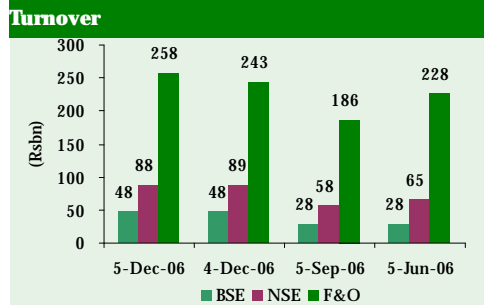




6 December 2006

Indices	%Change			
	5-Dec-06	1mth	3mth	6mth
Sensex	13,938	1.7	15.1	34.0
Nifty	4,016	1.6	14.6	31.7
CNX Midcap	5,829	6.9	28.7	55.0
Banking	7,188	2.7	27.0	66.9
Capital Goods	9,380	8.4	14.6	41.3
IT	5,188	2.4	19.6	48.1
Healthcare	3,787	3.3	4.2	20.4
NASDAQ	2,452	(0.0)	9.7	15.1
Dow Jones	12,332	15.4	(0.1)	12.2

Net Inflows				
Rsbn	4-Dec-06	1-Dec-06	MTD	YTD
FII	35	2.6	6.1	408.1
Mutual Fund	0	3	3.5	141.3
FII - F&O	111.1	(131.5)	(565.6)	(525.1)



Commodity & Currency	% Change			
	5-Dec-06	1mth	3mth	6mth
Crude (US\$/barrel)	62.5	5.4	3.3	(9.4)
Gold (US\$/Oz)	639.7	2.9	11.2	14.3
US\$	44.6	(1.0)	(3.4)	(3.0)
Euro	59.4	3.1	1.3	2.5

Debt	% Change			
	5-Dec-06	1mth	3mth	6mth
RBI Reverse Repo	6.0	6.0	6.0	5.8
10 yr G-Sec yld	7.4	7.6	7.8	7.6
Spread 1 & 10 yr G-Sec	0.5	0.5	0.8	1.1
US 10 yr treasury	4.4	4.6	4.8	5.1
Surplus liquidity (Rsbn)	322.8	831.5	413.0	706.5

Premier Explosives (Rs43) Company Update

BUY - Target Price Rs80

Kejal Mehta
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Based on successful order execution of defence products (missile propellant and pyrogens.) and good performance of the company's mushroom division on account of increase in mushroom prices coupled with the company's foray into processed mushrooms, the company has given EPS guidance of Rs7 for FY07. Our EPS estimate for FY07 stands at Rs4.7. However the company's topline estimate for FY07 is Rs750mn which is in line with our estimates.

The disparity in EPS estimates is likely to be on account of lack of clarity on the profitability in the defence business. We have assumed operating profit margins of 35% in the defence business. In case margins in defence are higher than our estimates, we shall revise our estimates upwards in due course.

Based on the company's guidance the stock currently trades at P/E of 6x FY07E and an EV/EBIDTA of 4 x FY07E. Whereas based on our estimates, the stock trades at P/E of 8.9x FY07E and an EV/EBIDTA of 5.3 xFY07E. We maintain BUY on the stock with a price target of Rs80.

Premier Explosives		Rsmn	FY2004	FY2005	FY2006	FY2007E	FY2008E
Reuters/Bloomberg Code	PRMR.BO/PRE@IN	Net Sales	495.5	587.7	683.9	750.4	825.0
Market Cap. (Rsmn)		EBITDA	43.9	47.1	55.2	90.5	107.3
Market cap. (US\$m)		Net Profit	20.4	24.9	30.7	38.3	46.5
Shares Outstanding (mn)		EPS (Rs)	2.6	3.1	3.8	4.7	5.9
52-week High/Low (Rs)	195/31	EPS Growth (%)	(11.9)	19.7	22.1	24.8	24.0
		EBITDA margin (%)	8.9	8.0	8.1	12.1	13.0
		PER (x)	16.2	13.5	11.1	8.9	7.2
Major Share Holders (%)		P/BV (x)	2.0	1.8	1.7	1.5	1.4
Promoters/Majority	40.4	Market cap/Sales	0.7	0.6	0.5	0.5	0.4
FII	6.9	EV/EBITDA (x)	10.5	10.0	10.9	5.3	4.5
Others	12.3	Dividend Yield (%)	2.8	3.6	3.6	4.8	6.0
Public	40.5	ROCE (%)	17.6	17.1	16.7	18.7	20.3
		ROE (%)	12.7	13.7	15.4	17.8	19.6

