



KARVY BAZAAR BAATEIN

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NSE
52 Wk H/L : 4731.45/2252.75
Mcap : Rs47,01,923 cr.
BSE
52 Wk H/L : 16002.46/7697.39

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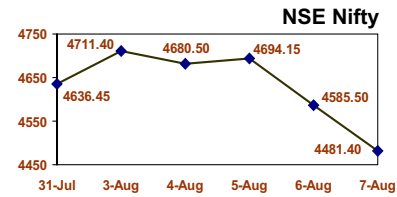
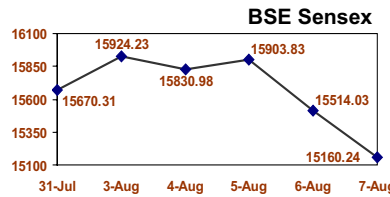
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by **S. Gopichand** on behalf of Karvy Stock Broking Limited.

Editor: **S. Gopichand**

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Monsoon concerns loom large...

Following an eventful fortnight, comprising the quarterly monetary policy review and the culmination of the first-quarter results season, stock markets were marked by cautious optimism in the first half of the week, particularly considering the strong run-up witnessed in recent weeks post the budget.

However, in the last couple of sessions, the Nifty plummeted from 4700 levels to 4480 levels over monsoon fears, with a UBS report potentially lowering India's GDP growth estimates by two percentage points. The concerns triggered heavy selling in sectors that are dependent on rural consumption and growth, including automobiles, FMCG, metals and banking stocks.

Moreover, the overwhelming response to the NHPC IPO—it has already been over-subscribed three times on Friday, the opening day of the issue—may have contributed to the overhang in the market. Market experts, brokerages and the media alike have recommended subscription to the IPO, with many participants taking the view that the issue is fairly priced. We believe that investors may have diverted a significant amount of money from the secondary market to the NHPC IPO in the hopes of achieving listing gains.

Global equity markets are expected to trade on a strong note due to better-than-expected economic data and corporate earnings. A majority of the global indices crossed the critical resistance levels in the previous week. Overall, the Nifty is likely to trade in a broad range of 4350-4650 levels in the coming days. Energy, cement and software sectors are likely to trade on a positive note, whereas sectors like auto, BFSI, construction, telecom and power are likely to trade on a weak note during the week. Clearly, with sentiments turning positive for the equity markets, this correction should be looked upon as another opportunity for investors to enter the markets.

KBB weekly recommendations for the week beginning 10th Aug.

Scrip	Action	CMP	Entry	Stop Loss	Target	Time Frame
BPCL	Buy	522.10	512-515	507.00	538-540	5-6 Days
Rolta	Buy	148.00	144-146	140.00	156-158	5-6 Days
Selan	Buy	194.95	190-192	185	202-204	7-8 Days
Nitin Fire	Buy	328.05	318-321	314	342-345	5-6 Days
Polaris	Buy	122.60	117-119	114	128-130	5-6 Days

Disclaimer: The above recommendations are purely based on technical analysis. Hence, the stop loss should be strictly adhered to.

KBB weekly performance monitor

Scrip	Action	Entry	SL	Target	Shares(#)	P/L	Return	Remark
ABAN	Buy	1035-1040	1000.00	1110-1120	-	-	-	NI
Infosys	Buy	Above 2070	2045.00	2150-2155	172	-4,644.00	-1.30%	SL
Balrampur Chini	Buy	116-118	113.00	132-133	-	-	-	NI
Ambuja Cement	Buy	105-108	102.80	118-120	3345	-5,853.75	-1.64%	SL
Nalco	Buy	306-310	297.00	328-330	-	-	-	NI
Total						-10,497.75		

Balance on inception (26-Jan-09)	Balance last week (31-July-09)	Balance current week (07-Aug-09)	Abs. returns WoW (%)	Abs. returns since Jan 26, 2009(%)
5,00,000	7,15,742	7,05,244	(1.47)	41.05

TA - Target achieved; SLT - Stop loss triggered; CMP - Closing price as on last trading day; NI - Not initiated; # No. of Shares; SL - Stop Loss; P/L - Profit/Loss

NHPC Ltd

Bid issue opens: 07/08/2009

Bid issue closes: 12/08/2009

The NHPC IPO (initial public offering) involves a total public issue of 1,67,73,74,015 equity shares of Rs10 each at a price band of Rs30-36 per share. The issue constitutes 13.64% of the fully diluted post-issue capital of the company.

