

24th April, 2007

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Market Statistics

Index	Closing	1 Day (%)	3 M (%)	6 M (%)
Sensex	13928	0.2	(0.8)	10.3
Nifty	4085	0.0	0.5	11.7
Sectoral Indices				
Mid-Cap	5702	0.1	(5.2)	7.1
Small-Cap	6971	(0.0)	(7.1)	7.8
Auto	4803	(0.6)	(14.3)	(9.7)
Health	3740	(1.4)	(2.4)	3.7
FMCG	1782	(1.6)	(8.8)	(10.8)
IT	5063	0.2	(4.7)	6.9
PSU	6349	(0.1)	3.2	9.4
Bankex	6882	(0.5)	(5.9)	12.8
Oil & Gas	7103	0.7	8.0	20.8
Metal	9897	2.0	11.2	10.9
Capital Goods	9771	(0.3)	4.8	15.2
World Indices				
	Closing	1 Day (%)	3 M (%)	6 M (%)
NASDAQ	2524	(0.1)	2.3	7.6
DOW	12919	(0.3)	2.4	6.5
Nikkei	17455	0.0	0.3	4.0
Hang Sang	20557	(0.0)	(1.0)	13.6
Indian ADR's (USD)				
	1 Day (%)	3 M (%)	6 M (%)	
VSNL	21.02	1.8	(4.4)	10.7
Infosys	53.61	(1.2)	(8.1)	4.1
Wipro	16.58	(1.2)	(4.4)	14.0
Satyam	25.36	(1.3)	6.5	17.2
Dr Reddy's Lab	16.85	(0.5)	(3.5)	7.5
Value Traded (Rs Cr) 23Apr07 (%)				
Cash BSE	4124.0	(4.6)		
Cash NSE	7695.3	(13.1)		
Derivatives	33404.8	(8.7)		
Net Inflows (Rs Cr) 22Apr07 MTD YTD				
FI	748.7	4278.9	4278.9	
Mutual Fund	192.4	137.0	137.0	
Advances/Declines (BSE) 23Apr07				
	A	B1	B2	Total
Advance	95	310	375	780
Decline	114	389	419	922
Unchanged	3	11	37	51
Commodity 23Apr07				
	1 Day (%)	3 M (%)	6 M (%)	
Crude (USD/Bbl)	67.4	(0.2)	21.3	17.2
Gold (USD/OZ)	686.8	(0.3)	5.8	17.1
Silver (USD/OZ)	13.9	(0.6)	5.3	18.0
Debt/Forex Market Closing 23Apr07				
	1 Day (%)	3 M (%)	6 M (%)	
Re/USD	41.66	0.3	5.8	8.2
10 yr Gsec Yield	8.09	0.3	2.8	5.7

Source: Bloomberg

Corporate Snippets

- Vedanta has bought Mitsui's 51% stake in Sesa Goa for nearly \$981 million. The offer price works out to about Rs 2,036 per share. –BS
- Japan's National Matsushita Electric has agreed to buy Mumbai-based Anchor Electricals. Matsushita would be paying Rs 2,000 crore for an 80% stake in Anchor. –BS
- Siemens Ltd has posted a net profit of Rs 108.05 crore for the second quarter ended March 2007, a drop of 8.30 per cent, as compared to Rs 117.82 crore shown during the same quarter in 2006. –BL
- Bharati Shipyard has bagged an order worth Rs 180 crore from UP Offshore (Bahamas) Ltd in a development that would mark the foray of the Indian firm into South America. –BL
- Maruti Suzuki has reduced the price of its products by up to Rs 5,000 following increased tax sops offered by Haryana, where its facilities are located. –BL
- Tata Power Company has announced the acquisition of Coastal Gujarat Power, a special purpose vehicle formed for Mundra Ultra Mega Power Project. –BS
- Indian Overseas Bank (IOB) has posted a net profit of Rs 1008.43 crore for the year ended March 31, 2007 (FY07) whereas the same was at Rs 783.34 crore for the year ended March 31, 2006 (FY06). –BS
- Indian Bank has posted a 50% jump in net profit at Rs 759.77 crore for the year ended March 31, 2007 (FY07) when compared with Rs 504.48 cr for the year ended March 31, 2006 (FY06). –BS
- Bank of India has posted a 60% jump in net profit at Rs 1123.17 crore for the year ended March 31, 2007 (FY07) when compared with Rs 701.44 crore for FY06. –BS
- Power Finance Corporation today reported a 1.24% rise in net profits at Rs 983 crore for the financial year 2006-07 as compared to Rs 971 crore during the previous year. –ET

Macro Economic & Geo-Political News

- The spot rupee zoomed to a new 9-year high on Monday driven by strong capital inflows. –BS

Top Five Gainers (NSE)	Price	Chg (%)	Vol (Mn)
Jet Airways India Ltd	727	5.8	1.9
Tata Steel Limited	557	4.5	7.0
Tata Power Company Limited	568	4.1	0.5
Videsh Sanchar Nigam Ltd	449	2.7	0.7
Reliance Energy Ltd	524	2.5	1.1

Top Five Losers (NSE)	Price	Chg (%)	Vol (Mn)
Suzlon Energy Limited	1145	(3.8)	0.6
ITC Ltd	156	(2.6)	7.6
Mahindra & Mahindra Limited	731	(1.7)	0.8
Mahanagar Telephone Nigam	162	(1.5)	1.1
Maruti Udyog Ltd	767	(1.5)	0.5

Source: ET = Economic Times, BS = Business Standard, FE = Financial Express, BL = Business Line, ToI: Times of India, BSE = Bombay Stock Exchange

FROM OUR RESEARCH DESK**Results Update**

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*Net sales grew by 33% YoY for Q4FY07**EBITDA margins improved by 380bps YoY for Q4FY07**Net profit grew by 37% YoY in Q4FY07**Robust economy growth supported the net sales growth for FY07***Kirloskar Oil Engines Limited****(Rs. 255, FY09E - P/E 11x, BUY with Target Price of Rs. 329)****Key Financials -**

