



Weekly Stock Market Report

Market Summary During The Week Ended April 15th 2011:

The 30 share index, Sensex edged lower by 64 points or 0.3% to 19,387 in the week ended April 15 as compared to last week. On the other hand, the broad based NSE Nifty down 17.45 points, or 0.30% to 5,824 in the same period.

The broader markets, which put up an impressive performance last week, also struggled amidst high profit booking during the week. The BSE Midcap index lost 0.50%, while BSE Smallcap index fell 0.40%.

Meanwhile, India's headline inflation jumped sharply and unexpectedly in March 2011 and stood at 8.98% as against 8.31% in the previous month

BSE FMCG

BSE FMCG were the best performers during the week registering gains of 2.1%. as strong pipeline of new product launches in domestic and overseas markets coupled with increasing reach in other geographies led to increasing investor interest in the sector. Top performer within the sectors are Colgate up by 4.98%, ITC 3.97% and Dabur India 1.53%.

BSE CG gain on growing demand

BSE CG gained 1.7% during the week as Capital Goods stocks propelled the respective counters marginally above their previous closing levels. The major gainer over this counter were Usha Martin 8.75% havells Inda 4.88% Crompton Greaves 3.34% and BGR Engery 1.78%.

BSE REALTY

BSE Realty index, which got hammered during the week Fears of rate hikes on top of tight liquidity and withdrawal of teaser rates by banks saw investors beat down stocks of realty developers. BSE Realty down by 2.2%. Major loser were Sunteck Realty down by 9.67% DLF down by 5.55% Sobha dev 5.22% and Unitech down by 5.05%.

BSE IT fell, worrying Over IT cos earnings

The IT sector was the worst performer as disappointing results from Infosys had a rub off effect on the entire IT pack. BSE IT Index down by 4.6% during the week. Still most of the IT companies earnings yet to come. Top loser in this pack were Infosys tech 7.38%, Core projects 5.17% Wipro 3.41% and Oracle Fin 2.10%.

BSE Teck down more than 3% during the week

Over the earning disappointment of ITes majors most of the BSE TECK stocks experienced the heat and closed sluggish during the week. Major lose were IBN 18 broad cast down by 4.18%, Sun TV Network 3.74%, Onmobile Global 2.52% and Tech Mahindra 1.42% down.

Other Indices closed in Red

BSE PSU, BSE Metal, BSE Auto, Bankex, HC and BSE Power registered marginal gain of 0.2, 0.6%, 0.3%, and 0.1% while BSE CD, Metal and Oil& Gas down by 0.7%, 0.8% and 0.6% respectively. The overall negative momentum has dragged the broader market lower.

FII POSITION |

The FIIs on Friday were the net buyers in equities and in debt segment also, according to data released by the Securities and Exchange Board of India (SEBI). In equity segment, the gross buying was of Rs 3313.50 crore against gross sell of Rs 3110.40 crore. Thus, FIIs stood as net buyers of Rs 203.10 crore in equities on April 15, 2011.

In the debt segment, the gross purchase was of Rs 2102.20 crore with gross sales of Rs 1585.60 crore. Thus, FIIs stood as net buyers of Rs 516.70 crore in debt on April 15, 2011.

Sector wise movement during the week

| SECTOR | CLOSE (15th April) | WEEKLY HIGH | WEEKLY LOW | CLOSE (8st April) | % CHANGE |
|----------|-----------------------|-------------|------------|----------------------|----------|
| SENSEX | 19,387 | 19,697 | 91,101 | 19,451 | -0.3% |
| MIDCAP | 7,209 | 7,249 | 7,094 | 7,173 | 0.5% |
| SMLCAP | 8,808 | 8,864 | 8,688 | 8,772 | 0.4% |
| BSE AUTO | 9,439 | 9,577 | 9,124 | 9,397 | 0.4% |
| BANKEX | 13,382 | 13,626 | 13,105 | 13,299 | 0.6% |
| CD | 6,381 | 6,591 | 6,250 | 6,427 | -0.7% |
| CG | 13,979 | 14,122 | 13,492 | 13,741 | 1.7% |
| FMCG | 3,713 | 3,741 | 3,613 | 3,637 | 2.1% |
| HC | 6,142 | 6,218 | 6,090 | 6,123 | 0.3% |
| IT | 6,258 | 6,707 | 6,244 | 6,557 | -4.6% |
| METAL | 16,334 | 16,773 | 16,162 | 16,460 | -0.8% |
| OIL&GAS | 10,031 | 10,274 | 9,866 | 10,088 | -0.6% |
| POWER | 2,775 | 2,816 | 2,733 | 2,773 | 0.1% |
| PSU | 9,070 | 9,204 | 8,932 | 9,052 | 0.2% |
| REALTY | 2,410 | 2,459 | 2,374 | 2,464 | -2.2% |
| TECK | 3,751 | 3,947 | 3,743 | 3,871 | -3.1% |



STOCK TALK | WEEKLY

Supreme Petrochem Ltd | BUY

Supreme Petrochem Ltd, engaged in plastic and petrochemical business, posted robust topline and bottom line growth. The Net profit of the company grew by 49.59% to Rs 29.26 in the fourth quarter ended march 31, 2011 as compared to Rs. 19.76 crore in the same quarter last fiscal. Net income of the company rose to Rs 511.74 crore from Rs. 412.10 crore during the same period previous year.

Supreme Petrochem Ltd (SPL) is a joint venture between the Supreme Industries and Rajan Raheja Group. Company owns and operates a state-of-the art polystyrene facility, with an installed capacity of 2,72,000 tonne per annum (TPA) located at Nagothane in Raigad District, Maharashtra.

The facility also includes a world class colouring and compounding facility with an installed capacity of 25,000 TPA. The plant is based on technology from the erstwhile Huntsman Chemical Corporation (Now NOVA Chemicals) USA with basic engineering by ABB Lummus Crest, USA.

Market Outlook

We Understand that market will be sluggish in coming week. The earnings season has started on a weak note following disappointing numbers from Infosys. Inflation at 9% for March 2011 raises risk of further monetary tightening which will impact negatively over rate sensitive sector like banking and real estate. Crude oil prices have also stayed firm. Thus considering these negatives, a minor correction is not ruled out.

NEWS & HEADLINES:**Global Economy**

- Chinese economy expands 9.7% in first quarter of 2011
- Oil below US\$108 as traders eye US dollar, economy

Indian Economy

- India Inflation Quickens to 8.98%, Increasing Pressure on Rates
- BRICS to trade in own currencies
- Manipal buys US home fragrance co

Industry

- Amalgamation of IDBI Home Finance Ltd and IDBI Gilts Ltd with IDBI Bank Ltd
- Ashok Leyland to invest Rs 200 cr in product development
- Tyre, tube imports may skid on quality roadblock
- Kobelco sets up mfg plant at Sri City
- Cement sector to grow in double-digits from next fisc: E&Y
- Fortis to buy 86% in Super Religare Labs
- Infosys net up 13.6% at Rs 1,818 cr; Markets not happy
- Retail investors bet big on ETFs, especially those in gold
- Numaligarh Refinery Ltd to build 100-km pipeline from India to Bangladesh for Rs 150 Crore
- Indian pharmaceutical industry to reach US\$20 bn by 2015: ASSOCHAM
- Indian, Chinese cos to bid for Premier Coal
- Essar Steel commissions CSP mill at Hazira complex

Results to watch: RIL, HDFC Bank, IDBI Bank, IFCI, Magma Fin, Indusind Bank, Hindustan Zinc and Mindtree Ltd

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