	2.53	5,474.13	2.26
NASDAQ	94.22	29.47	157.59	17.71	191.30	14.52	989.75	2.81	NA	NA	1,154.07	2.41
S&P 500	85.32	15.57	96.97	13.71	110.40	12.03	577.36	2.30	630.49	2.11	696.33	1.91
MEXICO	2,102.63	17.70	2,516.38	14.77	2,747.04	13.55	13,937.24	2.67	15,538.44	2.39	17,110.79	2.17
BRAZIL	5,887.82	11.56	6,266.85	10.82	7,290.58	9.33	39,934.97	1.70	44,366.80	1.53	48,428.59	1.40
<b>EUROPEAN MARKETS</b>												
FTSE	409.09	NA	569.51	10.51	632.96	9.38	3,154.43	1.88	3,476.42	1.71	3,889.43	1.53
CAC	333.42	11.99	383.57	10.42	429.39	9.31	3,093.40	1.29	3,205.36	1.25	3,452.16	1.16
DAX	548.80	NA	641.68	10.98	730.77	9.64	4,622.03	1.52	4,880.61	1.44	5,321.99	1.32
RUSSIAN RTS	211.50	9.65	30,981.00	6.56	329.23	6.20	1,503.48	1.36	1,714.35	1.19	2,035.94	1.00
<b>ASIAN MARKETS</b>												
NIKKEI	552.40	NA	667.74	16.74	805.57	12.11	7,634.08	1.28	7,965.66	1.22	9,034.15	1.08
HANG SENG	1,860.12	12.65	1,890.41	12.44	2,127.01	11.06	12,751.74	1.85	13,980.17	1.68	15,287.43	1.54
SINGAPORE	285.14	10.89	219.66	14.31	242.94	12.78	1,938.05	1.60	1,972.76	1.57	2,149.14	1.45
SHANGHAI	173.31	16.90	214.08	13.72	256.41	11.42	1,113.91	2.63	1,367.15	2.14	1,615.82	1.81
KOSPI	77.28	27.26	200.25	NA	226.62	NA	1,533.21	1.37	1,540.52	1.37	1,709.66	1.23
PHILIPPINE SE	305.91	13.26	308.43	13.13	343.17	11.82	1,732.50	2.34	1,974.76	2.05	2,194.90	1.85

Note: Data as on 31<sup>st</sup> March 2011

#Microsec estimated Sensex FY12 EPS at INR1272

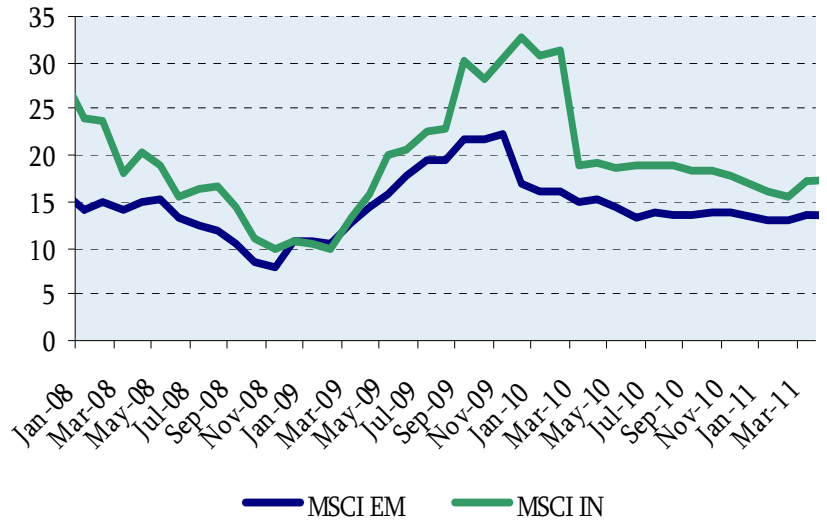
Source: Bloomberg

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

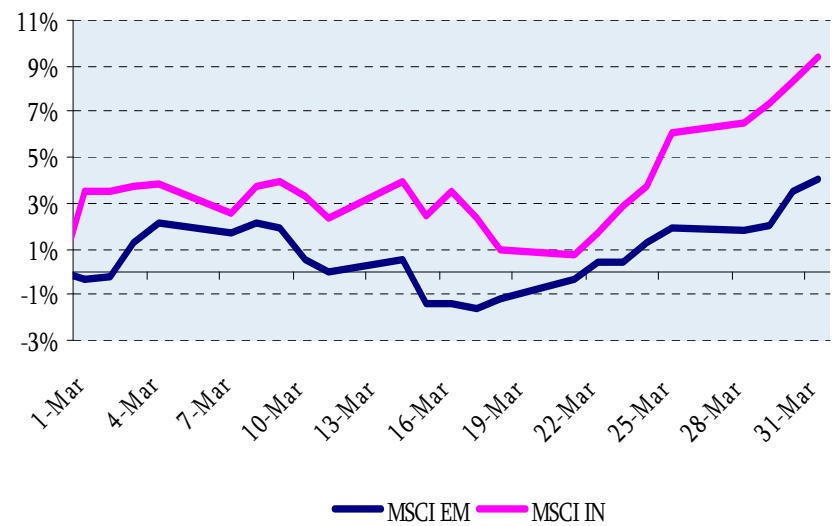
# MSCI India performance against other emerging markets

- 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 contracting and India is commanding only a marginal premium.
- On a monthly basis, relative returns of MSCI Indian Market have outperformed the MSCI Emerging Markets. MSCI India increased 9.44%, whereas MSCI EM rose 4.10% in absolute terms over the last one month.