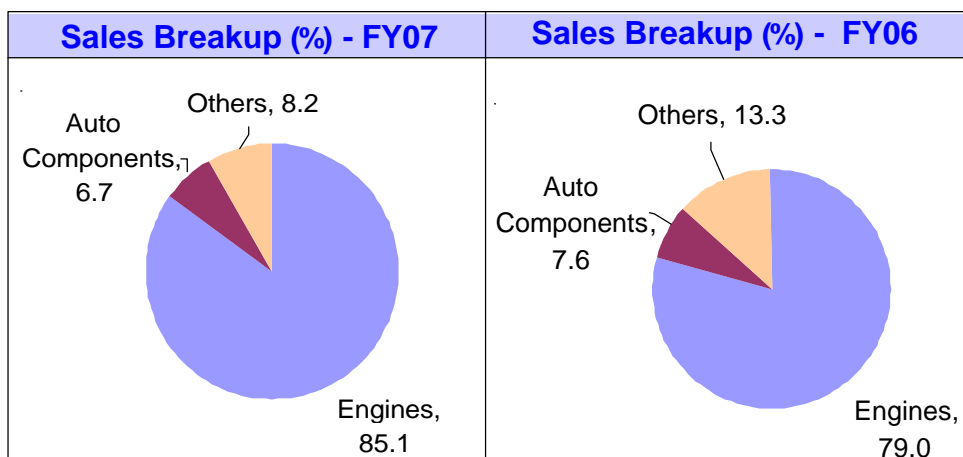
(Rs Mn)	Q4FY07	Q4FY06	YoY%	FY07	FY06	YoY%
Net Sales	5,542.2	4,183.8	32.5	19,383.8	14,437.9	34.3
Other Income	95.6	208.7	(54.2)	440.4	274.2	60.6
Total Income	5,637.8	4,392.5	28.4	19,824.2	14,712.1	34.7
Total Expenditure	4,766.7	3,757.2	26.9	17,191.2	12,850.1	33.8
EBIDTA	775.5	426.6	81.8	2,192.6	1,587.8	38.1
EBIDTA (%)	14.0	10.2	37.2	11.3	11.0	2.9
Interest	53.6	28.5	88.1	144.1	97.4	47.9
Depreciation	96.1	76.4	25.8	318.1	279.8	13.7
PBT	721.4	530.4	36.0	2,170.8	1,484.8	46.2
Provision for Tax	257.9	191.1	35.0	610.9	453.8	34.6
PAT	463.5	339.3	36.6	1,559.9	1,031.0	51.3
Extra ordinary items	83.8	-	-	224.2	974.9	77.0
Adjusted PAT	547.3	339.3	61.3	1,784.1	2,005.9	(11.1)
Equity Capital	194.2	194.2	-	194.2	194.2	-
EPS (Rs)	4.8	3.5	36.6	16.1	10.6	51.3

Source: Company

Robust growth continues

Kirloskar Oil Engines Ltd (KOEL) continues to grow at a robust pace and reported impressive Q4FY07 results. KOEL's net sales grew by 33% YoY to Rs5542mn on the back of strong performance of engine segment which grew by 40% YoY and auto component which grew by 13% YoY. KOEL during the year has hived off its castings division to Kirloskar Ferrous and due to which its revenue from other segment in Q4FY07 came down to Rs178mn compared to Rs533mn in Q4FY06.

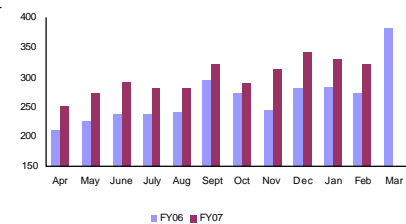
For full year i.e. FY07, net sales of KOEL grew by 34% YoY to Rs19,383mn, which is slightly better than our expectation. Engine segment grew robustly at 45% YoY followed by auto components segment at 17% YoY. However other segment showed a decline of 15% YoY mainly because of hive off of casting division during the year. We believe the strong industrial growth supported by construction; IT & ITES, telecom and mining have boosted the growth of diesel engines sales. IIP capital goods have registered strong growth of 18% YoY for the period of Apr-Feb 2007. For FY07 engine segment's contribution increased to 85% to total sales compared to 79% of total sales a year earlier.



Source: Company

Contd...

IIP - Capital Goods Growth



Source: CSO

EBITDA margins for FY07 improved marginally to 11.3%

KOEL is a market leader in non-auto diesel engines segment

KOEL to invest Rs5.5bn in new Kagal facility

EBITDA margins improves marginally for FY07

During Q4FY07 KOEL's EBITDA grew by 82% YoY mainly because of higher volumes, better product mix and lower employee & other expenditures. Its EBITDA margins for the quarter jumped significantly by 380bps YoY to 14%. We believe KOEL had booked higher raw material cost in Q3FY07 and it has partially supported margin improvement and we believe KOEL's overall EBITDA margins for FY08 to remain at 12%. For FY07 KOEL's EBITDA jumped by 38% YoY to Rs2193mn and EBITDA margins showed a marginal improvement of 31bps YoY to 11.3%. We believe KOEL improved its EBITDA margins in engine segment (mainly because of increased focus on mid and high engine segment), but reported a decline in EBITDA margins in auto component segment.

Net profit grows 51% YoY in FY07

KOEL's net profit for Q4FY07 jumped 37% YoY to Rs463mn and reported EPS of Rs4.77 for the quarter. For FY07 KOEL's adjusted net profit went up by 51% YoY to Rs1560mn. KOEL reported extra-ordinary income of Rs224mn which includes Rs5mn from redemption of preference shares from Kirloskar Ferrous, Rs3mn from surplus on hive off of casting division and Rs14mn on surplus on sale of shares of GG Dandekar, a group company. KOEL reported adjusted EPS of Rs16.06 for FY07.

Business Outlook and Valuation –

Kirloskar Oil Engines is a market leader in the non-automotive engines segment, which has been growing at around 18-20% from three years. We believe that rising demand from user segments like industrial, power generation, Industrial and marine applications coupled with an increase in exports would drive the top line and profitability growth for KOEL.

We believe that sustainability of demand from the Agri sector for mid and small sized engines and an equally good demand scenario for higher end engines from the Powergen, Industrial and marine application space, would mean that KOEL is likely to record a healthy 20% CAGR topline growth in its core business over the next 2 years (FY07-0E).

