



**NDA Securities Ltd**

Member: NSE & BSE DP: NSDL

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**NDA Commodity Brokers Pvt Ltd**

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## MARKET COMMENTARY

Markets continued to be in consolidation mode as some churning was seen in key index heavyweights. Infosys numbers were on expected lines but optimistic guidance by the management lifted the sentiments towards Infosys and other IT heavyweights. Infosys was the biggest gainer amongst the index heavyweights as it rose more than 3.5% on huge volumes. Wipro and TCS were also in demand. Profit taking was seen in banking and financial heavyweights like HDFC, ICICI, Axis and others. Steel counters, however recovered from early losses and moved higher as the day progressed. Strong buying was seen in JSW Steel and Tata Steel. Auto counters remained under pressure and losses were seen in M&M, Maruti and Tata Motors. Nifty finally settled about 17 points lower at 5322.

Despite pressure in key heavyweights Nifty managed to sustain above 5310 as strong showing by Infosys managed to neutralize most of the negative impact of other heavyweights. We had been mentioning about a reasonable rebound in IT heavyweights for past 3-4 days and it came true post Infy results. Infosys moved past 2695 on extremely heavy volumes and could challenge the highs of around 2850 in coming sessions. Others like TCS, Mphasis and Rolta could also seek higher levels in coming days. ICICI Bank has seen decent correction from above 1000 levels and is back at around 945 from where it broke out. Its highly probable that it could find support around 930-940 and could at least attempt a reasonable rebound. Others that look bullish are Reliance Infra, Praj Ind, Adani, Mundra Port and JSPL. Nifty continues to reflect a positive bias and is likely to post a new high of around 5450. Sustained trades above 5340 could be bought with a stop placed around 5300.

### EQUI QUICKPICK

#### LOW RISK / LOW RETURN

NOTE : IN CASES WHERE CASH LEVELS ARE GIVEN, BUY/SELL FUTURES WHEN THE CASH PRICE CROSSES THE BUY ABOVE/SELL BELOW LEVEL IN CASH

SCRIP	STRATEGY	S. LOSS	TARGET	HOLDING PERIOD
AIA ENGG	BUY ABOVE Rs.411	-	422/433	3-4 DAYS
PATNI CASH	BUY ABOVE Rs.569	557	576/588/593	3-4 DAYS

### DERIVATIVE PICK

#### MEDIUM RISK / MEDIUM RETURN

NOTE : IN CASES WHERE CASH LEVELS ARE GIVEN, BUY/SELL FUTURES WHEN THE CASH PRICE CROSSES THE BUY ABOVE/SELL BELOW LEVEL IN CASH

**CENTURY TEXTILES ( CASH – Rs.549.95 )** : The stock has broken out of a consolidation pattern and is clearly headed for higher levels. Buying is advised above Rs.552 for a target of Rs.560 and Rs.568. Higher target of Rs.574-577 is also possible. Stop Loss of Rs.539 should be kept. The time frame for the trade would be around 5-6 trading sessions.

**MUNDRA PORT ( CASH – Rs.758.25) :** The stock is looking extremely attractive both in the daily charts and 60 min time frame. The 14 day RSI has given a fresh buy signal. Buying is advised above Rs.765 for a target of Rs.774 and Rs.786. Higher target of Rs.795 is also possible. Stop Loss of Rs.742 should be kept. The time frame for the trade would be around 6-7 trading sessions.

### STOCKWATCH

### LOW RISK / HIGH RETURN

#### HYDERABAD INDUSTRIES

Present Price – Rs.633.45

Projected Price – Rs.775-800

Hyderabad Industries (HIL), a C.K.Birla Group company is the market leader in the asbestos based roofing industry. HIL has a strong marketing network across the country and its brand " Charminar" is well established. Asbestos sheets are used majorly in rural housing and industrial & farm sheds and this industry has been growing at a fentic pace in the last three years.

Apart from asbestos cement sheets, which is its main product, the company also manufactures Aerocon Panels, Autoclaved Aerated Concrete Blocks, Boards and Aerocool blocks which are extensively used in construction industry. Under others segment the company manufactures Jointings (used in auto sector) and Thermal Insulation Products (used in cement, fertilisers and power sectors).

The company has an Equity Capital of Rs.7.49 cr and a Strong Book Value of Rs.242. Last paid dividend was 100%. For FY09, it reported sales of Rs.665 cr and a net profit of Rs.44 cr giving it an EPS of Rs.59. In the first nine months for FY10, it has reported sales of Rs.499 cr and a net profit of Rs.63.44 cr. The last quarter is likely to extremely good and we expect the company to report EPS of Rs.115 for FY10 which discounts the current market price by just 5.5 times leaving ample scope for appreciation.

**BUYING IS ADVISED FOR MEDIUM TO LONG TERM INVESTMENT. LONG TERM INVESTORS CAN EXPECT THE PRICE TO CROSS THE FOUR FIGURE MARK.**

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#### Equity Research Division

16, Krishna Market, 1st Floor, Kalkaji, New Delhi 110019  
Phones: 47152214-15, Fax 47152211 Email: equityresearch@ndaindia.com

#### Regd. & Corp. Office

906, Arunachal, 19 Barakhamba Road, New Delhi 110 001 Phones: 011-46204000 (30 lines), 23717551, Fax 011-46204050  
Web: www.ndaindia.com Email: info@ndaindia.com, investorcell@ndaindia.com

#### Mumbai Office

21, Prospects Chamber Annexe Dr. D N Rd, Fort, Mumbai-400001 Phones: 022-22842694, 22851387

#### Branches & Associates

Delhi	Haryana	Uttar Pradesh	Uttaranchal
Barakhamba Road	Paschim Vihar	Faridabad	Agra
Chander Vihar	Pitampura (CD Plaza)	Hissar	Aligarh
East Patel Nagar	Pitampura (KD Market)	Mahender Garh	Baghpat
Hauz Kazi	Pushp Vihar	Panipat	Meerut (Samrat Palace)
Inder Puri - I	Rohini	Rohtak	Meerut (Delhi Road)
Inder Puri - II	Rohtak Road	Sonepat	Varanasi
Janak Puri	Shahadra		
Kalkaji	Shastri Nagar		
Karol Bagh	Sheikh Sarai	<b>Punjab</b>	<b>Bihar</b>
Najafgarh	Siddharth Extension	Amritsar	Balia
Naya Bazar	Vikasपुरी	Barnala	Darbhanga
Netaji Subhash Place		Jalandhar	
			<b>West Bengal</b>
			Kolkata
			<b>Mumbai</b>
			Borivali

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