IPO snapshot

Issue of shares		1,67,73,74,015
Fresh issue		1,11,82,49,343
Offer for sale		55,91,24,672
Of these:		
Employee reservation portion	2%	4,19,34,350
Net issue		
Reserved for QIBs	59%	98,12,63,799
Reserved for HNIs	10%	16,35,43,966
Reserved for retail	29%	49,06,31,900

Shareholding pattern: Pre- and post-issue

	Before the issue (%)	After the issue (%)
Government of India	100	86.36
Public shareholders	0	13.64
Total	100	100
No of shares	11,18,24,93,430	12,30,07,42,773

Business overview

NHPC is a hydroelectric power-generating company dedicated to the planning, development and implementation of an integrated and efficient network of hydroelectric projects in India. The company executes all aspects of the development of hydroelectric projects, from concept to commissioning. It has developed and constructed 13 hydroelectric power stations and the total installed capacity is currently 5,175 MW. This includes two power stations with a combined capacity of 1,520 MW, constructed and operated through its subsidiary, NHDC. The power stations of the company and the hydroelectric projects are located predominantly in the North and the North East of India, in the states of Jammu & Kashmir, Himachal Pradesh, Uttarakhand, Arunachal Pradesh, Assam, Manipur, Sikkim and West Bengal. The company generated 14,813.16 MUs of electricity in FY08.

Currently, NHPC is engaged in the construction of 11 additional hydroelectric projects, which are expected to increase its total installed capacity by 4,622 MW. A further eight projects, including one joint-venture project, with an anticipated capacity of 5,751 MW, are currently awaiting sanction from the CCEA. Survey and investigation works are being carried out to prepare project proposal reports for nine additional projects, totaling 7,255 MW of anticipated capacity.

NHPC selectively forms alliances with state governments to undertake project development. Pursuant to an MoU with the government of Madhya Pradesh, its subsidiary was incorporated on August 1, 2000 to take advantage of the hydroelectric potential of the Narmada basin. In addition, in September 2007, the company also signed an MoU in connection with the establishment of a joint venture with the government of Manipur, and in June 2007, it entered into an MoU with the government of Arunachal Pradesh. Further, the company is in the process of negotiating another MoU with the government of Jammu & Kashmir to develop and undertake a number of hydroelectric projects in that state.

NHPC has significant experience in the design, development, construction and operation of hydroelectric projects. It also executes and manages all aspects of projects, from front-end engineering design through to commissioning and operation and maintenance of the project. The company

has also been engaged as a project developer for certain projects, where its scope of work is to design, develop and deliver a hydroelectric power station for a client on an agency basis.

Key positives

Expand the installed capacity through joint ventures and MoUs

NHPC seeks to expand its installed capacity by tapping into new markets with significant potential demand for capacity expansion through hydroelectric generation. Presently, the company is engaged in the construction of 11 hydroelectric projects in the states of Jammu & Kashmir, Himachal Pradesh, Arunachal Pradesh, Assam and West Bengal, which are expected to increase the total installed capacity by 4,622 MW. A further eight projects, including one joint-venture project, with an anticipated capacity of 5,751 MW, are currently awaiting sanction from the CCEA. Survey and investigation works are being carried out for the preparation of project proposal reports for nine additional projects, totaling 7,255 MW of capacity.

Continue to expand international activities

NHPC has executed hydropower projects in Kurichu in Bhutan and Devighat in Nepal, on a contract agency basis. In addition, the company has recently prepared and submitted a detailed project report to the Department of Energy, Royal Government of Bhutan, for a 672-MW hydropower project

Financials: The following is a financial snapshot of NHPC

Rs in millions

Consolidated	FY05	FY06	FY07	FY08
Operating income	19,884.7	23,711.1	26,826.7	36,756.1
EBIDTA	14,918.6	18,330.7	21,218.3	27,818.3
EBIDTA (%)	75.0%	77.3%	79.1%	75.7%
PAT	6,785.6	8,792.9	10,680.7	12,323.1
Net worth	141,483.9	153,901.7	167,738.3	176,475.1
Debt/equity	0.65	0.62	0.62	0.73
EPS (Rs)	0.72	0.86	0.64	0.70
Book value	27.62	27.25	27.97	33.65
P/E – lower band	18.66	15.8	13.7	12.6
P/E – upper band	22.1	18.7	16.2	14.9
P/B – lower band	1.6	1.6	1.6	1.3
P/B – upper band	1.9	1.9	1.9	1.5
RONW (%)	4.8%	5.7%	6.4%	7.0%

Market pulse

Bulk Deals

Company	Wt. Avg. Price (Rs.)	Traded Qty	Acquirer/Seller
Buy			
Shriram Trans	300.00	2000000	ICICI Prudential Life Insurance
Aban Offshore	1099.71	229000	Prudential M/f Infrastructure Fund
Sasken Comm	130.81	204435	ASIT C MEHTA Forex
TRIL	293.50	179949	SBI MF
CCL Products (I)	160.00	99215	Citigroup Global Markets Mauritius
Sell			
Ent Network	187.67	450294	Fidelity Invest Trust
Jupiter Bios	70.77	96513	Macquarie Bank Ltd
Excel Infoways	97.83	512602	Transglobal Secu
Aban Offshore	1157.27	189675	SMC Global Secu
IB Real Estate	238.72	2228123	Merrill Lynch Capital Markets