KOEL has announced that it has signed a MOU with the state of Maharashtra for setting up a facility to manufacture oil engines and diesel-based generator sets (DG sets) at Kagal MIDC in Kolhapur district. The facility would be spread over 160 to 200 acres of land of which 150 acres has already been handed over to KOEL by MIDC. KOEL will invest Rs5.5bn into the plant. The company has said to meet the growing demand from its domestic and global customers for engines, the company is investing in a green field world-class engine manufacturing plant. KOEL would raise Rs3.5bn through debts and rest would be raised through internal accruals. Manufacturing of DG sets would start from September 2008 and diesel engines from April 2008. The capacity will be stepped up in phases to 100,000 engines p. a.

We believe this new facility and EOU for the manufacturing of engine valves will be the growth drivers in the near future. But the huge capex (114% of FY06 gross block) announced by KOEL could impact the return ratios marginally of the company in near future.

Growth drivers intact -

Products	Application	Demand Driver
Small Engines (Upto 20HP)	Agriculture	Good Monsoon
	Telecom, IT & ITES	Robust subscriber gr
	Retail Genset	Power Supply Gap
Medium Engines (20-830HP)	Construction	Housing, IT/ITES/SEZs
	Manufacturing -Tractors	Agri and good monsoon
	Material Handling	IIP gr
	Genset	Power Supply Gap
Large Engines (830-11000HP)	Marine	Defence/Shipping
	Gensets	IIP gr
Auto Component	Manufacturing - Auto & Industrial OEMs	Auto gr/Export Opportunities

Source: Emkay Private Client Research

We remain positive on the development

Currently we are waiting for the clarification on the new growth prospects from the newly announced Kagal plant and our FY09E financials include initial revenue estimates from the new Greenfield Kagal plant. Our assumption is strongly supported by continuation of strong economy growth, deficiency of power, continuation of strong construction and mining activity. We would update investors in detail about the new plant and its revenue strategy once we get clarification from the management. We remain positive on KOEL's new plant and expect that this plant has big potential to get ramped up in near future. We remain positive on the long term prospects of KOEL and upgrade the financials for FY08E as well. We estimate KOEL's top line and bottom line would grow at a CAGR of 23% and 22% over FY07-FY09E.

Financial Estimates –

We have upgraded FY08 estimates

Year Ended	Old Estimates		Revised Estimates	
	Mar07E	Mar08E	Mar08E	Mar09E
Net Sales (Rs Mn)	18,613	22,373	23763	29330
EBITDA (Rs Mn)	1,949	2,568	2876	3447
EBITDA (%)	10.5	11.5	12.1	11.8
PAT (Rs Mn)	1,512	1,705	1995	2335
EPS (Rs)	15.6	17.6	20.5	24.05
P/E (x) At Rs.255	16.3	14.5	12.4	10.6

Source: Emkay Private Client Research

We recommend a BUY with a price target of Rs329

At current market price of Rs255, KOEL stock trades at a PE multiple of 12x and 11x on FY08E and FY09E earnings respectively. We recommend BUY with an increased target price of Rs329 which includes core business value at Rs238 per share and investment value at Rs91 per share.

Results Update

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Cement despatches for the quarter declined by 1.0% to 4.88 million tonnes while realisations increased by 26.8% to Rs 3318 per tonne.

Power & fuel cost as a percentage of sales declined by 90 bps to 16.3% while outward raw material cost percentage of sales declined by 610 bps to 11.2%.

The company had Extra-ordinary items to the tune of Rs 199.6 million comprising profit on divestment of its erstwhile subsidiary Everest Industries Ltd.

ACC Ltd.

(Rs 796, CY08E, EPS Rs 70.5, P/E 11x, CY08 - SELL with a TP of Rs. 770)

Key Financials -

(Rs Mn)	Q1CY07	Q1CY06	YoY (%)	Q4CY06	QoQ (%)
Net Sales	16347.6	13364.0	22.3	15923.3	2.7
Other Income	283.9	333.2	(14.8)	580.4	(51.1)
Total Income	16631.5	13697.2	21.4	16503.7	0.8
Total Expenditure	11276.2	10098.4	11.7	11238.1	0.3
EBIDTA	5071.4	3265.6	55.3	4685.2	8.2
EBIDTA (%)	31.0	24.4		29.4	
Interest	39.9	193.7	(79.4)	41.1	(2.9)
Depreciation	621.2	596.5	4.1	771.0	(19.4)
PBT before EO	4694.2	2808.6	67.1	4453.5	5.4
EO	199.6	91.0		152.5	
PBT after EO	4893.8	2899.6	68.8	4606.0	6.2
Provision for Tax	1069.7	545.4	96.1	1021.4	4.7
PAT	3824.1	2354.2	62.4	3584.6	6.7
PPT	186.6	0.0		0.0	
Reported PAT	3637.5	2354.2	54.5	3584.6	1.5
Equity Capital	1875.7	1866.1	0.5	1874.8	0.0
Reported EPS (Rs)	19.4	12.6	54.0	19.1	1.6

Source: Company. Face value: Rs10. PPT: Prior Period Tax, EPS not annualized

Increased cement realisation results in higher net sales

Net sales increased by 22.3% to Rs 16347.6 million on account of 25.5% increase in cement revenues to Rs 16191.1 million while revenues from RMC business increased by 12.3% to Rs 802.0 million. During the quarter, capacity utilisation of the cement business declined (YoY) from 102% to 98%. This was on account of project related shutdown at various locations. Cement despatches for the quarter declined by 1.0% to 4.88 million tonnes while realisations increased by 26.8% to Rs 3318 per tonne. EBIDTA increased by 55.3% to Rs 5071.4 million while EBIDTA margins were up by 660 bps to 31.0% driven by better margins in the cement division mainly on account of reduced power & fuel cost which as a percentage of sales declined by 90 bps to 16.3% while outward raw material cost percentage of sales declined by 610 bps to 11.2%.

Reduced Interest Cost pushes up net profit further

Financial restructuring resulted in 79.4% decline in interest cost to Rs 39.9 million while depreciation increased by 4.1% to Rs 621.2 million. This resulted in PBT before extraordinary items increasing by 67.1% to Rs 4694.2 million. The company had Extra-ordinary items to the tune of Rs 199.6 million comprising profit on divestment of its erstwhile subsidiary Everest Industries Ltd. as compared to Rs 91.0 million in the corresponding previous quarter. Tax incidence for the quarter increased by 96.1% to Rs 1069.7 million. PAT for the quarter increased by 54.5% to Rs 3637.5 million.