Source: Company and Karvy Estimates

BULK DEALS ON NSE - 5 Dec 2006

Symbol	Scrip Name	Client Name	Buy/Sell	Quantity Traded	Price
ARL	ARVIND REMEDIES LIMITED	SUNIL CAPITAL AND SECURITIES P	BUY	1,729,260	2
GTL	GTL LTD	COMMUNE EQUIP.& TRD. CO. PLTD	BUY	40,000	130
KEI	KEI INDUSTRIES LTD.	Sogelux Fund A/c Sogelux Fund M	BUY	105,000	465
ERACONS	ERA CONSTRUCTION (I) LTD	Sogelux Fund A/c Sogelux Fund M	BUY	100,000	532
MEDIAVIDEO	MEDIA VIDEO LTD	ASHWIN STOCKS AND INVESTMENT PV	BUY	140,186	59
IFCI	IFCI LTD	JAYPEE CAPITAL SERVICES LTD.	BUY	4,465,466	13
LAKSHVILAS	LAKSHMIVILAS BANK LTD	FEDERAL BANK	BUY	100,000	95
EASTSILK	EASTERN SILK INDUSTRIES L	MORGAN STANLEY DEAN WITTER MAUR	BUY	78,000	287
PIONEEREMB	PIONEER EMBROIDERIES LTD	D K JAIN.	BUY	60,000	160
ERACONS	ERA CONSTRUCTION (I) LTD	VOLGA INTERNATIONAL LTD	BUY	95,262	528
GTL	GTL LTD	PASSPORT INDIA INVESTMENTS (MAU	BUY	500,000	130
MEDIAVIDEO	MEDIA VIDEO LTD	PRASHANT JAYANTILAL PATEL	BUY	109,942	56
ASIANELEC	ASIAN ELECTRONICS LTD	CITIGROUP GLOBAL MARKETS MAURIT	BUY	57,000	515
TULIP	TULIP IT SERVICES LTD	ASIT C MEHTA INVESTMENT INTERRM	BUY	200,035	473
PARADYNE	PARADYNE INFOTECH LTD	ASIT C MEHTA INVESTMENT INTERRM	BUY	61,281	89
INDOTECH	INDO TECH TRANSFORM LTD.	ASIT C MEHTA INVESTMENT INTERRM	BUY	127,884	244
PIONEEREMB	PIONEER EMBROIDERIES LTD	NARAYAN SECURITIES PVT LTD	BUY	228,140	159
PIONEEREMB	PIONEER EMBROIDERIES LTD	MONEY MATTERS ADVISORY SERVICES	BUY	200,000	156
PIONEEREMB	PIONEER EMBROIDERIES LTD	KESHAV KUMAR SARAF	BUY	178,229	162
MALUPAPER	MALU PAPER MILLS LIMITED	MITTAL SECURITIES AND FINANCE L	BUY	187,521	34
REIAGRO	REI AGRO LIMITED	GAIRIA JAYAN PRECISION INDUSTRIE	BUY	222,265	179
CLASSIC	CLASSIC DIAMONDS (I) LTD	RAJSHAH ENTERPRISES PRIVATE LIM	BUY	91,500	487
ACE	ACTION CONST EQUIP LTD	FIN BRAINS SECURITIES (INDIA) L	BUY	91,252	399
EASTSILK	EASTERN SILK INDUSTRIES L	GRD SECURITIES LIMITED	BUY	105,069	297
MALUPAPER	MALU PAPER MILLS LIMITED	PRISM IMPEX PVT LTD	BUY	115,199	35
VOLTAMP	VOLTAMP TRANSFORMERS LTD	UBS SECURITIES ASIA LTD AC SWIS	BUY	75,515	650
MONNETISPA	MONNET ISPAT LTD	ABN AMRO BANK N.V. LONDON BRANC	SELL	200,000	157
ARL	ARVIND REMEDIES LIMITED	SUNIL CAPITAL AND SECURITIES P	SELL	1,175,018	2
GTL	GTL LTD	COMMUNE EQUIP.& TRD. CO. PLTD	SELL	510,000	130
MEDIAVIDEO	MEDIA VIDEO LTD	ASHWIN STOCKS AND INVESTMENT PV	SELL	230,186	56
IFCI	IFCI LTD	JAYPEE CAPITAL SERVICES LTD.	SELL	4,524,039	13
PIONEEREMB	PIONEER EMBROIDERIES LTD	D K JAIN.	SELL	10,000	164
NOVAPETRO	NOVA PETROCHEMICALS	DEEPAK IMPEX PVT LTD	SELL	69,114	14
NANDAN	NANDAN EXIM LIMITED	JHAVERI TRADING AND INVESTMENT	SELL	800,000	10
ERACONS	ERA CONSTRUCTION (I) LTD	VOLGA INTERNATIONAL LTD	SELL	95,262	533
MEDIAVIDEO	MEDIA VIDEO LTD	PRASHANT JAYANTILAL PATEL	SELL	109,942	56
TULIP	TULIP IT SERVICES LTD	ASIT C MEHTA INVESTMENT INTERRM	SELL	200,035	473
PARADYNE	PARADYNE INFOTECH LTD	ASIT C MEHTA INVESTMENT INTERRM	SELL	61,281	90
INDOTECH	INDO TECH TRANSFORM LTD.	ASIT C MEHTA INVESTMENT INTERRM	SELL	127,884	245
CLASSIC	CLASSIC DIAMONDS (I) LTD	JIGNESHBHAI HIRALAL SHAH	SELL	50,000	488
PIONEEREMB	PIONEER EMBROIDERIES LTD	NARAYAN SECURITIES PVT LTD	SELL	228,140	159
PIONEEREMB	PIONEER EMBROIDERIES LTD	KESHAV KUMAR SARAF	SELL	178,229	158
MALUPAPER	MALU PAPER MILLS LIMITED	MITTAL SECURITIES AND FINANCE L	SELL	50,000	36
CLASSIC	CLASSIC DIAMONDS (I) LTD	CHAUHAN FINSTOCK	SELL	41,500	487
ACE	ACTION CONST EQUIP LTD	FIN BRAINS SECURITIES (INDIA) L	SELL	91,252	399
EASTSILK	EASTERN SILK INDUSTRIES L	GRD SECURITIES LIMITED	SELL	143,217	286
KLGSYSTEL	KLG. SYSTEL DEPO	BSMA LIMITED DR ACCOUNT	SELL	65,500	275