Top Gainers (Weekly)

Company	07-Aug	31-July	%Change
BPCL	522.10	474.00	10.15
Nalco	316.05	308.60	2.41
Sun Pharma	1201.45	1174.75	2.27
RPL	124.05	121.40	2.18
Reliance	1997.75	1955.40	2.17
Wipro	499.80	490.15	1.97
Cairn India	239.05	235.30	1.59
HCL Tech	244.35	241.00	1.39
Hindalco	101.35	100.30	1.05

Top Losers (Weekly)

Company	07-Aug	31-July	%Change
Suzlon	86.95	99.80	-12.88
Axis Bank	814.65	917.15	-11.18
Maruti Suzuki	1293.40	1414.45	-8.56
ITC	229.60	249.20	-7.87
Hero Honda	1479.25	1605.30	-7.85
Rcom	254.80	275.75	-7.60
Idea	73.00	78.95	-7.54
HUL	269.60	291.50	-7.51
DLF	367.10	396.20	-7.34
HDFC Bank	1390.20	1499.10	-7.26

FII Invt (Rs.cr)

MF (Rs.cr)

Date	Purchases	Sales	Purchases	Sales
31-Jul-09	5071.20	3887.20	1556.90	883.80
03-Aug-09	3079.80	2292.20	663.20	520.60
04-Aug-09	1826.50	1350.50	879.40	854.00
05-Aug-09	2781.40	2573.70	589.70	799.50
06-Aug-09	1948.90	2429.40	1061.20	1039.90
Total	14707.80	12533.00	4750.40	4097.80

Corporate Actions

Company	Date	Purpose
India Infoline	10-Aug-09	Interim Div/Record Date
Financial Tech	10-Aug-09	Interim Div-Rs2/- Ps
Orient Abrasives	12-Aug-09	Bonus 1:1
Colgate Palmolive	13-Aug-09	Interim Div/Record Date
HPCL	13-Aug-09	AGM/Div-Rs5.25 Per Share

(Compiled by Amit Chopra)

in Mangdecchu, Bhutan. NHPC continues to expand its international operations and further exploit the hydropower potential available internationally by leveraging its existing relationships developed through its past international consultancy assignments.

Established track record in implementing hydroelectric projects

NHPC has extensive experience in the development and execution of hydroelectric projects. The company has successfully managed the development and implementation of 13 hydroelectric projects. It has a record of successfully completing projects that are located in the geo-technically sensitive Himalayan terrain in inhospitable areas that are often difficult to access. The company has a track record of efficient project management, having completed the Chamera-II and Dhauliganga-I power stations and the Indira Sagar and Omkareshwar projects ahead of schedule. NHPC has successfully worked with the GoI, various state governments, foreign governments and international companies to complete projects. The reputation as a successful and efficient project manager is a key advantage for securing projects.

Long-term power purchase agreements with customers

Most of the output from the installed capacity was contracted through long-term Power Purchase Agreements (PPAs). In FY08, NHPC derived Rs2,958.20 crore, or 99.75% of the restated consolidated revenues, from the sale of energy to SEBs and their successor entities, pursuant to long-term PPAs. These billings to state entities are currently secured through letters of credit pursuant to tripartite agreements entered into with the GoI, the RBI and respective state governments. In addition, NHPC can secure payment by regulating the power supply to the defaulting entity or recovering payments directly through the GoI that are funded from the Central Plan assistance given to the concerned state governments.

Strong operating performance

NHPC measures its efficiency by reference to the average capacity index and generation targets achieved. In FY08,

the company's average capacity index was 96.13%, which is higher than the capacity index levels required by the CERC, and entitles NHPC to certain incentives. In FY08, NHPC generated a total of 14,813.16 MUs. The company's monitoring and maintenance techniques offers a competitive advantage in an industry where reliability and maintenance costs are a significant determinant of profitability.

Strong in-house design and engineering team

NHPC is an in-house team for project design and the company's engineering capabilities range from the concept stage to the commissioning of the projects. This team is supported by international and domestic project consultants. The company has 1,254 in-house engineers with expertise in a range of engineering disciplines, particularly hydrology, electrical, civil and structural design, hydro-mechanical and geotechnical design.

Concerns

✎ The majority of revenues are derived from sales of power to the state electricity entities.

✎ The company's projects typically require a long gestation period and substantial capital outlay before realizing benefits or returns on investment.

✎ Significant increases in prices or shortages of building materials may increase the company's cost of construction.

Recommendation

The IPO can be subscribed due to the following factors:

✎ Evergreen power demand in India provides a ready and stable long-term market for the company.

✎ Continued efforts towards capacity expansion will drive growth on the back of India's power deficit.

✎ Exploit international markets by leveraging on its existing relationships.

✎ A fundamentally strong backing by the Government of India.

✎ Strong team of employees and management with high-level credentials will make dream projects a reality.