Key Financials -

Segmental Analysis (Rs Mn)	Q1CY07	Q1CY06	YoY (%)	Q4CY06	QoQ (%)
Cement					
Sales	16191.1	12900.1	25.5	15462.6	4.7
EBIT (%)	31.3	23.7		30.5	
RMC					
Sales	802.0	714.2	12.3	771.8	3.9
EBIT (%)	(6.0)	5.8		(5.6)	

Source: Company

On an expansion spree

The company is on an expansion spree and wants to increase its capacity from 19 million tonnes to 25 million tonnes in the next 3-5 years.

Projects for augmentation of grinding capacities at Kymore, Sindri and Wadi are in progress.

Grinding Augmentation Project at Tikaria has gone into commercial production during the current quarter. The project for expansion of capacity at Lakheri by 0.90 MT to 1.50 MT along with a new 25 MW Captive Power Plant has commenced trial production. Projects for augmentation of grinding capacities at Kymore, Sindri and Wadi are in progress. Expansion of capacity at Bargarh by 1.18 M.T. along with a 30 MW Captive Power Plant are moving as scheduled. The project for expansion of New Wadi plant by a further 3.0 M.T. has been taken up.

The company also plans to transfer its RMC business into a new wholly owned subsidiary.

Financial Estimates

	Dec'07 (E)	Dec'08 (E)
Net Sales (Rs Mn)	64273.7	67876.3
EBIDTA (Rs Mn)	20033.8	21436.4
EBIDTA (%)	31.2	31.6
PAT (Rs Mn)	13804.2	13213.9
EPS (Rs) Face Value Rs 10	73.7	70.5
PE (x) at Rs 796	10.8	11.3
EV/EBIDTA (x)	7.1	6.4

Source: Emkay PCG Research

Cement price freeze — a big negative for the cement sector

We had not taken any increase in our realisation estimates for CY07 & CY08 and thus maintain our EPS targets at Rs 73.7 & Rs 70.5 for CY07 & CY08 respectively. At the current price of Rs 796, the stock trades at a PE multiple of 10.8x CY07 EPS and 11.3x CY08 EPS. On EV/EBIDTA basis, it trades at 7.1x CY07 & 6.4x CY08.

Any upside in the topline would come from increased capacity for the company while savings would come from investments in captive power plants by the company.

Any upside in the topline would come from increased capacity for the company while savings would come from investments in captive power plants by the company.

However, with the freeze on cement price for a one-year period and further outlook of increased cement supply in CY09, which would lead to further price arrest the sentiment on the cement sector, has run into negative territory.

Since the ACC stock has already achieved our earlier price target of Rs.770 (Refer morning note dated 28th Mar'07) and considering the fact that there are no new positive triggers in the near term for ACC, we suggest investors should book profits and exit the stock at current price.

FROM OUR TECHNICAL DESK



Indices	Previous close	Today's close	% chg
Sensex	13,897	13,928	0.22
Nifty	4083	4085	0.04
S&P CNX 500	3353	3352	-0.03
BSE 500	5,271	5,274	0.05
BSE Mid-Cap	5,699	5,702	0.06
BSE Small-Cap	6,974	6,970	-0.05
BSE Auto	4,831	4,802	-0.59
BSE Health	3,792	3,739	-1.40
BSE FMCG	1,811	1,782	-1.62
BSE IT	5,055	5,062	0.15
BSE PSU	6,352	6,349	-0.06
BSE Bankex	6,914	6,881	-0.47
BSE Oil & Gas	7,052	7,102	0.72
BSE Metals	9,702	9,896	2.01
BSE Cons Dur	3,830	3,739	-2.36
BSE Cap Good	9,797	9,770	-0.28
Levels to Watch			
	Sensex	Nifty	
Day's High	14,046	4122	
Day's Low	13,879	4075	
13 DMA	13407	3946	
34 DMA	13274	3881	

The Nifty opened positive in the morning and made a high of 4122 but started losing its early morning gains as the day progressed. It remained under selling pressure for the rest of the day and gave a very flat closing by the end of the day at 4085, gaining merely 2 points over its last week's close. The Advance Decline ratio which was positive in the morning turned negative as the day progressed and stood at almost 3:4 by the end of the day. The BSE CD, BSE HC and BSE FMCG indices were seen closing weak, whereas the BSE Metal and BSE Oil & Gas indices were seen outperforming the market yesterday.

Market Perspective

After opening strong and making a high of 4122 in the morning the Nifty gave away its gains as the session progressed. It remained under selling pressure throughout the day and finally gave a very flat close at 4085, gaining 0.04% in yesterday's trade. It has formed "**Gravestone Doji**" pattern on the daily chart. Thus, if it breaks yesterday's low of 4075, it may correct further and come down to 4050 and below that it may test 4027, these are 38.20% and 50% retracement level of the past three day's move from 3933 to 4122. However, the overall short term uptrend remains intact and we maintain the target of 4186 for the Nifty. It now has an important support placed at 3933; it will become weak only on a close below this level. 4075 is an important intraday support level for today and the intraday resistance levels are placed at 4100 and above that at 4122.

Sectoral Speak:

The **BSE Metal** index outperformed in yesterday's trade and closed with a gain of 2.01% at 9896, above its recent high of 9827. It attained our mentioned target of 9657 on Friday and yesterday it also attained the second target of 9827. It has given a very bullish close and may now test the level of 10020 and if it is able to sustain above the 10020 mark then it may even test 10893. **Tisco** and **Jindal Steel & Power** are couple of stocks that still look strong in this index.