India Premium to MSCI EM



Relative Returns (%)



Source: Bloomberg, Microsec Research

## MSCI Sectoral Performance

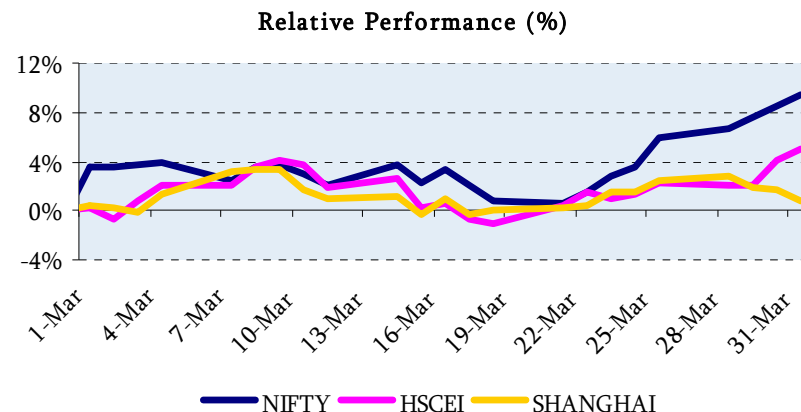
- MSCI India all sectors outperformed the U.S. and Global peers on monthly basis, while on quarterly basis all MSCI India sectors closed in negative territory.
- MSCI India Consumer Staple, Finance, Healthcare and IT have outperformed USA and Global sectors on yearly basis.

	India			USA			Global		
	1 M (%)	3 M (%)	1 Yr (%)	1 M (%)	3 M (%)	1 Yr (%)	1 M (%)	3 M (%)	1 Yr (%)
Consumer Staple	1.71	(7.24)	18.84	1.38	2.13	7.33	0.53	1.05	7.62
Energy	6.28	(2.52)	(1.16)	1.71	16.29	36.14	0.65	13.53	26.35
Finance	13.50	(3.67)	13.56	(2.20)	3.15	3.47	(3.18)	4.33	2.70
HealthCare	5.94	(8.99)	8.08	1.83	5.78	3.84	0.35	3.74	3.30
Industrial	8.29	(9.53)	1.51	1.32	7.97	20.03	0.50	6.13	18.69
IT	5.60	(5.51)	24.22	(2.23)	3.31	11.08	(3.09)	2.31	8.29
Material	6.92	(8.69)	(9.71)	1.53	4.23	22.35	(0.56)	1.32	18.72
Telecom	28.06	(24.46)	(35.98)	4.84	2.97	21.42	2.22	6.45	17.11
Utility	8.82	(11.74)	(14.99)	0.20	2.57	8.41	(3.91)	0.82	0.52

## Twin Pillars of Emerging Markets

- India and China registered PMI (Purchasing Managers Index) value of 57.9 and 53.4 respectively for the month of Mar 11'. In FY10-11 India's PMI has outperformed China in all 12 months.
- On a sequential basis, India's PMI was unchanged at 57.9 in Mar from Feb, the highest since Nov 10', while during the same period, China's PMI increased from 52.2 in Feb to 53.4 in Mar. The Mar 11' figure is the first gain after three consecutive months of decline since Dec 10'.
- China's HSCEI increased by 5.04% and domestic market (Shanghai composite) increased by 0.79% in the last one month. In comparison, Nifty substantially outperformed the former indices during the same period. Nifty increased by 9.38% during Mar 11'.

	PMI	
	INDIA	CHINA
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
Apr-10	57.2	55.7
Mar-10	57.8	55.1

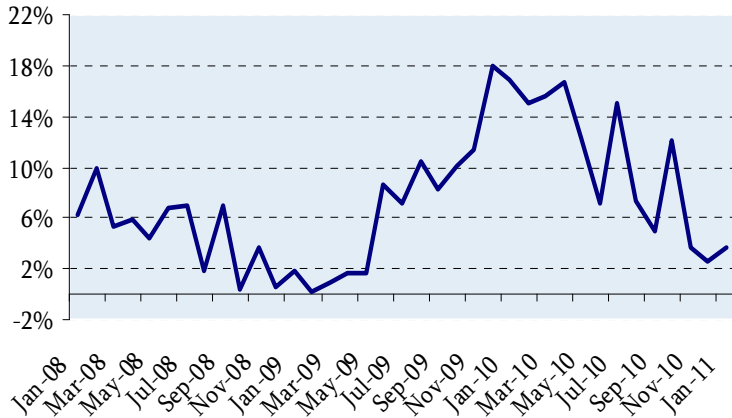




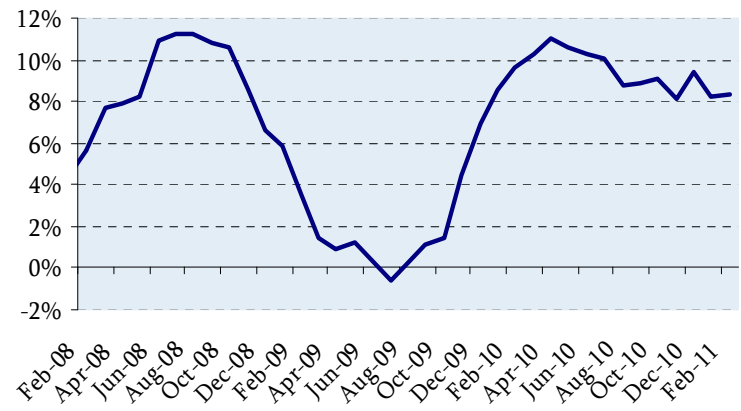
# India's Key Economic Indicators



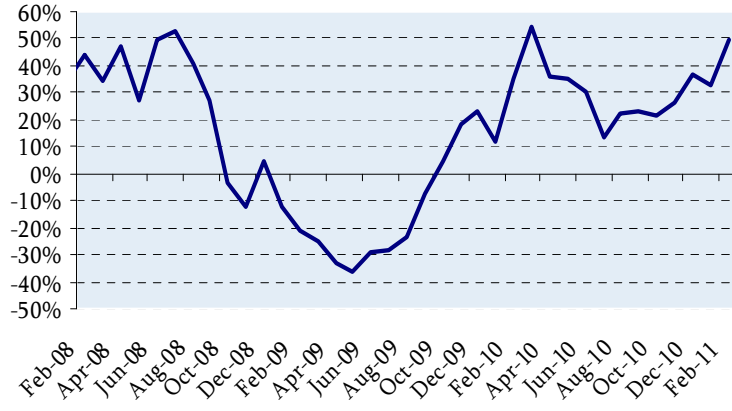
### IIP Trend (y-o-y %)