Source: NSE

BULK DEALS ON BSE - 5 Dec 2006

Symbol	Scrip Name	Client Name	Buy/Sell	Quantity Traded	Price
532762	ACTION CONST	OPG SECURITIES PVT LTD	B	127,501	399
532762	ACTION CONST	H.J.SECURITIES PVT.LTD.	B	115,035	404
532762	ACTION CONST	OPG SECURITIES PVT LTD	S	127,501	399
532762	ACTION CONST	H.J.SECURITIES PVT.LTD.	S	114,535	404
526707	ALCHEMIST LT	KARNAVATI DYE CHEM PVT L	B	367,926	40
526707	ALCHEMIST LT	KARNAVATI DYE CHEM PVT L	S	367,926	39
531881	ARVIND CHEM	GUJRAT NRE COKE LTD	S	15,000	72
500045	BELLA STEAL	KARNATAKA STATE II AND D	S	2,000,000	1
500045	BELLA STEAL	SANTOSH DEVI NAHAR	S	2,000,000	1
503960	BHARAT BIJLI	BIRLA SUNLIFE MUTUAL FUND	B	140,871	1,180
503960	BHARAT BIJLI	KOTAK MAHINDRA UK LTD AC	S	145,474	1,180
531590	BILPOWER LT	KETAN CHANDAN	B	28,000	176
531590	BILPOWER LT	RAJ INVESTMENTS	S	70,000	176
523200	CLASS DIAMI	RAJSHAH ENTERPRISES PRIVA	B	117,000	489
523200	CLASS DIAMI	JIGNESHBHAI HIRALAL SHAH	S	50,000	490
523200	CLASS DIAMI	CHAUHAN FINSTOCK	S	42,000	488
530843	CUPID LTD	MUKESH JITENDRA VORA	S	35,814	40
590022	EASTER SILK	BLACKSTONE ASIA ADVISORS	B	150,000	287
590022	EASTER SILK	PRESTAR INFRASTRUCTURE PR	S	40,000	287
526560	ENGLISH I.CL	PNR CAPITAL SERVICE LTD	B	37,050	414
526560	ENGLISH I.CL	ABHISHEK FINANCE CO.LTD	S	37,050	414
530407	EPIC ENERGY	JASBIR SINGH BATRA	B	17,814	23
530407	EPIC ENERGY	BHAVESH PRAKASH PABARI	B	50,000	23