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Recommendations

Date	Stock	Action	Recommendation Price	Stop-loss	Target	Current price	Comment
11-04-07	DCB	Buy	72.00 - 69.00	64.30	86.00	67.50	
11-04-07	Sterlite Ind	Buy	498.00 - 470.00	468.30	564.00	515.90	
11-04-07	Tata Power	Buy	535.00 - 525.00	514.30	575.00	569.00	Profit booked at 560
13-04-07	KPIT Infosys	Buy	141.00 - 138.00	131.30	160.00	137.00	
13-04-07	Bank Of India	Buy	182.00 - 175.00	164.30	210.00	183.00	
17-04-07	India Cement	Buy	175.00 - 170.00	160.60	205.50	169.50	
17-04-07	CANDC	Buy	188.00 - 180.00	172.60	240.00	188.90	
17-04-07	GE Shipping	Buy	240.00 - 230.00	223.30	275.00	241.00	
18-04-07	ZEEL	Buy	282.00 - 272.00	257.30	320.00	272.00	
19-04-07	SBI	Buy	1057.00 - 1035.00	1017.30	1124.00	1059.00	
19-04-07	BOC	Buy	142.00 - 135.00	128.60	160.00	135.50	
19-04-07	Parsvnath	Buy	302.00 - 198.00	289.30	325.00	297.60	
20-04-07	HDFC	Buy	1630.00 - 1600.00	1549.30	1825	1652.90	
20-04-07	Bharti Airtel	Buy	840.00 - 820.00	782.30	925.00	839.00	
20-04-07	Jet Airways	Buy	678.00 - 660.00	647.30	750.00	721.00	Profit booked at 725
23-04-07	Amar	Buy	38.00 - 35.00	33.10	47.50	37.50	
23-04-07	Jind Steel & Power	Buy	2750.00 - 2720.00	2645.30	3050.00	2780.05	
23-04-07	Torrent Power	Buy	69.50 - 67.50	62.90	80.50	69.50	

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FROM OUR DERIVATIVES DESK

Nifty Snapshot

Nifty: 4085.10 (+0.04%)				Open Interest (No. of Shares)		Change in OI	PUT CALL RATIO (PCR-OI)			
LTP	20.04.07	23.04.07	Basis	20.04.07	23.04.07		Nifty	20.04.07	23.04.07	Chg in OI
Nifty Spot	4084.20	4076.85	-	-	-	-	Call OI	17051950	17433650	+381700
Apr Future	4083.00	4069.10	-7.75	32046950	28908450	-3138500	Put OI	21691150	22456500	+765350
May Future	4083.00	4068.00	-8.85	6145000	9844000	+3699000	PCR	1.27	1.29	+0.02
Total Apr+May+June)				38454950	39042000	+587050				

FII's Derivative Statistics for 20.04.07

	Buy		Sell		Open Interest as on 20.04.07		Open Interest as on 19.04.07		Change in FIIs Open Interest	
	No. of Contr.	Amt in Crs.	No. of Contr.	Amt in Crs.	No. of Contr.	Amt in Crs.	No. of Contr.	Amt in Crs.	No. of Contr.	Amt in Crs.
Index Futures	124314	2524.51	64638	1312.84	836658	17071.40	843016	16774.51	-6358	296.89
Index Options	21296	424.83	12616	245.59	426345	8705.01	418753	8370.14	7592	334.87
Stock Futures	43895	1210.38	43810	1196.14	647854	17324.98	656606	17207.45	-8752	117.53
Stock Options	0	0.00	132	3.97	4037	92.97	3965	89.63	72	3.34
TOTAL						43194.36		42441.74		752.62

Source: NSE

Nifty opened strong in the morning but witnessed selling pressure at higher levels. It closed with a marginal gain of 2 points at 4085. Among the gainers were JP Hydro, Mah Seamless, Jindal Steel, Jet Air, Tata Power, Patni, TataSteel etc. Among the losers were Titan, Ultra Cement, BajajHind, Mphasis, Suzlon etc.

- Annualized COC of Nifty April futures is negative 34.69% against negative 3.57% the previous day.
- Nifty April futures traded at discount of nearly 6-8 points during the day.
- Total Turnover for NSE F&O Segment was Rs. 33,405 Crores.

Open Interest Analysis:

BULLISH: McDowells (39%), PFC (26%), Lupin (21%), Voltas (18%), JP Hydro (5%)

Long build up was seen in abovementioned bullish stocks as OI increased with upside move in price and positive CoC we may see further upside move.

Nifty closed on a flat note at the end of the session as we witnessed selling pressure at higher levels. However, the Implied volatility of Nifty May futures remained constantly at 23-24% levels. Support is seen near 4000 levels on Nifty and we expect buying interest to emerge near those levels in case of any downside in the coming days.

Rollovers:

- Above 50% - RPL, Satyam, Jindal Steel, ABAN, Mah Seamless.
- 40-50% - Jindal Stainless, Voltas, Alok Text, JP Hydro, Hindalco, JSW Steel, Lupin.
- 30-40% - Guj Alkali, IFCI, TTML, Suzlon, BajajHind, BOB, Ind Hotel, ICICI Bank, PFC, Mphasis, Bharti, Balrampur Chini, IDBI, Guj Ambuja, Essar Oil, Ashok Leyland, BajajAuto, Century Text, IVRCL, SRF, SAIL.
- Nifty rollover nearly 25%; Stock futures rollover nearly 26%.

Put Call Ratio Analysis:

PCR (OI) of Nifty remained flat at 1.29 compared to 1.27 the previous day. Nifty Call options added 3.8 lakh shares (+2.2%) & Put options added 7.65 lakh shares (+3.5%). Nifty 4100 Call options added 3.5 lakh shares; 4150 Call added 2.65 lakh shares whereas 4000 Call shed 1.9 lakh shares in OI. Nifty 4000, 4050 & 4100 Put options added 4 lakh, 2.8 lakh and 3.5 lakh shares in OI whereas 3950 Put shed 3 lakh shares in OI.

Cost of Carry (May):

Turned Positive: SAIL.

Turned Negative: Amtek Auto, Maruti.

Contd...