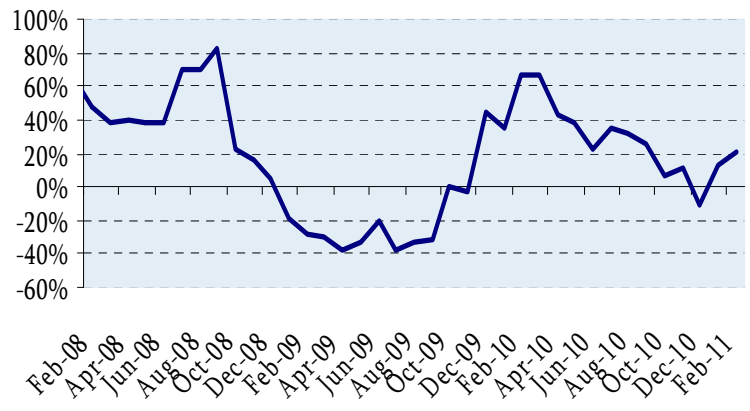
### Inflation Trend (y-o-y %)



### Export Trend (y-o-y %)



### Import Trend (y-o-y %)

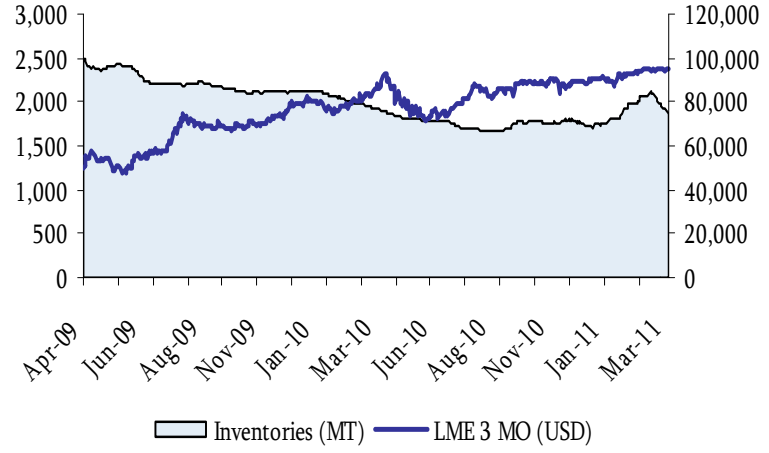


Source: Bloomberg, Microsec Research

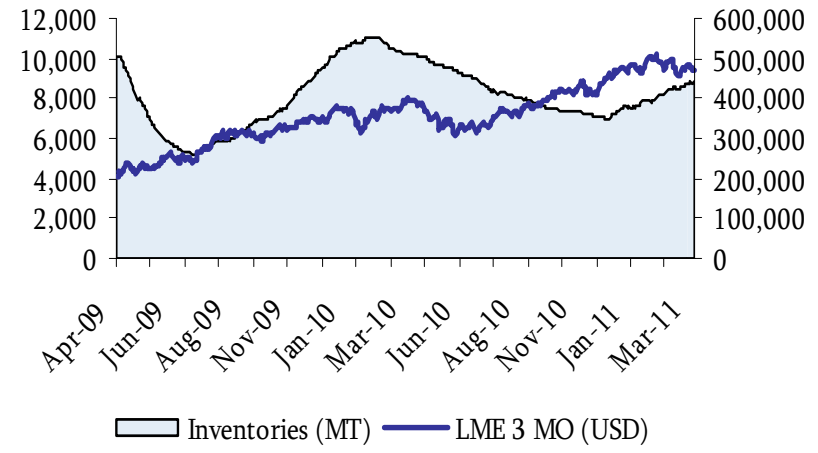
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- In their first joint intervention since 2000, the G-7 countries sold the yen to control Japan's currency as it's strength was hurting Japan's recovery after the Mar 11 natural disasters.
- The U.S. Federal Reserve in its FOMC meeting, decided to maintain benchmark interest rate in the range of 0-0.25%. It noted that the U.S. economy is on a firmer footing and overall conditions in the labour market appears to be improving gradually.
- The U.S. GDP growth rate for the Q4 of 2010 was revised up to 3.1%, from 2.8% reported earlier.
- The U.S. Industrial Production declined 0.1% in Feb 10' after having risen 0.3% in Jan.
- The U.S. Unemployment Rate slipped to a two-year low of 8.8% in Mar 11' from 8.9% in Feb.
- The U.S. Pending Home Sales rebounded sharply in Feb 11', after showing a decline in the previous two months. The Pending Home Sales index rose 2.1% to 90.8 from 88.9 in Jan 11'. However, the sale of Newly Built U.S. Homes hit its lowest level in Feb 11' since records began in 1963. Only 250,000 New Homes were sold in Feb, on a seasonally-adjusted annualized basis. Sales were down 17% from Jan, the third monthly fall in a row. The U.S. Existing Home Sales also fell 9.6% in Feb from the previous month.
- Japan's economy contracted more than initially estimated in Q4 of 2010. GDP shrank at an annualized 1.3% rate, more than the 1.1% contraction reported earlier.
- The U.K. GDP growth rate for Q4 of 2010 was revised to -0.5% from earlier estimate of 0.6% fall.