- Equity Research Desk

India, Inc.: Q1FY10 hits and misses

Company		QJun 09A	QJun 09E	Variance (%)	QJun 08A	Y/Y (%)
Airlines						
Jet Airways	Net Sales	2,371	2,669	(11.2)	2,867	(17.3)
	Net Profit	(225)	344	(165.5)	143	(257.2)
	OPM (%)	8.75			18.16	
Automobile						
Maruti Suzuki	Net Sales	6,340	6,136	3.3	4,754	33.4
	Net Profit	584	466	25.2	466	25.3
	OPM (%)	12.22			9.75	
Banks						
Allahabad Bank	NII	629	553	13.7	469	34.3
	Net Profit	303	200	51.4	93	224.4
	Net NPA (%)	0.37			0.75	
Axis Bank	NII	1,046	1,013	3.2	811	29.0
	Net Profit	562	467	20.4	330	70.3
	Net NPA (%)	0.41			0.47	
Bank of Baroda	NII	1,205	1,373	(12.2)	1,057	14.0
	Net Profit	685	534	28.3	371	84.8
	Net NPA (%)	0.27			0.52	
Canara Bank	NII	1,291	1,235	4.6	1,019	26.7
	Net Profit	555	532	4.3	123	352.3
	Net NPA (%)	1.29			0.85	
HDFC Bank	NII	1,856	2,012	(7.8)	1,723	7.7
	Net Profit	606	605	0.2	464	30.5
	Net NPA (%)	0.60			0.50	
IDBI Bank	NII	316	457	(30.8)	92	243.8
	Net Profit	172	240	(28.5)	160	7.5
	Net NPA (%)	1.23			1.36	
Indian Bank	NII	738	639	15.6	540	36.8
	Net Profit	332	293	13.2	218	52.4
	Net NPA (%)	0.40			0.17	
ING Vysya Bank	NII	172	172	0.1	158	8.9
	Net Profit	60	50	21.6	41	48.5
	Net NPA (%)	1.27			0.84	
Oriental Bank	NII	484	468	3.4	447	8.4
	Net Profit	257	229	12.3	221	16.6
	Net NPA (%)	0.71			0.96	
Union Bank	NII	802	951	(15.7)	789	1.6
	Net Profit	442	337	31.1	228	93.7
	Net NPA (%)	0.72			0.15	
Yes Bank	NII	164	151	8.1	113	44.9
	Net Profit	100	71	40.1	54	84.2
	Net NPA (%)	0.24			0.17	
Cement						
ACC	Net Sales	2,081	2,036	2.2	1,808	15.1
	Net Profit	486	390	24.5	271	78.9
	OPM (%)	36.43			23.38	
UltraTech Cement	Net Sales	1,953	1,863	4.8	1,496	30.5
	Net Profit	418	306	36.7	265	57.6
	OPM (%)	37.22			29.80	
Chemicals & Fertilisers						
United Phosphorus	Net Sales	1,638	1,415	15.8	1,299	26.1
	Net Profit	176	171	2.9	148	19.2
	OPM (%)	11.00			14.27	

Company		QJun 09A	QJun 09E	Variance (%)	QJun 08A	Y/Y (%)
Engineering						
Siemens	Net Sales	1,917	1,996	(4.0)	1,820	5.3
	Net Profit	337	138	145.1	169	99.4
	OPM (%)	24.39			14.07	
BHEL	Net Sales	5,596	5,367	4.3	4,704	19.0
	Net Profit	471	546	(13.8)	384	22.4
	OPM (%)	8.74			8.63	
FMCG						
Colgate-Palmolive	Net Sales	468	467	0.2	408	14.8
	Net Profit	103	85	20.6	72	42.9
	OPM (%)	25.25			16.22	
Marico	Net Sales	697	692	0.7	597	16.8
	Net Profit	56	58	(3.8)	46	20.9
	OPM (%)	13.85			12.59	
Information Technology						
Infosys	Net Sales	5,472	5,344	2.4	4,854	12.7
	Net Profit	1,527	1,399	9.1	1,302	17.3
	OPM (%)	34.14			30.47	
TCS	Net Sales	7,207	6,913	4.3	6,411	12.4
	Net Profit	1,534	1,285	19.4	1,291	18.9
	OPM (%)	27.26			23.14	
Tech Mahindra	Net Sales	1,113	1,027	8.3	1,116	(0.3)
	Net Profit	132	194	(32.3)	259	(49.1)
	OPM (%)	25.20			25.69	
Metals						
JSW Steel	Net Sales	3,894	4,065	(4.2)	3,672	6.1
	Net Profit	340	218	56.0	219	55.3
	OPM (%)	19.06			17.24	
Oil & Gas						
ONGC	Net Sales	14,879	16,966	(12.3)	20,052	(25.8)
	Net Profit	4,847	4,735	2.4	6,636	(27.0)
	OPM (%)	64.01			58.62	
Reliance	Net Sales	32,055	32,753	(2.1)	41,579	(22.9)
	Net Profit	3,636	3,982	(8.7)	4,110	(11.5)
	OPM (%)	18.47			14.72	
Pharmaceuticals						
Biocon	Net Sales	496	487	1.9	264	87.9
	Net Profit	58	73	(20.5)	14	313.7
	OPM (%)	20.84			21.82	
Dr Reddy's Labs	Net Sales	1,819	1,809	0.5	1,504	21.0
	Net Profit	245	188	30.2	148	65.5
	OPM (%)	23.84			14.42	
Piramal Health	Net Sales	822	845	(2.7)	708	16.1
	Net Profit	85	84	1.3	68	25.0
	OPM (%)	19.50			16.88	
Telecom						
Bharti Airtel	Net Sales	10,430	10,249	1.8	8,506	22.6
	Net Profit	2,648	2,427	9.1	2,167	22.2
	OPM (%)	40.56			40.78	
Idea Cellular	Net Sales	2,976	3,094	(3.8)	2,173	36.9
	Net Profit	297	280	6.0	263	12.9
	OPM (%)	28.90			32.93	