Bank Nifty: 5550.15 (-0.85%)						CNX IT: 5370.90 (-0.30%)							
	LTP		Basis	Open interest (No. of shares)		Chg in OI		LTP		Basis	Open interest (No. of shares)		Chg in OI
	20.04.07	23.04.07		20.04.07	23.04.07			20.04.07	23.04.07		20.04.07	23.04.07	
Spot	5594.95	5540.85	-	-	-	-	Spot	5379.10	5362.40	-	-	-	-
Apr Futures	5585.00	5528.00	-12.85	167400	148400	-19000	Apr Futures	5375.50	5361.05	-1.35	18800	16800	-2000
Total (Apr+May+June)				186850	172700	-14150	Total (Apr+May+June)				19750	18500	-1250

Top traded stock futures		Most active stock options				
Scrip	No. of Contracts	Scrip	Expiry	Strike Price	Option Type	No of Contracts
RELIANCE	34809	TATASTEEL	APR	540	CA	1176
TATASTEEL	24123	RELIANCE	MAY	1530	CA	1175
SBIN	16939	TATASTEEL	MAY	560	CA	1101
RCOM	15711	RPL	APR	75	CA	851
IVRCLINFRA	12934	RELIANCE	APR	1500	CA	802
SAIL	12796	RELIANCE	APR	1470	CA	784
CENTURYTEX	12253	SAIL	APR	135	CA	744
ICICIBANK	10990	TATASTEEL	APR	520	CA	722
JETAIRWAYS	10754	RELIANCE	APR	1560	CA	721
IDEA	10398	SAIL	APR	130	CA	637

Derivative Strategy Recommendations

Date	Scrip	View	Strategy	Action	Maximum Profit	Maximum Risk	Current Price	Profit/ Loss (Rs.)	Remarks
02.04.07	Nifty	Bearish	Buy Put Option	Buy 3700 PE @ 125.00	Unlimited	6250.00	3700 PE @ 2.45	-6127.50	Hold
16.04.07	RPL	Bullish	Ratio Bull Spread	Buy 1 lot 75 CA @ 1.80 Sell 2 lot 80 CA @ 0.80	16080.00	Downside: 670.00; Upside: Unlimited	75 CA @ 2.60 80 CA @ 0.45	+5025.00	Hold
18.04.07	NTPC	Bullish	Buy Call Option	Buy 165 CA @ 3.10	Unlimited	5037.50	165 CA @ 0.75	-3818.75	Hold
20.04.07	IVRCL Infra	Bounce Back	Buy Call Option	Buy 300 CA @ 6.25	Unlimited	3125.00	300 CA @ 3.35	-1450.00	Hold
20.04.07	SBIN	Bullish	Ratio Bull Spread	Buy 1lot 1050 CA @ 25 Sell 2lot 1080 CA @ 12	7250.00	Downside: 250.00; Upside: Unlimited	1050 CA @ 29.00 1080 CA @ 16.00	-1000.00	Hold

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FROM OUR DEALING DESK

Dealing News

Market News & Gossip

Market Commentary:

We expect market to remain positive and any dips will be an opportunity to buy. Metal sector is still looking good. Stocks like Sujana Metals, Tisco and Sail had shown very good strength. Bank Nifty had corrected a bit but not weak at all. Rupee is at 9 year high at 41.67, some selling might be seen in IT Majors.

Derivatives:

On Monday Net Roll Over was of Rs.4161 cr.

NF = RO of Rs.1322 cr (RO qty 31 lc)

SF = RO of Rs.2839 cr

On Monday Net OI up by Rs.188 cr. (disc to cash was avg. 10-12 pts.)

NF = Net OI up by Rs.172 cr. (added 4 NF in Next Month)

SF = Net OI up by Rs.17 cr.

Overall OI is @ Rs 40678 cr. (NF 15977 cr + SF 24701 cr)

FII's OI (only Futures) as on 20th Apr stood at Rs.34396 cr. (ie 42%)

Active Trader's Delight

The following are the active trading delight calls.

Call Date	Scrip	CMP(Rs.)	Entry Level	Target	Stop Loss	Remarks
12/Apr/07	RPL	77.55	74.15	80.00	71.00	F&O (IntraWeek)

Source: PCG Desk

Market Gossip *: Over all Credit Policy should be good. Markets are in positive zone and can test new high in Mid term. Stock which look promising are Idea Cellular, RPL, TTML, Praj Ind, Lupin & REL

Disclaimer *: Short term view is considered for 8 to 10 trading sessions. This Market Gossip information contained herein is from the public domain or sources believed to be reliable. This market gossip information may not be suitable for all clients. Clients are requested to make their own decision based on their own investment objectives, Stop losses, goals & financial position