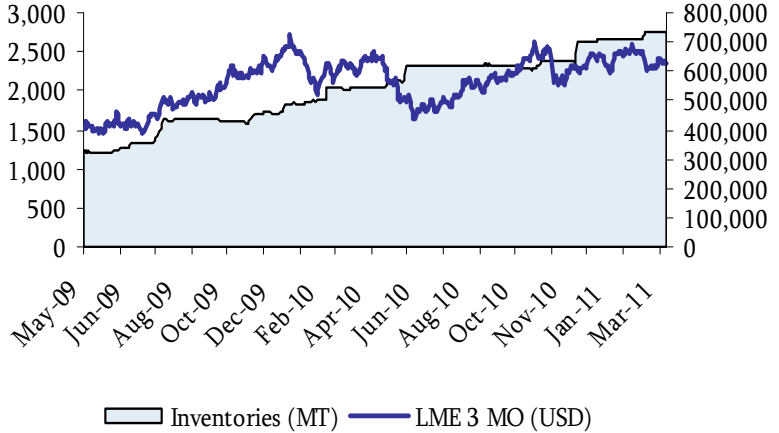
Aluminium



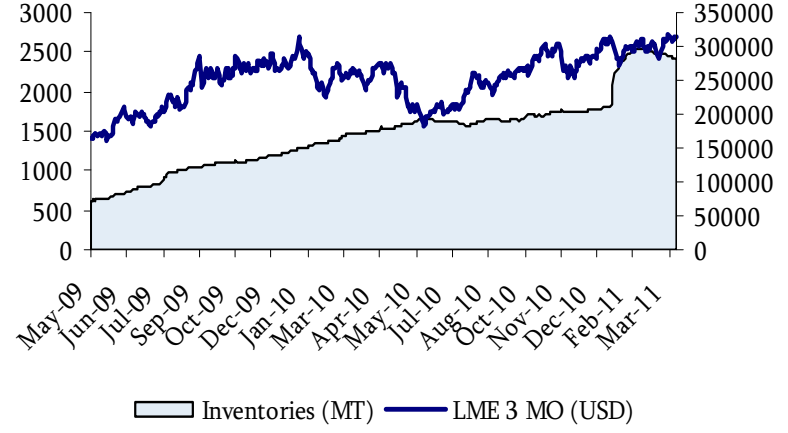
Copper



Zinc



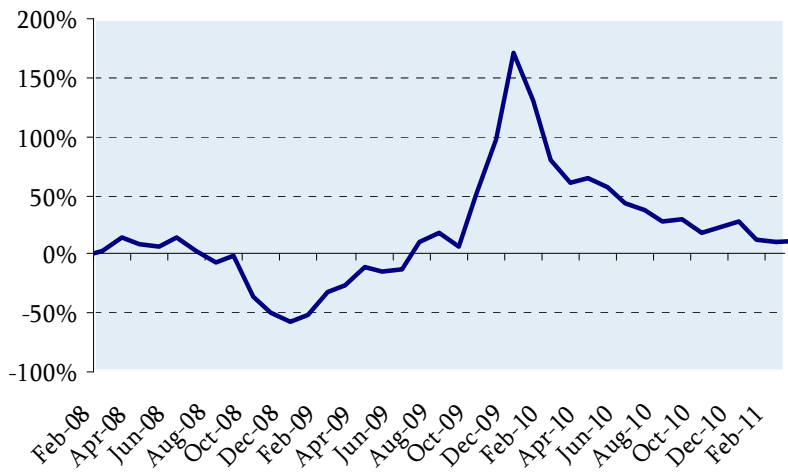
Lead



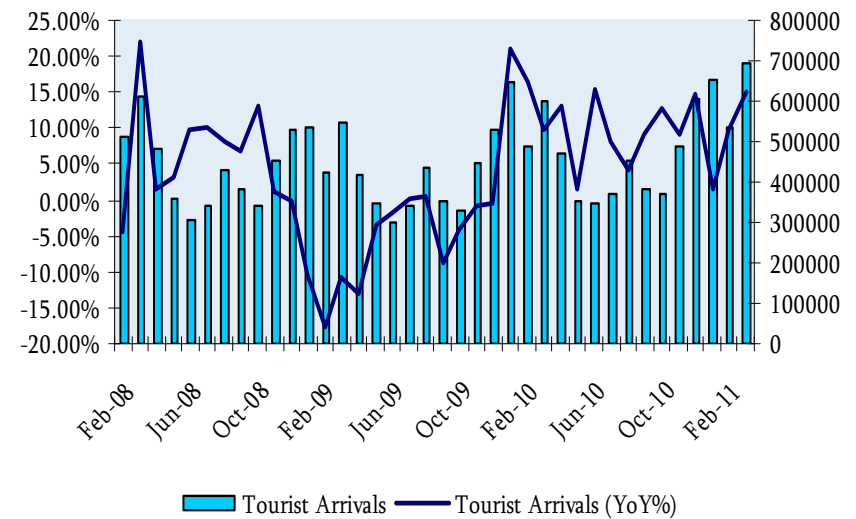
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- India's Commercial Vehicles sales increased by 10.5% YoY to 64,057 units in Feb 11' against 60,753 units in the previous month. Medium & Heavy Commercial Vehicles (M&HCVs) registered growth at 11.4% YoY and Light Commercial Vehicles grew at 9.7% YoY.
- In the month of Feb 11', Tourist Arrivals in India increased by 15.10% YoY to 6.92 lakh against 5.38 lakh in the month of Jan 11'.

Commercial vehicle sales (y-o-y%)