Source: Indiaearnings.com, NSE, BSE, Company website

Note: NII = (Net interest income or Interest earned - Interest expended); Net NPA (%) = Net non-performing assets;

OPM (%) = Operating profit margin or earnings before interest depreciation taxes and amortisation (EBITDA) margin

- Equity Research Desk

Commodities review

Energy review

Crude oil: Crude oil prices traded on a positive note for most part of last week as manufacturing data from the US, China and Europe beat expectations. The US ISM Manufacturing Index for July increased to 48.9 from 44.8 in June, raising hopes that the economy may be in a recovery mode. Although there was an increase in crude oil inventory last week, futures traded on a positive note due to a weaker dollar index and better-than-expected Factory Orders data. The dollar index fell by 0.56% during the week while prices rose by 2.65%. Overall, prices reached a high of \$72.42/bbl and a low of \$69.09/bbl. Towards end of the week, weak economic data in the form of higher Continuing Claims prevented a further price rise.

According to the DOE, for week-ended July 31, 2009, crude oil inventory rose by 1.67 million barrels while gasoline and distillate inventories fell by 2,18,000 barrels and 1.136 million barrels, respectively. The total supply of petroleum products during the week was 19.287 million barrels, up 5,74,000 barrels over the previous week. Meanwhile, Kuwait's oil minister stated that OPEC may decide to maintain its current crude oil output levels in its September meeting.

The surveys on economic releases scheduled for this week indicate a fluctuating trend in crude oil prices. On one hand, better-than-expected earnings from the US corporate sector is making the stock market bullish, while



on the other hand, inventory accumulation in crude oil, as witnessed in the last two weeks, is raising price concerns. Crude oil is expected to trade in the range of \$68-76 per barrel this week.

Base metals review

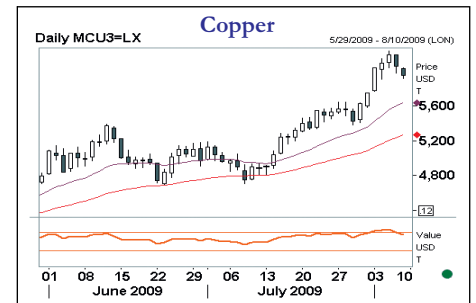
The base metals complex was highly volatile last week given the 2.65% gain in crude oil prices and strong US equity markets. The fall in the dollar index by 0.56% further contributed to the rise. An increase in demand from global stainless steel industries and supply disruption caused by workers' strike at Vale's Voisey's Bay nickel mine in Canada prompted nickel prices to gain 7.16%. Aluminum prices witnessed short-covering and gained 4.6% due to a strike threat at South Africa's main power supplier. Among other metals, LME copper, zinc, and lead gained 3.57%, 3.43%, and 7.68%, respectively, during the week. Meanwhile, inventories of copper, zinc, and lead on the LME rose by 6,925 tonnes, 40,475 tonnes, and 12,075 tonnes, respectively.

Although supply has out-paced demand due to accumulation of inventory on the LME,

prices gained due to speculative demand in the market. However, in the later part of the week, prices witnessed profit-booking as the market entered the overbought zone.

The better-than-expected economic numbers instilled gains in base metals prices. The rise in ISM July Manufacturing PMI data and the increase in US Construction Spending for June induced buying in metals. The US economy contracted in the second quarter by only 1.0% compared to a 6.4% drop in the first quarter. The US Pending Home Sales for June increased to 3.6% against the prior figure of 0.1%. The rise in Pending Home Sales in June was the fifth in a row. The US Initial Jobless Claims came in better than expected, decreasing by 38,000 to 550,000.

