



MARKETS THIS WEEK

The key benchmark indices hit a 15-1/2 month high following improved investor sentiments on higher advance tax payments by companies for the September 2009 quarter. The 50-unit Nifty tested the iconic 5,000 mark on Thursday, 17 September 2009, but retreated to close some points below that level

According to numbers reported by newspapers, advance tax payments improved by as much as six times for some firms compared with the previous quarter. The robust advance tax payouts indicate that the economic recovery is underway.

Investor sentiment was also boosted as fears of interest rate hike receded after the Reserve Bank of India governor said the central bank will not unwind its accommodative monetary policy until the economy is back on high-growth track. Rising inflationary pressures due to a surge in food prices had stoked worries that the central bank may raise rates as early as next month at a quarterly policy review.

Data released by the government on Thursday, 17 September 2009, showed the headline inflation entered the positive territory after a gap of 13 weeks. Inflation based on the wholesale price index rose 0.12% in the year through 5 September 2009 compared to previous week's annual decline of 0.12%. A surge in food price index was responsible for the rise in the headline inflation.

The cabinet on Thursday extended limits on stocks that can be held by traders of sugar, vegetable oils, lentils and rice until September 2010. The move is aimed at keeping a lid on prices of those commodities.

The BSE 30-share Sensex rose 477 points or 2.93% to 16,741.30 in the week ended Friday, 18 September 2009. The S&P CNX Nifty rose 146.5 points or 3.03% to 4,976.05 in the week.

The BSE Mid-Cap index rose 249.62 points or 4.22% to 6,171.23. The BSE Small-Cap index 272.37 points or 3.84% to 7,373.64. Both the indices outperformed the Sensex.

Trading for the week began on a subdued note. The key benchmark indices snapped preceding six days' gains on Monday, 14 September 2009, as world stocks fell on the eve of the first anniversary of the collapse of US investment bank Lehman Brothers. The BSE 30-share Sensex fell 50.11 points or 0.31% to 16,214.19. The S&P CNX Nifty fell 20.95 points or 0.43% to 4808.60.

The key benchmark indices resumed their upward march on 15 September 2009, after taking a breather on Monday, 14 September 2009, on reports of higher advance tax payment by some top Indian firms. A survey showing an improvement



in business confidence in India also boosted sentiments. The BSE 30-share Sensex rose 240.26 points or 1.48% to 16,454.45. The S&P CNX Nifty was up 83.90 points or 1.74% to 4892.10.

The key benchmark indices surged to their highest level in nearly 16-months on 16 September 2009, tracking firm global stocks. Metal, banking, auto and cement stocks led the rally. The BSE 30-share Sensex rose 222.59 points or 1.35% to 16,677.04. The S&P CNX Nifty rose 66.30 points or 1.36% to 4958.40.

The key benchmark indices scored small gains in choppy trade on 17 September 2009, extending recent strong gains, on firm global cues. IT and auto stocks rose even as realty stocks fell. The BSE 30-share Sensex rose 34.07 points or 0.2% to 16,711.11. The S&P CNX Nifty rose 7.15 points or 0.14% to 4965.55.

The key benchmark indices registered small gains again on Friday, 18 September 2009, as a recovery in European markets triggered an intraday rebound on the domestic bourses. The BSE 30-share Sensex rose 30.19 points or 0.18% to 16,741.30. The S&P CNX Nifty rose 10.50 points or 0.21% to 4976.05.

Index heavyweight Reliance Industries (RIL) fell 1.97% after the company sold a large number of treasury shares held by a trust for about Rs 3,188 crore. The Petroleum Trust, which owns the treasury stocks that were created seven years ago because of the merger of Reliance Petroleum with RIL, on Thursday, 17 September 2009, sold 1.5 crore equity shares of RIL through block deals on the bourses at Rs 2125 per share. The financial impact of the transaction will be reflected in the consolidated statements, RIL said.

RIL did not say for what it would use the funds for. However, reports suggested that the company may buy an unspecified petroleum asset overseas where energy assets have fallen in value since the collapse of oil price last year.

RIL has fixed 29 September 2009 as the record date for shareholders of Reliance Petroleum (RPL) to receive equity shares of RIL under a merger scheme.

Reliance Infrastructure rose 6.42% on reports the order book of the company is likely to cross \$7 billion-mark over the medium term, as investment in the infrastructure sector emerges key to the sustenance of GDP growth in the country.

India's largest private sector bank by net profit ICICI Bank rose 0.92%. The bank has reportedly finalised sale of Point Of Sale (PoS) terminals to First Data Corporation for \$ 80 million. Meanwhile, ICICI Bank has reportedly paid lower tax of Rs 501 crore in in the second installment against Rs 575 crore paid last year.

India's largest bank by net profit and branch network State Bank of India spurted 11.65% on optimism about Q2 September 2009 results. Chairman O.P. Bhatt, on 8 September 2009, had said the bank's earnings are likely to grow 30-35% in Q2 September 2009 over Q2 September 2008. State Bank of India has reportedly paid



Rs 1838 crore in advance tax in the second installment as against Rs 1500 crore paid last year.

Axis Bank rose 1.23% on reports the private sector bank has raised \$720 million through a qualified institutional placement (QIP) cum global depository receipt (GDR). The bank has priced its QIP cum GDR issue at Rs 906.70 per share. The issue is likely to result in an equity dilution of about 10.5%.

The government has provided a thrust to the infrastructure sector in the Union Budget 2009-2010 which may keep cement demand strong. The government has set a target of spending \$20 billion a year on road construction.