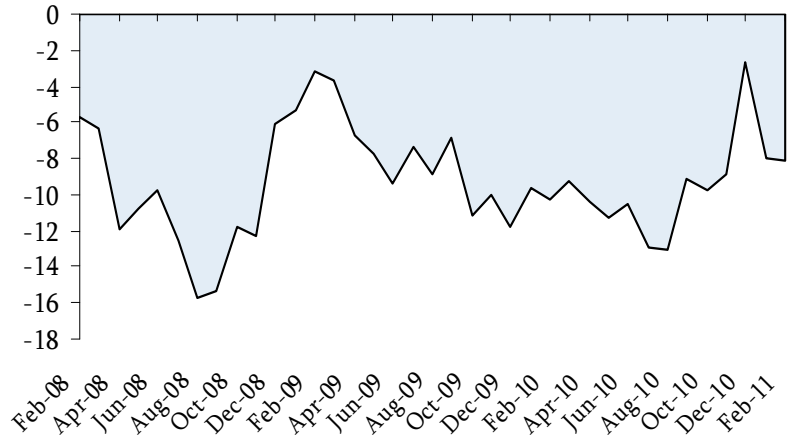


Tourist Arrivals

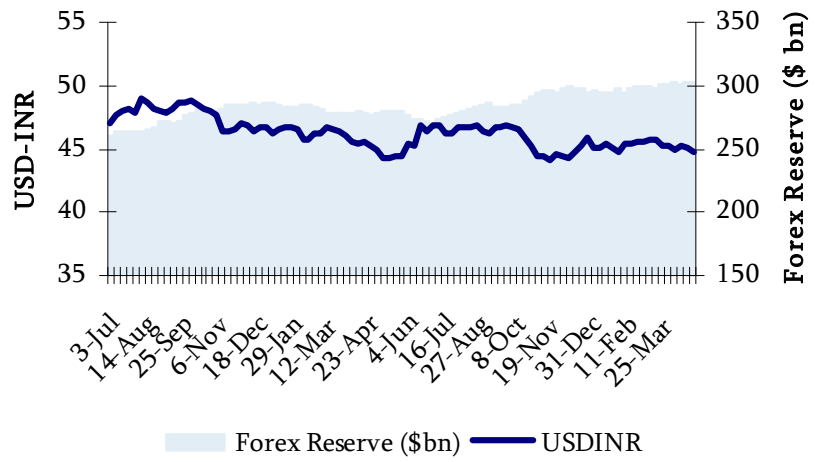


Source: Bloomberg, Microsec Research

Trade Balance



Forex Reserves vs USD-INR

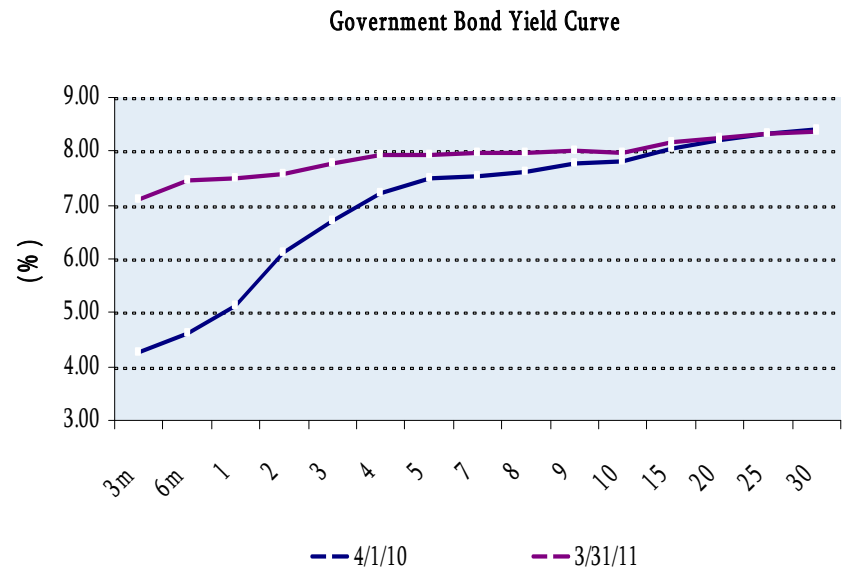
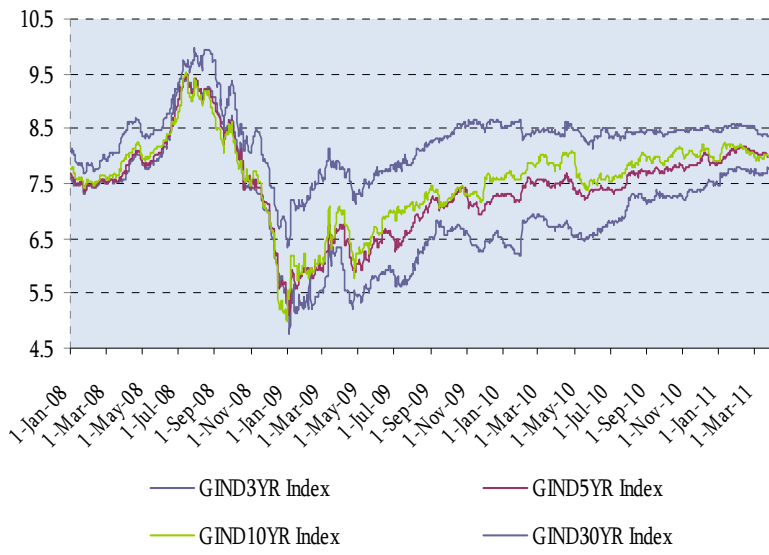


- Despite the robust exports numbers, India's trade deficit did not improve in Feb 11' as non-oil imports also jumped. Moreover, high oil prices, if sustained, are likely to widen the trade deficit in coming months. In Feb 11' trade deficit increased to USD8.10 billion vis-à-vis USD7.98 billion in the previous month. Trade deficit was USD10.41 billion in the same month of last year. In INR terms, trade deficit increased to INR368,220 million against INR362,300 million in Jan 11'. The overall trade deficit for the period Apr-Feb FY10-11 was USD97.07 billion (INR4,429,000 million) compared with USD100.25 billion (INR4,755,600 million) for the corresponding period of last year.
- In Mar 11', India's rupee appreciated for the second consecutive month on capital inflows. On a Monthly basis, INR appreciated by 1.51% against USD from 45.2708 to 44.5850. Fund inflows are also helping to offset the risks raised from the higher oil prices.
- India's foreign-exchange reserves fell by USD24 million to USD303.48 billion in the week ended Mar 25, 11'. Foreign-currency assets dropped by USD29 million to USD273.69 billion, while India's gold reserves remained unchanged at USD22.14 billion.