This week, the data which is expected to be announced are the US trade balance, Monthly Budget Statement, FOMC rate decision, Non-farm Productivity and Retail Sales. These economic releases are expected to put pressure on base metals prices. However, movement in the dollar index and the global equity market will dictate the price trend.



- Commodities Research Desk

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New Fund Offer

Canara Robeco F.O.R.C.E. Fund

Canara Robeco F.O.R.C.E. fund is an open-ended equity fund which will invest predominantly in equity and equity-related instruments of companies benefitting from growth in the financial services sector, retail sector and entertainment sector. This fund provides a single-point access to multiple themes emanating from India's economic growth and spending.

Fund diagnosis

Risk-return profile: The fund aims to invest primarily in stocks that are likely to benefit from growth in three sectors. These three sectors are financial services, retail consumption and entertainment. With the government laying emphasis on infrastructure development in the country, the financial services industry is all set to envision a decent growth over the next few years. Although sectors like retail consumption and entertainment have not been delivering great results during the last 18 months, we believe these sectors will perform well going ahead. India is a consumption-driven economy and, therefore, we can easily see these sectors moving forward.

Suitability: This fund will be suitable for investors with the appetite for risk. Investors looking for higher returns with the capability of taking greater risk should invest in the fund.

Preferred investment duration: Three years and more.

Sector Allocation

Sector range	Allocation (%)
Financial services	40-65
Retail consumption	10-25
Entertainment	15-35

Source: Canara Robeco AMC.

Snap shot

Offer period	July 20, 2009 to August 18, 2009
Offer price	Rs10
Investment objective	To provide long-term capital appreciation by primarily investing in equity and equity-related securities of companies in the finance, retail and entertainment sectors.
Benchmark	S&P CNX Nifty
Scheme type	Open-ended equity scheme
Plans offered	Growth and dividend
Options available	Payout and reinvestment
Minimum investment	Rs5,000 and in multiples of re1 thereafter
Entry load	<5 Cr: 2.25%; =>5 Cr: nil
Exit load	<5 Cr: 1% (for redemption within one year of allotment); else nil
Fund manager	Anand Shah

Proposed Asset Allocation

Equity and equity-related instruments of companies in finance, retail and entertainment	65-100%
Other equity and equity-related instruments	0-35%
Domestic debt and money market instruments	0-35%

- Pradeep Kumar S.

Mutual fund performance

Equity diversified

Scheme Name	NAV	1 Year	3 Years	5 Years
IDFC Premier Equity-A(G)	21.52	12.54	29.88	-
Reliance Reg Savings-Equity(G)	23.05	13.07	25.58	-
DBS Chola Opportunities(G)	35.35	3.06	22.92	26.35
Reliance Growth-Ret(G)	352.45	7.49	21.43	34.90
Tata Equity P/E(G)	34.35	7.19	20.74	26.44
DSPBR Top 100 Equity(G)	78.14	12.01	20.74	30.45
Baroda Pioneer Growth(G)	43.36	13.36	20.65	29.41
HDFC Top 200(G)	154.30	18.13	20.56	31.62
Sahara Growth(G)	69.41	14.90	20.44	29.05
Birla SL Frontline Equity(G)	67.42	16.06	20.37	29.46

Balanced

Scheme Name	NAV	1 Year	3 Years	5 Years
Principal Child Benefit-Career Builder	73.11	-0.08	20.37	23.52
Birla SL '95(G)	236.25	22.02	18.89	23.98
DSPBR Balanced(G)	50.45	9.20	16.69	22.49
HDFC Prudence(G)	144.43	20.18	16.44	25.81
Reliance Reg Savings-Balanced(G)	17.12	25.80	16.15	-
Principal Child Benefit-FutureGuard	64.01	-11.28	16.09	20.94
Tata Balanced(G)	62.04	11.09	15.59	22.90
FT India Balanced(G)	40.45	10.49	14.52	20.27
SBI Magnum Balanced(G)	42.32	10.41	13.32	-
Sundaram BNPP Balanced(G)	39.03	8.37	12.59	18.44

Source: Acemf Note: All NAV as of Aug 06, 2009

ELSS

Scheme Name	NAV	1 Year	3 Years	5 Years
Taurus Tax Shield(G)	27.72	10.35	25.02	27.73
Sundaram BNPP Tax Saver(G)	36.83	14.71	20.98	-
Sahara Tax Gain(G)	27.87	17.74	18.03	10.80
Fidelity Tax Advantage(G)	15.23	9.13	16.37	-
Principal Personal Tax saver(G)	76.71	-5.48	15.51	22.14
Franklin India Taxshield(G)	150.90	7.85	13.20	24.39
Tata Tax Advantage-1	12.16	6.27	11.85	-
Reliance Tax Saver (ELSS)(G)	15.30	13.99	11.74	-
HDFC TaxSaver(G)	160.41	12.42	11.60	30.03
Kotak Tax Saver(G)	14.31	-3.97	10.98	-