532768	FIEM INDS	EXCEL CAPITAL	S	83,574	131
532767	GAYATRI PROJ	ASIT C MEHTA INVESTMENT I	B	53,545	353
532767	GAYATRI PROJ	ASIT C MEHTA INVESTMENT I	S	53,545	354
531137	GEMSTONE INV	MANISH SURESH JOSHI	B	16,500	13
531137	GEMSTONE INV	BHAVESH PRAKASH PABARI	B	19,800	13
532761	HOV SERVICES	OPG SECURITIES PVT LTD	B	124,037	171
532761	HOV SERVICES	H.J.SECURITIES PVT.LTD.	B	145,912	168
532761	HOV SERVICES	OPG SECURITIES PVT LTD	S	124,037	172
532761	HOV SERVICES	H.J.SECURITIES PVT.LTD.	S	144,412	168
531155	HULTA PHARMA	JAI SHANKAR	B	32,000	3
531155	HULTA PHARMA	BHANU JAYANTILAL	S	40,000	3
506184	IMP FINANCE	KAVITA GUPTA	B	11,500	14
506184	IMP FINANCE	RAJKUMARI RAMNIWAS DHOOT	S	11,500	14
512185	IOL BROADBAN	PRISM IMPEX PVT LTD	B	151,092	161
526209	K S OILS LTD	MATTERHORN VENTURES FUND	B	100,000	231
523550	KRYPTON INDU	SHREE PACK INDUSTRIES	S	39,000	27
500256	LOK HOUSI CO	HSBC FINANCIAL SERVICES M	B	60,000	352
505523	MAH IND LEAS	RASHEL AGROTECH LTD.	B	24,270	100
505523	MAH IND LEAS	PODDAR SARWANKUMAR SHANKA	S	10,000	100
532728	MALU PAPER	PRISM IMPEX PVT LTD	B	115,972	35
532728	MALU PAPER	MITAL SECURITIES AND FINA	B	195,705	34
532728	MALU PAPER	V.N.DOSHI	B	182,166	35
532728	MALU PAPER	DIAMANT INVESTMENT AND FI	S	104,822	35
532728	MALU PAPER	V.N.DOSHI	S	182,166	35
523792	MAZDA LTD	DHIREN R. SHETHIA	B	22,523	195
523792	MAZDA LTD	SHAILESH BABALAL SHAH	B	28,064	194
523792	MAZDA LTD	N.C.JAIN	B	33,374	195
523792	MAZDA LTD	V.N.DOSHI	B	35,834	199
523792	MAZDA LTD	DHIREN R. SHETHIA	S	22,820	195
523792	MAZDA LTD	SHAILESH BABALAL SHAH	S	28,064	197
523792	MAZDA LTD	N.C.JAIN	S	31,374	193
523792	MAZDA LTD	V.N.DOSHI	S	47,324	197
530435	MEDIAVIDE L	H.J.SECURITIES PVT.LTD.	B	126,528	57
530435	MEDIAVIDE L	V.N.DOSHI	B	167,845	59
530435	MEDIAVIDE L	H.J.SECURITIES PVT.LTD.	S	126,528	57
530435	MEDIAVIDE L	V.N.DOSHI	S	187,845	58
511276	MEFCOM AGR I	DEEPAK RANA	B	17,019	68
511276	MEFCOM AGR I	PURSHOTTAM KHANDELWAL	S	36,100	68
531942	MILLEN CYBER	JMP SECURITIES PVT. LTD.	B	343,119	0
531453	MOHIT INDUST	RAMNIKLAL KUNVERJI SHETHI	B	27,340	62
531453	MOHIT INDUST	RAMNIKLAL KUNVERJI SHETHI	S	39,937	62
532641	NANDAN EXIM	JHAVERI TRADING AND INVES	S	823,750	10