TRADE DETAILS OF BULK DEALS

Bulk Deals	Deal Date	Scrip Name	Client Name	Deal Type *	Quantity	Price **
	23-Apr-07	Asian Oilfie	Aap Investments	B	100000	49.38
	23-Apr-07	Asian Oilfie	Pratap Bhan Arora	S	60000	48.46
	23-Apr-07	Computer Poi	Uttam Kumar Bagaria	B	125000	4.78
	23-Apr-07	Crazy Infote	Prem Mohanlal Parikh	B	45000	77.54
	23-Apr-07	Empower Inds	Beni Prasad Jain	B	47210	13.52
	23-Apr-07	Empower Inds	Pradeep Bhat	S	30000	13.7
	23-Apr-07	Evinix	Hiren Kumar Parshottam Bh	B	137824	95.85
	23-Apr-07	Fiem Inds	Anil Mabulal Vedmehta	B	79976	119.94
	23-Apr-07	Fiem Inds	Sanjay Patodia Huf	S	70000	120.14
	23-Apr-07	Filat Fash	Kishorilal Amrutlal Shah	B	50300	9.36
	23-Apr-07	Filat Fash	Sameer Financial Serv Pvt	S	50000	9.36
	23-Apr-07	G V Films Lt	Simran Sunil Raheja	B	1293605	7.53
	23-Apr-07	G V Films Lt	Anandh T P	B	1101572	7.54
	23-Apr-07	Garnet Const	Vora Mukesh Jitendra	B	43064	74.21
	23-Apr-07	Gemstone Inv	Supreme India Cottex Pvt	B	50000	20.99
	23-Apr-07	Gemstone Inv	Sushila Premchand Shah	S	50100	21
	23-Apr-07	Gremac Infra	Ketan Mahendrabhai	B	107660	118.63
	23-Apr-07	Gremac Infra	Harsiddh Online	B	282573	123.92
	23-Apr-07	Gremac Infra	Hiren Kumar Parshottam Bh	B	108000	120.6
	23-Apr-07	Gremac Infra	N C Jain	B	86415	125.9
	23-Apr-07	Gremac Infra	Ketan Mahendrabhai	S	107660	125.26
	23-Apr-07	Gremac Infra	Harsiddh Online	S	282573	126.64
	23-Apr-07	Gremac Infra	N C Jain	S	86415	123.71
	23-Apr-07	Gremac Infra	Kamlesh Haribhai Chavda	S	102000	120.06
	23-Apr-07	Gujarat Ambuja	Holderind Investments Lim	B	27962323	115
	23-Apr-07	Hanung Toys	Avn Stock And Securities	B	225200	147.72
	23-Apr-07	Hanung Toys	Avn Stock And Securities	S	225200	148.43
	23-Apr-07	Intern Diamo	Rajender B	B	30000	10.18
	23-Apr-07	Jagjanani	Mala Hemant Sheth	B	100000	23.8
	23-Apr-07	Karut Net L	Piyush Prafulchandra Avla	S	40000	303.89
	23-Apr-07	Madhav Mar G	M V Radhika	B	50000	92.35
	23-Apr-07	Madhav Mar G	M Ravinder	B	50000	92.97
	23-Apr-07	Madhav Mar G	Emerging Capital Advisors	S	150000	92.5
	23-Apr-07	Maharastra	Mukesh Kumar	B	44000	128.66
	23-Apr-07	Mefcom Agr I	Sunita Investments	S	28881	20.55
	23-Apr-07	Mohit Indust	Mala H Sheth	B	25100	39.6
	23-Apr-07	Mohit Indust	Supreme India Cottex Pvt	S	25000	39.6
	23-Apr-07	Phoenix Mill	Rhodes Diversified	B	135000	1575
	23-Apr-07	Phoenix Mill	Ashok Apparels Pvt.Ltd	B	601580	1590.14
	23-Apr-07	Phoenix Mill	Bharat R.Ruia	S	100474	1590
	23-Apr-07	Phoenix Mill	B R International	S	484824	1590
	23-Apr-07	Phoenix Mill	Atul Ashokkumar Ruia	S	135000	1575
	23-Apr-07	Tricom India	Emerging Capital Advisors	S	60199	93
	23-Apr-07	Tripex Over	Nimesh Mehta	B	125000	46.27
	23-Apr-07	Tripex Over	Shivkumar Agarwal	S	110000	46.24
	23-Apr-07	Tripex Over	Tejas Shah	S	59056	46.37
	23-Apr-07	Usher Agro	Rikesh R Shah	B	90167	27.28
	23-Apr-07	Usher Agro	Rikesh R Shah	S	140266	27.23
	23-Apr-07	Visu Intl	Lilac Farms Pvt. Ltd.	S	215283	13.05
	23-Apr-07	Zenith Birla	Satra Properties India Li	S	210625	33.33
	20-Apr-07	Deep Inds	Dynamic Stock Broking I P	B	327451	71.16
	20-Apr-07	Deep Inds	Dynamic Stock Broking I P	S	362817	71.38
	20-Apr-07	Fiem Inds	Sanjay Patodia Huf	B	70000	119.71
	20-Apr-07	Mefcom Agr I	Shailesh M. Nissar	B	26830	21.86
	20-Apr-07	Mefcom Agr I	Shailesh M. Nissar	S	26830	22.22
	20-Apr-07	Pba Infrastr	H.J.Securities Pvt.Ltd.	B	80521	191.85
	20-Apr-07	Pba Infrastr	H.J.Securities Pvt.Ltd.	S	80521	192.04
	20-Apr-07	Pratibha Ind	H.J.Securities Pvt.Ltd.	B	224573	313.56

Contd...

20-Apr-07	Pratibha Ind	H.J.Securities Pvt.Ltd.	S	224573	314.27
20-Apr-07	Sadbhav Engg	H.J.Securities Pvt.Ltd.	B	138220	621.98
20-Apr-07	Sadbhav Engg	H.J.Securities Pvt.Ltd.	S	138220	622.71
20-Apr-07	Sharyan Reso	Lotus Global Investments	B	79000	241.75
20-Apr-07	Sharyan Reso	Pegasus Stocks And Shares	S	78453	241.75
20-Apr-07	Sparsh Bpo	Vinod Nanalal Doshi	B	143739	189.19
20-Apr-07	Sparsh Bpo	Vinod Nanalal Doshi	S	143739	189.44
20-Apr-07	Sun Tvnet	H.J.Securities Pvt.Ltd.	B	849913	1374.52
20-Apr-07	Sun Tvnet	H.J.Securities Pvt.Ltd.	S	849913	1377.14
19-Apr-07	Tulip Star H	Dkg Securities Pvt Ltd	B	25000	76.97