Source: Bloomberg, Microsec Research

# Government Bond Yields

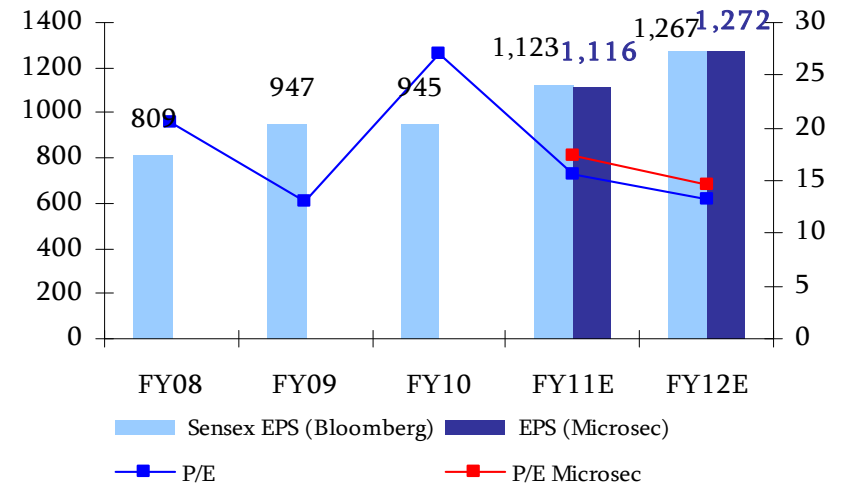
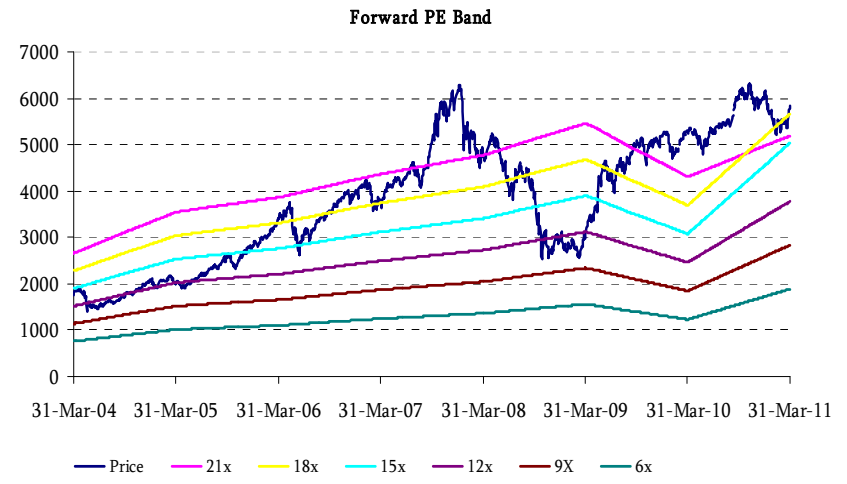
- Indian federal bond yields were range bound throughout Mar' 11 as absence of fresh triggers held traders back from taking large positions, but there was demand from banks to boost valuations before the financial year closing. The central bank will announce its annual monetary policy for the next fiscal year on May 3 and the data would be crucial for cementing expectations of a 25 basis points hike in key rates.
- The government has announced that they would borrow INR2.5 trillion (USD56 billion), or 60 percent of its FY11-12 year borrowing target of INR4.17 trillion (USD93 billion), by end-Sep 11', slightly below market expectations. This means yield would be in a range of 7.8-8.2 for the next 6 months too.



Source: Bloomberg, Microsec Research

Going Forward

- We believe markets may consolidate at these levels before making an upward move in the second half of the year, aided by better clarity on the investment cycle, visible steps by the government on controlling inflation and outcomes of upcoming state elections. Further, Union Budget 2011-12 proposed allocation would kick-start on ground in FY12 to propel further growth. We believe the moves by the government on policy measures may fuel growth in future, for instance the moves towards the New Manufacturing Policy and the UID program is likely to fuel growth.
- Given most of the bad news such as high inflation, fiscal worries, higher oil prices, Natural calamities (Japan) and negative earnings momentum seem factored in, we believe it is time to look at selective mid-cap companies. The appetite of global companies to buy Indian companies has fuelled interest in equities once again. US based International Paper buyout of Andhra Paper, BP's stake buy RIL exploration interests are signals of appetite in Indian companies.
- Indian markets may trade in a range of 14-15.50x FY12E price to earnings in the medium term perspective, which means Nifty levels of 5600-5980 for the month of April-11. Buy Tata Motors, SBI, SAIL, Tata Chemicals and ITC in large cap and IFCI, DCW, Mirza Tanners in mid cap.



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	13.12	11.48	5.08	3.98	11.41	9.65
Mahindra & Mahindra	13.19	11.29	2.90	2.33	8.37	8.16
Maruti Suzuki India	13.15	10.88	2.18	1.83	7.17	6.09
Tata Motors	7.92	7.02	2.70	2.02	5.38	4.78
Average	11.85	10.17	3.22	2.54	8.08	7.17

### Cement

Company	P/E (x)		P/BV (x)		EV/EBITDA (x)	
	CY11	CY12	CY11	CY12	CY11	CY12
ACC	19.27	16.4	2.92	2.64	10.48	9.04
Ambuja Cements	18.23	16.33	2.83	2.59	10.10	9.17
Ultratech Cement (FY)	18.24	15.43	2.56	2.24	9.02	7.7
Average	18.58	16.05	2.77	2.49	9.87	8.64

### Metals

Company	P/E (x)		P/BV (x)		EV/EBITDA (x)	
	FY12	FY13	FY12	FY13	FY12	FY13
Hindalco Industries	10.33	8.82	1.48	1.32	6.05	5.18
JSW Steel	8.97	6.9	1.12	0.94	6.47	5.49
Tata Steel	8.26	6.46	1.61	1.31	6.21	5.35
NALCO	12.23	10.84	1.43	1.25	9.41	8.75
SAIL	10.32	9.10	1.63	1.45	5.68	4.67
Sterlite Industries	7.80	6.91	1.23	1.1	4.45	3.67
Average	9.65	8.17	1.42	1.23	6.38	5.52



## Projections

### Oil & Gas

Company	P/E (x)		P/BV (x)		EV/EBITDA (x)	
	FY12	FY13	FY12	FY13	FY12	FY13
BPCL	11.47	10.03	1.33	1.21	8.18	7.17
Cairn India	7.66	6.54	1.42	1.2	5.94	5.2
GAIL	13.98	12.65	2.58	2.3	8.28	7.38
ONGC	8.79	8.97	1.7	1.69	4.28	4.06
Reliance Industries	14.12	12.22	1.87	1.66	9.08	8.03
HPCL	7.64	7.10	0.85	0.80	7.06	6.23
IOC	8.46	7.97	1.27	1.14	6.52	6.08
Average	10.30	9.35	1.57	1.43	7.05	6.31