<i>Economic Data</i>				<i>Market Breadth</i>			
<i>Inflation</i>	<i>Whole Sale Price Index</i>			<i>Advances</i>	<i>Declines</i>	<i>Unchanged</i>	
<i>Week End</i>				BSE	1443	1334	81
5-Sep-09	29-Aug-09	5-Sep-09	29-Aug-09	NSE	667	594	37
0.12%	-0.12%	242.00	241.10				
Corporate Announcements							
Bonus/Rights/Stock Split/Dividend							
Bonus							
Company Name	Ratio	Ex-Date	Company Name	Ratio	Ex-Date	Ex-Date	
No Upcoming Bonus			No Upcoming Bonus				
Rights							
Company Name	Ratio	Ex-Date	Company Name	Ratio	Ex-Date	Ex-Date	
No Upcoming Rights			No Upcoming Rights				
Board Meeting							
Company Name	Date	Purpose	Company Name	Date	Purpose	Purpose	
Bhansali Engg	19-Sep-09	General	Priyadarshini	23-Sep-09	To approve text ads		
Guj NRE Coke	19-Sep-09	Bonus Issues	Telesys Soft	24-Sep-09	Others		
Ballapur Ind	21-Sep-09	Dividend	SJ Corporation	26-Sep-09	issue of bonus		
Stock Splits							
Company Name	Old FV	New FV	Ex-Date	Company Name	Old FV	New FV	Ex-Date
Arotech	2	10	25-Sep-09				
Sks	2	10	25-Sep-09				



dividends

Company Name	Purpose	%percent	Ex-Date	Company Name	Purpose	%percent	Ex-Date
Assam Company	Final	15	22-09-2009	Ankur Drugs	Final	22.5	23-09-2009
Brescon Finance	Final	25	22-09-2009	Mount Shivalik	Final	10	23-09-2009
Bartronics	Final	10	22-09-2009	Ortin Labs	Final	8	23-09-2009
Bhagyanagar Ind	Final	20	22-09-2009	PBA Infra	Final	20	23-09-2009
Competent Auto	Final	10	22-09-2009	Pioneer Distill	Final	20	23-09-2009
Bheema Cem	Final	12	22-09-2009	Panama Petro	Final	40	23-09-2009
Cranes Software	Final	10	22-09-2009	Rajesh Exports	Final	60	23-09-2009
Eldeco Housing	Final	10	22-09-2009	Sri Adhikari	Final	6	23-09-2009
FIEM Ind	Final	25	22-09-2009	Savera Hotels	Final	10	23-09-2009
GEI Industrial	Final	10	22-09-2009	SMS Pharma	Final	20	23-09-2009
Genesys Int	Final	20	22-09-2009	Alchemist	Final	20	23-09-2009
Garware Offshor	Final	4	22-09-2009	Tulip Telecom	Final	40	23-09-2009
Indiabulls	Final	100	22-09-2009	Tanla Solutions	Final	50	23-09-2009
IKF Finance	Final	10	22-09-2009	Vishal Info	Final	12.5	23-09-2009
Indiabulls Sec	Final	100	22-09-2009	Hipolin	Final	10	24-09-2009
Karuturi Global	Final	10	22-09-2009	Inani Marbles	Final	10	24-09-2009
Kamadgiri Synth	Final	10	22-09-2009	Jupiter Bio	Final	20	24-09-2009
Mastek	Final	150	22-09-2009	Kwality Dairy	Final	10	24-09-2009
United Spirits	Final	20	22-09-2009	KS Oils	Final	18	24-09-2009
Monnet Ispat	Final	50	22-09-2009	Logix Micro	Final	12.5	24-09-2009
Neo Sack	Final	5	22-09-2009	Manjeera Const	Final	12	24-09-2009
Sahyadri Ind	Final	20	22-09-2009	Mudra Lifestyle	Final	6	24-09-2009
Ajmera Realty	Final	11	22-09-2009	Madhucon Projec	Final	40	24-09-2009
Spanco	Final	5	22-09-2009	Mold Tek Tech	Final	20	24-09-2009
Technocraft Ind	Final	5	22-09-2009	Polyplex Corp	Final	70	24-09-2009
Vamshi Rubber	Final	5	22-09-2009	Ranklin Solutio	Final	5	24-09-2009
Weizmann	Final	5	22-09-2009	Shilpa	Final	25	24-09-2009
Alka Secur	Final	5	23-09-2009	Shivalik Bimeta	Final	12.5	24-09-2009
Akar Tools	Final	10	23-09-2009	Syncom Formula	Final	5	24-09-2009
Geodesic	Final	40	23-09-2009	Vama Ind	Final	2	24-09-2009
Panoramic Uni	Final	50	23-09-2009	Sacheta Met	Final	2.5	24-09-2009
Lancor Holdings	Final	50	23-09-2009	subhash proj	Final	60	24-09-2009
DandH Welding	Final	10	23-09-2009	Trinethra infra	Final	5	24-09-2009
Jagson Pharma	Final	5	23-09-2009	Ecoboard Inds	Final	10	24-09-2009
Brahmaputra	Final	5	23-09-2009	Gee	Final	15	24-09-2009

IPO UPDATES

Company Name	Issue Size	FACE VALUE	Opens	Close	Offer Price	Lot Size
Euro Multi Vision Ltd	8800000	10	22-Sep	24-Sep	70-75	90
ThinkSoft Global Services Ltd	3646000	10	22-Sep	24-Sep	120-130	50



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