MIP

Scheme Name	NAV	1 Year	3 Years	5 Years
Reliance MIP(G)	18.44	26.63	13.03	12.76
HDFC MIP-LTP(G)	19.38	21.42	12.55	13.31
Birla SL MIP II-Savings 5(G)	15.98	20.92	12.83	9.81
Kotak Twin Advantage II(G)	13.35	19.62	10.50	-
Birla SL Monthly Income(G)	32.24	18.05	11.26	10.25
Canara Robeco CIGO(G)	25.88	17.69	14.39	15.11
Birla SL MIP(G)	23.57	17.31	9.51	8.89
Birla SL MIP II-Wealth 25(G)	15.88	17.31	8.19	9.66
Sahara Classic(G)	12.31	17.10	-	-
UTI-MIS Adv(G)	17.87	16.87	11.25	11.95

(Compiled by Pradeep Kumar S.)

Save Confident

Save Confident is a traditional money back policy from Bharti AXA Life Insurance Company Limited. This policy participates in the profits of the insurance company.

Unique features

Limited premium payment term: In this policy, the premium payment term is limited and is fixed at 12 years from the commencement of the policy.

Fixed policy term: The policy has a fixed term of 15 years.

Survival benefit with Guaranteed Annual Regular Payments (GARP): The policy provides a guaranteed amount on survival of the life assured at the end of every year. This regular benefit amount is available for 10 years, starting from the 6th policy year and continues until maturity (i.e. the 15th policy year). The total benefit amount payable under GARP in 10 years is 110% of the value of the sum assured. The schedule of these payments is as under:

End of policy year	6 th year to 11 th year	12 th year to 14 th year	15 th year (at maturity)
GARP as a % of the basic Sum Assured	5% of basic sum assured every year	10% of basic sum assured every year	50% of basic sum assured

Note: Total GARP payable = (5% of the sum assured value x 6 years) + (10% of the sum assured value x 3 years) + (50% of the sum assured value x 1 year) = 110% of the sum assured value.

Loan on the policy: Loans can be availed under the policy once the policy has acquired a surrender value.

Policy benefits

Death benefit: In the unfortunate event of the death of the life assured during the policy term, the nominee will receive the value of the sum assured and the vested bonuses (declared during the policy term) as well as the terminal bonus, if any. The full sum assured value is paid irrespective of the GARP already paid until the date of death. Moreover, if the death occurs due to an accident when the life assured is aged between 18 years and 65 years, then an additional benefit amount equal to the basic sum assured or Rs10,00,000, whichever is lower, will be paid to the nominee.

Eligibility parameters

Age at entry: minimum – 12 years; maximum – 55 years; **Maximum age at maturity:** 70 years; **Policy term:** 5 years; **Premium payment frequency:** annual, semi-annual, quarterly and monthly (only through ECS facility); **Minimum annual premium:** Rs.6,000

Policy surrender

The policy acquires a surrender value after the premiums have been paid for the first three policy years. Moreover, the policy provides a guaranteed surrender value which is equal to 35% of all the premiums paid until the policy surrender date, excluding the first year premium.

Tax benefit

The premium paid under this policy is eligible for deduction under Section 80C of the Income Tax Act, 1961. The policy benefits are exempt from tax under Section 10(10D) of the Act.

- Atul Stanley Hermit

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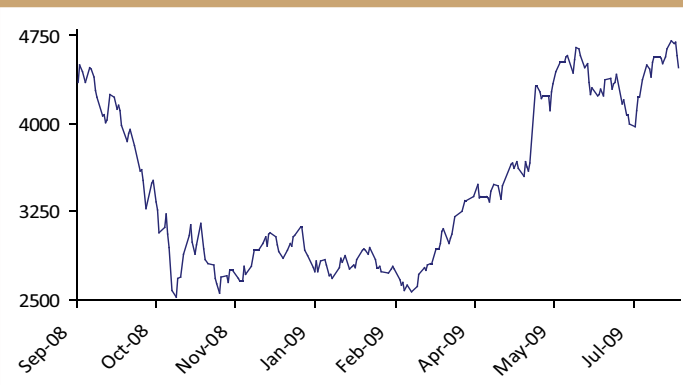
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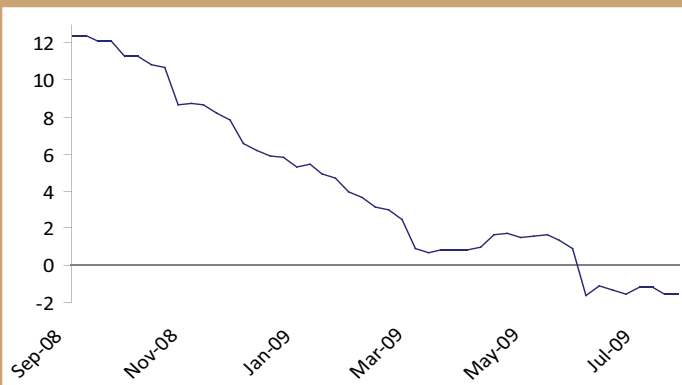