### Power

Company	P/E (x)		P/BV (x)		EV/EBITDA (x)	
	FY12	FY13	FY12	FY13	FY12	FY13
NTPC	16.02	14.21	2.15	1.97	10.82	9.13
NHPC	15.70	12.68	1.12	1.05	10.06	8.46
Tata Power	13.62	12.38	2.06	1.79	8.19	6.92
Power Grid Corp.	14.76	12.27	1.83	1.67	9.72	7.93
Average	15.03	12.89	1.79	1.62	9.70	8.11

### Realty

Company	P/E (x)		P/BV (x)		EV/EBITDA (x)	
	FY12	FY13	FY12	FY13	FY12	FY13
DLF	19.53	15.7	1.55	1.45	13.79	11.61
Unitech	10.66	8.21	0.83	0.75	10.31	8.06
Average	15.10	11.96	1.19	1.10	12.05	9.84

## Projections

### Financials

Company	P/E (x)		P/BV (x)		ROE (%)	
	FY12	FY13	FY12	FY13	FY12	FY13
SBI	10.61	8.60	1.64	1.42	16.52	17.70
ICICI Bank	18.55	15.08	2.14	1.95	12.10	13.60
Axis Bank	14.31	12.08	2.65	2.25	20.27	20.53
PNB	7.11	5.92	1.58	1.30	23.85	23.73
HDFC Bank	24.43	20.05	3.72	3.24	16.30	17.30
Average	15.00	12.35	2.35	2.03	17.81	18.57

### Engineering & Capital Goods

Company	P/E (x)		P/BV (x)		EV/EBITDA (x)	
	FY12	FY13	FY12	FY13	FY12	FY13
L&T	18.73	15.62	3.57	3.05	12.08	9.94
BHEL	14.75	12.77	4.06	3.29	9.30	8.18
Crompton Greaves	16.60	14.23	4.18	3.35	10.96	9.42
Siemens Ltd. (SY)	25.73	21.52	6.01	4.82	15.88	13.24
Average	18.95	16.04	4.46	3.63	12.06	10.20

### Telecom

Company	P/E (x)		P/BV (x)		EV/EBITDA (x)	
	FY12	FY13	FY12	FY13	FY12	FY13
Bharti Airtel Ltd.	16.32	12.65	2.43	2.07	5.35	4.53
R.Com	14.10	10.56	0.50	0.48	7.43	6.48
Idea	28.41	17.06	1.68	1.55	7.11	5.85
Average	19.61	13.42	1.54	1.37	6.63	5.62

## Projections

### Infrastructure & Construction

Company	P/E (x)		P/BV (x)		EV/EBITDA (x)	
	FY12	FY13	FY12	FY13	FY12	FY13
IVRCL Infra	7.87	8.16	0.82	0.62	6.87	5.59
HCC	13.54	7.42	1.29	NA	10.39	9.18
Punj Lloyd	12.19	8.94	0.67	0.65	6.24	5.34
Gammon India	12.15	8.92	0.71	0.66	6.84	5.99
Nagarjuna Const	5.47	4.45	0.73	0.95	4.19	4.90
GMR Infra	53.92	19.61	1.70	1.42	15.57	10.36
Average	17.52	9.58	0.99	0.86	8.35	6.89

### IT

Company	P/E (x)		P/BV (x)		EV/EBITDA (x)	
	FY12	FY13	FY12	FY13	FY12	FY13
Infosys Tech.	21.64	17.88	5.64	4.57	15.22	12.77
TCS	22.74	19.16	7.31	5.75	16.47	13.88
Wipro	19.60	16.83	4.24	3.54	15.48	13.27
Average	21.33	17.96	5.73	4.62	15.72	13.31

### Pharma

Company	P/E (x)		P/BV (x)		EV/EBITDA (x)	
	FY12	FY13	FY12	FY13	FY12	FY13
Sun Pharmaceuticals	22.3	19.02	4.12	3.49	19.37	16.14
Dr. Reddy's	19.17	17.03	4.40	3.56	14.01	12.47
Cipla	20.97	18.08	3.35	2.93	15.66	13.5
Ranbaxy*	12.73	16.83	2.24	1.85	8.23	9.97
Average	18.79	17.74	3.53	2.96	14.32	13.02

## Projections

FMCG						
Company	P/E (x)		P/BV (x)		EV/EBITDA (x)	
	FY12	FY13	FY12	FY13	FY12	FY13
HUL	25.86	22.58	17.85	15.44	19.16	17.12
ITC	23.55	20.34	7.37	6.53	15.19	13.10
Emami ltd.	20.56	17.49	7.09	5.84	17.30	14.58
Colgate-Palmolive	22.74	19.73	22.03	18.31	17.26	14.78
Nestle India	30.23	26.72	24.56	12.72	19.02	16.93
Dabur India	23.13	19.95	9.81	7.53	17.42	15.01
Average	24.35	21.14	14.79	11.06	17.56	15.25