521153	PANTALOON IN	RAASHI INVESTMENTS	B	76,350	374
521153	PANTALOON IN	CHARTERED TRADERS PVT.LTD	B	59,504	371
521153	PANTALOON IN	ASUTITRADING PVT LTD	S	75,000	372
521153	PANTALOON IN	OPPORTUNETRADING PVT LTD	S	36,913	374
530555	PARAMO COMMU	VOLGA INTERNATIONAL LTD	B	80,473	247
530555	PARAMO COMMU	MANULIFE GLOBAL FD INDIA	B	150,000	250
530555	PARAMO COMMU	VOLGA INTERNATIONAL LTD	S	102,451	250
532117	PENTIUM INFT	JMP SECURITIES PVT. LTD	B	2,360,269	1
532117	PENTIUM INFT	JMP SECURITIES PVT. LTD.	S	1,963,101	1
532117	PENTIUM INFT	GIRISHBHAI GATUBHAI DOSHI	S	620,000	1
532117	PENTIUM INFT	SHAH BHARATBHAI	S	1,353,500	1
514300	PIONER EMBRO	KALYANI BARTER PVT LTD	B	75,000	159
514300	PIONER EMBRO	KESHAV KUMAR SARAF	B	117,818	164
514300	PIONER EMBRO	NARAYAN SECURITIES	B	78,530	158
514300	PIONER EMBRO	KESHAV KUMAR SARAF	S	117,818	159
514300	PIONER EMBRO	NARAYAN SECURITIES	S	56,892	157
530699	RAJ RAYON LI	HARSIDDH ONLINE	B	100,000	50
532690	RAMSARUP IND	MANULIFE GLOBAL FD INDIA	B	107,182	123
513558	REAL STRIP L	KISHAN GOPAL MOHTA	B	43,106	50
513558	REAL STRIP L	ATUL KHANNA	S	25,000	49
526640	ROYALE MHI	PILOT CONSULTANTS LTD	B	95,802	68
526640	ROYALE MHI	KAMAL TEA PROCESS	S	69,800	66
511144	SAYA HOUSING	SENTOSA INVESTMENT AND TR	S	15,012	9
512499	SHALIMAR PRO	SUBHASH CHAND	S	100,000	1
532323	SHIVA CEMENT	PURSHOTTAM KHANDELWAL	B	372,365	8
532323	SHIVA CEMENT	PRISM IMPEX PVT LTD	S	400,000	8
532323	SHIVA CEMENT	PINNACLE TRADES AND INVES	S	470,000	8
531418	SYSTEL INFOT	JMP SECURITIES PVT. LTD.	B	524,400	0
531418	SYSTEL INFOT	SHAH MANISH RATILAL	S	500,000	0
531675	TRICOM INDIA	P F H ENTERTAINMENT	B	150,000	139
531675	TRICOM INDIA	AJAY MULTI PROJECT LTD.	B	70,000	139
531675	TRICOM INDIA	MARSHALL WACE LLP THE KUV	S	250,000	139
532757	VOLTAMPTRAN	OPG SECURITIES PVT LTD	B	110,717	652
532757	VOLTAMPTRAN	OPG SECURITIES PVT LTD	S	110,717	652
514378	YARN SYNDICT	VISHAL AGARWAL	S	19,450	9

Source: BSF

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Stock Ratings		Absolute Returns		Stock Ratings		Absolute Returns
Buy	:	> 25%		Market Performer	:	0 - 15%
Out Performer	:	16 - 25%		Under Performer	:	< 0%

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