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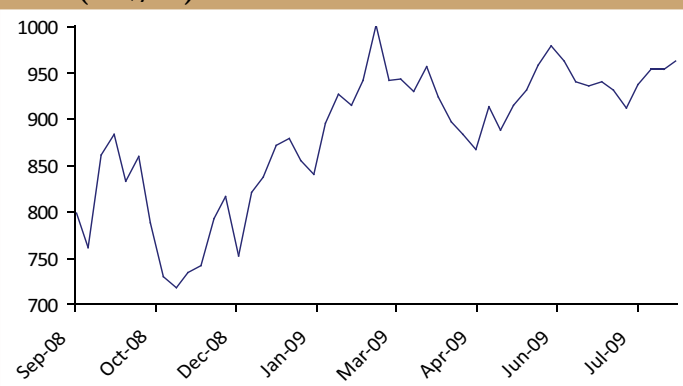
Nifty movement



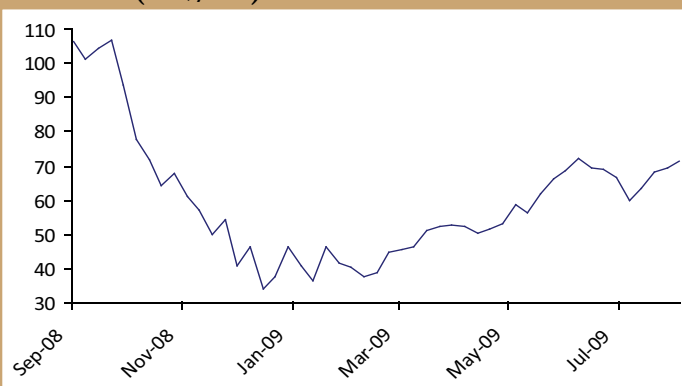
Inflation is at -1.58%



Gold (US\$/oz)



Crude oil (US\$/bbl)



Global indices: Weekly performance

	Close (Aug 07)	Close (July 31)	Weekly (%)	6M (%)	12M (%)	PE Ratio
ASIA						
Hang Seng	20375.37	20573.33	-0.96	49.22	-7.82	20.94
STI	2549.35	2659.20	-4.13	48.62	-10.07	18.77
S. Korea	1576.00	1557.29	1.20	30.22	0.77	33.59
Nikkei 225	10412.09	10356.83	0.53	28.92	-20.67	-
AMERICA (closing as on Aug 06)						
Dow Jones	9256.26	9171.61	0.92	11.78	-19.03	13.33
S&P 500	997.08	987.48	0.97	14.79	-21.25	18.46
NASDAQ	1973.16	1978.50	-0.27	23.97	-16.24	31.96
Brazil Bovespa	55754.88	54765.72	1.81	30.40	-2.22	24.57
EUROPE (closing as on Aug 06)						
FTSE-100	4690.53	4608.36	1.78	8.05	-15.34	60.46
DAX 30	5369.98	5332.14	0.71	14.93	-18.42	45.70
CAC 40	3477.83	3426.27	1.50	10.39	-22.67	13.41

Source: Bloomberg

Domestic indices: Weekly performance

	Close (Aug 07)	Close (July 31)	Weekly (%)	6M (%)	12M (%)	PE Ratio
Sensex	15160.24	15670.31	-3.26	63.00	0.28	18.25
Nifty	4481.40	4636.45	-3.34	57.62	-0.94	18.32
BSE 500	5759.16	5940.38	-3.05	70.47	-1.21	17.90
BSE Auto	5457.09	5713.68	-4.49	122.95	37.56	38.14
BSE Bankex	8110.08	8465.76	-4.20	70.25	11.35	12.87
BSE Capital Goods	12157.02	12595.94	-3.48	100.31	-1.92	29.49
BSE Consumer Durables	3013.23	3119.09	-3.39	86.03	-24.25	10.14
BSE FMCG	2554.52	2738.15	-6.71	24.75	16.59	24.89
BSE Healthcare	3771.73	3805.05	-0.88	40.71	-11.67	41.81
BSE IT	3919.12	3962.12	-1.09	77.81	-0.90	18.50
BSE Oil & Gas	9558.58	9480.09	0.83	50.91	-5.86	16.45
BSE Metal	12141.71	12395.26	-2.05	137.95	-5.78	13.54
BSE Realty	3676.95	3908.77	-5.93	159.89	-34.12	17.20
BSE PSU	8216.61	8365.69	-1.78	61.55	16.95	58.16
BSE Power	2848.15	2970.46	-4.12	62.15	6.02	28.70
BSE Teck	2844.72	2929.45	-2.89	57.84	-8.94	18.16

(Compiled by Amit Chopra)

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