## Initiating Coverage Reports

Name of the Company	Date of Report	Rating	Recommended Price	CMP as on 31/03/2011	Return (%)
LIC Housing Finance	21 Jun 08'	TA/BP	278.00	1,444.00	419.42%
Cummins India	4 July 08'	H	228.00	687.90	201.71%
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	43.60	30.54%
Bharat Electronics	2 Nov 09'	H	1,427.85	1,683.30	17.89%
Neyveli Lignite	4 May 10'	H	147.45	104.05	-29.43%
Yes Bank	20 Feb 10'	H	229.50	309.60	34.90%
Hindusthan National Glass	13 Jan 10'	H	217.00	208.00	-4.15%
NIIT (31/03/11)	28 Jan 10'	DC	68.20	58.75	-13.86%
JSW Energy	17 Jun10'	H	128.35	71.65	-44.18%
Rallis India	12 Aug 10'	H	1,298.35	1,311.25	0.99%
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 31/03/2011	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	268.10	-3.39%
Gruh Finance	8 Sep 10'	H	399.00	355.05	-11.02%
Elgi Equipment (26/10/10)	10 Sep 10'	TA/BP	135.40	161.00	18.91%
Orient Paper	11 Sep 10'	H	61.95	55.55	-10.33%
Eimco Elecon	15 Sep 10'	H	313.20	234.30	-25.19%
ONGC	21 Sep 10'	H	340.02	291.30	-14.33%
Bharti	21 Sep 10'	H	365.50	357.40	-2.22%
Mahindra & Mahindra#	29 Dec 09'	H	526.15	700.35	33.11%
Adhunik Metaliks Limited	7 Aug 09'	H	96.15	92.00	-4.32%
Mirza International (11/11/10)	30 Sep 10'	TA/BP	17.00	26.00	52.94%
Tube Investments	07 Oct 10'	H	148.00	135.85	-8.21%
Oil India	08 Oct 10'	H	1490.90	1312.25	-11.98%
HPCL	08 Oct 10'	H	514.55	356.55	-30.71%
IOC	08 Oct 10'	H	422.35	332.85	-21.19%
Bajaj Finance	29 Oct 10'	H	774.45	700.00	-9.61%
Indian Overseas Bank	19 Nov 10'	H	155.00	143.80	-7.23%
Tata Chemical	22 Nov 10'	H	378.00	342.00	-9.52%
Aditya Birla Nuvo	06 Dec 10'	H	743.00	819.50	10.30%

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

TA/BP - Target Achieved & Book Profit

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(#) - Adjusted price

## Initiating Coverage Reports

	Date of Report	Rating	Recommended Price	CMP as on 31/03/2011	Return (%)
IDBI Bank	07 Dec 10'	H	161.00	142.45	-11.52%
IFCI	08 Dec 10'	H	60.00	52.60	-12.33%
Bharat Forge	11 Dec 10'	H	371.25	347.30	-6.45%
Shree Renuka	21 Dec 10'	H	95.10	69.60	-26.81%
Tata Elxsi	22 Dec 10'	H	291.00	253.90	-12.75%
Sintex Ind	23 Dec 10'	H	179.60	151.90	-15.42%
Dish Tv	24 Jan 11'	H	60.95	67.10	10.09%
REC	10 Feb 11'	H	238.00	253.70	6.60%
Whirlpool India (31/03/11)	09 Mar 11'	TA/BP	238.00	274.00	15.13%
Mirza International	09 Mar 11'	H	19.00	22.10	16.32%
Engineers India	09 Mar 11'	H	296.35	304.70	2.82%

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

## Brand Value Picks

Name of the Company	Rating	Recommended Price as on 19/08/2009	CMP as on 31/03/11	Return (%)
Hawkins Cooker	BP	367.00	895.25	143.94%
TTK Prestige	BP	157.40	2243.70	1325.48%
Greenply	BP	120.40	196.00	62.79%
Pidilite	BP	70.05	149.65	113.63%
Emami	BP	195.60	389.00	98.88%
Castrol	BP	228.85	441.45	92.90%
Bajaj Electricals	BP	111.24	234.50	110.81%
Bata India	H	162.00	391.20	141.48%
Blue Star	BP	345.15	369.00	6.91%
Zodiac	BP	200.00	384.35	92.18%
Navneet	BP	34.88	54.60	56.54%
<b>Returns</b>				<b>204.14%</b>
CNX500		3665.75	4626.45	26.21%
Nifty		4458.90	5833.75	30.83%

*BP: Book Profit*

*Note: All BP are as on 31/03/11 except Emami*



## PSU Picks

Name of the Company	Rating	Recommended Price as on 22/09/2009	CMP as on 31/03/11	Return (%)
BEL	BP	1434.95	1683.30	17.31%
Engineers India Ltd	BP	181.67	325.30	79.06%
CONCOR	BP	1134.15	1200.05	5.81%
Balmer Lawrie	H	480.00	548.85	14.34%
BEML	BP	1100.60	681.95	-38.04%
GMDC	BP	114.15	135.70	18.88%
REC	H	199.05	253.70	27.46%
Indian Bank	BP	161.00	232.75	44.57%
<b>Returns</b>				<b>21.17%</b>
BSE PSU		8796.38	8960.08	1.86%
Nifty		5020.20	5833.75	16.21%

*BP: Book Profit*

*Note: All BP are as on 31/03/11*

## Diwali 2010 Picks

Name of the Company	Rating	Recommended Price as on 04/11/2010	CMP as on 31/03/11	Return (%)
BHEL	H	2484.95	2062.65	-16.99%
JK Lakshmi Cement	H	63.40	50.75	-19.95%
Rallis India	H	1440.00	1311.25	-8.94%
Balmer Lawrie	H	654.15	548.85	-16.10%
Graphite India	H	93.55	93.25	-0.32%
IOC	H	419.00	332.85	-20.56%
Jay Bharat Maruti	H	108.00	76.95	-28.75%
Max India	H	160.25	159.75	-0.31%
Mirza International	H	19.20	22.10	15.10%
Tube Investments	H	157.00	135.85	-13.47%
Va Tech Wabag	H	1670.00	1259.10	-24.60%
<b>Returns</b>				<b>-12.26%</b>
CNX500		5170.75	4626.45	-10.53%
Nifty		6281.80	5833.75	-7.13%

**Auto Ancillary Picks**

Name of the Company	Rating	Recommended Price as on 10/11/2009	CMP as on 31/03/11	Return (%)
Amara Raja Batteries	H	156.35	189.75	21.36%
Apollo Tyre	H	52.15	69.55	33.37%
Bharat Forge	H	272.90	347.30	27.26%
Bosch Ltd.	H	4366.50	6708.50	53.64%
Ceat Ltd.	H	155.35	102.90	-33.76%
Exide Ind	H	112.30	142.75	27.11%
Federal-Mogul Goetze	H	133.85	203.00	51.66%
<b>Returns</b>				<b>25.81%</b>
CNXMCAP		6997.75	8040.15	14.90%
Nifty		4881.70	5833.75	19.50%

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