Source: BSE

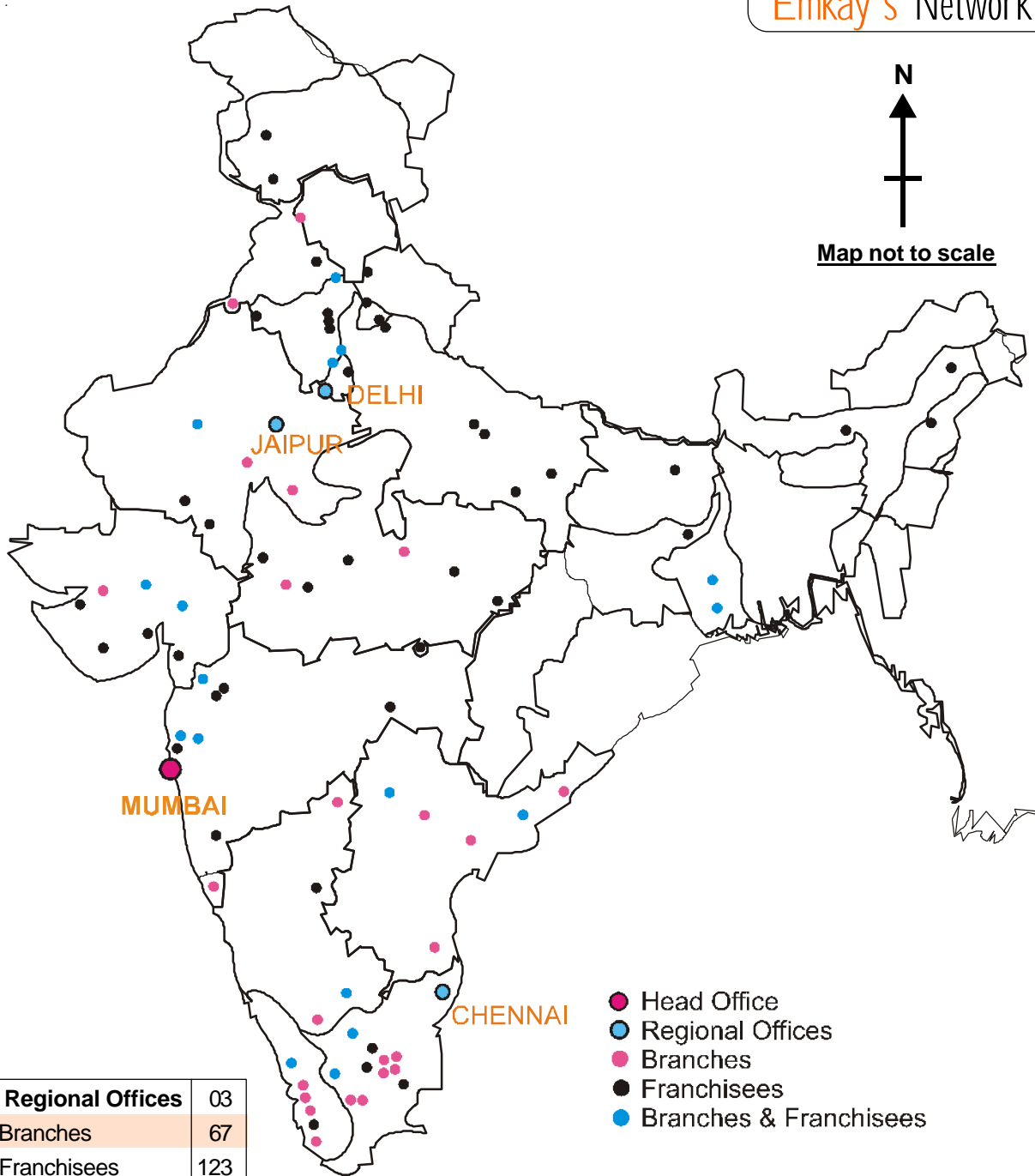
COMPANY / MARKET

Forthcoming Events	Effective Date	Summary	Action Type
	24-Apr-07	Allcargo Global Logistics Ltd	Quarterly Results
	24-Apr-07	Aravali Securities & Finance Ltd	Quarterly Results
	24-Apr-07	ARO Granite Industries Ltd	Listing
	24-Apr-07	Ashima Ltd	Quarterly Results
	24-Apr-07	Bajaj Hindusthan Ltd	Quarterly Results
	24-Apr-07	Binani Industries Ltd	Quarterly Results
	24-Apr-07	Cubex Tubings Ltd	Quarterly Results
	24-Apr-07	Elder Pharmaceuticals Ltd	Quarterly Results
	24-Apr-07	Empire Industries Ltd	Quarterly Results
	24-Apr-07	Eskay K'N'lt (India) Ltd	Quarterly Results
	24-Apr-07	Essar Oil Limited	Quarterly Results
	24-Apr-07	FCI OEN Connectors Ltd	Cash Dividend
	24-Apr-07	Gmm Pfaudler Limited	Quarterly Results
	24-Apr-07	Hb Portfolio Limited	Quarterly Results
	24-Apr-07	Hdfc Bank Limited	Quarterly Results
	24-Apr-07	Hexaware Technologies Ltd	Quarterly Results
	24-Apr-07	Jay Ushin Limited	Quarterly Results
	24-Apr-07	Kale Consultants Limited	Quarterly Results
	24-Apr-07	Karuturi Networks Ltd	Stock Dividend
	24-Apr-07	KSB Pumps Ltd	Cash Dividend
	24-Apr-07	Lumax Industries	Corporate Meeting
	24-Apr-07	Mahanagar Telephone Nigam	Quarterly Results
	24-Apr-07	Mahindra & Mahindra Fin Secs	Quarterly Results
	24-Apr-07	Mangalam Timber-Products	Quarterly Results
	24-Apr-07	Maruti Udyog Ltd	Quarterly Results
	24-Apr-07	Mayur Leather Products Ltd	Cash Dividend
	24-Apr-07	Mirza International Ltd	Stock Split
	24-Apr-07	Paradyne Infotech Ltd	Quarterly Results
	24-Apr-07	Premier Limited	Quarterly Results
	24-Apr-07	Rajratan Global Wire Ltd	Quarterly Results
	24-Apr-07	Rswm Limited	Quarterly Results
	24-Apr-07	Saksoft Limited	Quarterly Results
	24-Apr-07	Salora International Ltd	Quarterly Results
	24-Apr-07	Samtel Color Limited	Quarterly Results
	24-Apr-07	Shree Krishna Paper Mills	Quarterly Results
	24-Apr-07	Sical Logistics Ltd	Corporate Meeting
	24-Apr-07	State Bank of Travancore	Cash Dividend
	24-Apr-07	Sun Tv Network Limited	Quarterly Results
	24-Apr-07	Supreme Petrochem Limited	Quarterly Results
	24-Apr-07	Tai Industries	Quarterly Results
	24-Apr-07	Tanfac Industries Limited	Quarterly Results
	24-Apr-07	Mediaone Global Entertainment Ltd	Acquisition
	24-Apr-07	Trigyn Technologies Limited	Quarterly Results
	24-Apr-07	Western India Shipyard Ltd	Quarterly Results
	24-Apr-07	Yes Bank Ltd	Quarterly Results
	24-Apr-07	Zensar Technologies Ltd	Quarterly Results

Source: Bloomberg

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Emkay's Network



Total Regional Offices	03
Total Branches	67
Total Franchisees	123

- Head Office
- Regional Offices
- Branches
- Franchisees
- Branches & Franchisees

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Analyst's holding in the stocks mentioned in the report: **NIL**

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NSE (Cash) INB 230901838; NSE (Derivative) INF 230901838; DP CDSL IN-DP-CDSL-58-2000

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