



Key developments during the week

- GoM finalises sugar sector sops; Pawar says to send proposals to PM
- Govt source says Apr-Oct major subsidies 1.73 trln rupees, up 17% on yr
- Govt source says sent notices to Cipla, Ranbaxy for overcharging
- Govt source says Cabinet likely to mull DTC bill amendments next week
- FIPB meeting deferred; to now mull Vodafone's India invest plan Mon
- SC notices to PricewaterhouseCooper on plea alleging malpractices
- Mphasis to focus on mid-to-large size deals; not target small deals
- Swamy seeks Radia tape transcript in Jet-Etihad case; SC hearing Jan 7
- Supreme Court to hear PNGRB-Indraprastha Gas case on Jan 29
- Govt sources say oil min to give 3 overlapping blocks to coal min
- Govt sets price cap of 18 drugs under new pricing policy
- Environ panel OKs Gujarat Pipavav's 11-bln-rupee port expansion plan
- Bharti Airtel arm raises 750 mln euros via 5-year euro bonds
- Govt stake in United Bank to rise by 5.8% post pref issue
- Bank of India shareholders OK 10-bln-rupee share allotment to govt

INDEX	06-Dec-13	29-Nov-13	Change (in %)
NIFTY	6259.90	6176.10	1.36
SENSEX	20996.53	20791.93	0.98
NSE 500	4830.80	4770.10	1.27
NSE MIDCAP	2207.55	2177.90	1.36
NIFTY JUNIOR	12440.20	12363.40	0.62
BSE SMALLCAP	6225.77	6099.52	2.07
BSE 200	2494.60	2463.86	1.25

INDEX	06-Dec-13	29-Nov-13	Change (in %)
BSE CD	5808.83	5745.19	1.11
BSE OIL AND GAS	8733.07	8650.68	0.95
BSE PSU	5961.89	5809.31	2.63
BSE FMCG	6382.23	6562.03	-2.74
BSE CAPITAL GOODS	10279.20	9816.81	4.71
BSE AUTO	12297.41	12321.76	-0.20
BSE REALTY	1365.60	1355.92	0.71
BSE BANK	13363.74	12730.30	4.98
BSE TECH	4763.07	4738.53	0.52
BSE HEALTHCARE	9510.61	9500.86	0.10
BSE IT	8421.48	8414.25	0.09
BSE METALS	9718.57	9410.91	3.27

INDEX	06-Dec-13	29-Nov-13	Change (in %)
DOW JONES	16020.20	16086.41	-0.41
HANG SENG	23743.10	23881.29	-0.58
NIKKEI	15299.86	15661.87	-2.31
FTSE	6551.99	6650.57	-1.48

Domestic events week ahead

- Dec 09-12:** Trade data for November, by commerce and industry ministry.
- Dec 09-12:** Automobile sales data for November, by SIAM.
- Dec 09-13:** Rail freight traffic for November, by rail ministry.
- Dec 12:** CPI for Combined, Rural, and Urban for November, by CSO.
- Dec 12:** Index of Industrial Production for October, by CSO.

Source: NW18

Global events week ahead

- Dec 09:** Japan Current Account, Japan Final GDP q/q, China CPI y/y, China PPI y/y, German Trade Balance, Eurogroup Meetings, German Industrial Production m/m, FOMC Member Bullard Speaks
- Dec 10:** Japan Consumer Confidence, China Industrial Production y/y, French Industrial Production m/m, Italian Industrial Production m/m, UK Manufacturing Production m/m, UK Trade Balance, UK Industrial Production m/m, ECOFIN Meetings
- Dec 11:** Japan Core Machinery Orders m/m, French Final Non-Farm Payrolls q/q, German Final CPI m/m, German WPI m/m, US Treasury Sec Lew Speaks, US Crude Oil Inventories
- Dec 12:** US Federal Budget Balance, French CPI m/m, ECB Monthly Bulletin, Europe Industrial Production m/m, US Core Retail Sales m/m, US Retail Sales m/m, US Unemployment Claims, US Business Inventories m/m
- Dec 13:** Japan Revised Industrial Production m/m, Europe Employment Change q/q, US PPI m/m, US Core PPI m/m



Market Range for Week 6020- 6400

Nifty	Values	
Support 1	6220	Resistance – Nifty facing Resistance level @6280 level above this level it may go up to @6350 &@ 6400 level.
Support 2	6150	
Support 3	6080	
Resistance 1	6280	Support - Support comes for market @6220 level for Nifty; below this level Nifty next support @6150 and @6080 will be the major support for Market.
Resistance 2	6350	
Resistance 3	6400	

Technical – Last week Nifty opened at 6171 & it made a high of 6300. Last week we have seen some consolidation in the market. Nifty made a low of 6149 & closed at 6259. Last week Nifty gain 151 points from its low & on weekly basis it closed at 83 points higher. Sensex made a weekly high of 21165 & a low of 20673 almost it gain 492 points in the week from its low. So overall last week we have seen rangebound market with stocks specific action.

For the coming week the market range we expect 6020-6400

Weekly Chart View –

Last week we had expected market range (6020-6280) market made a high of 6300 & low of 6149, so overall it hold our both side range.

In last week report we had mentioned on daily chart market was in triangle & near to 50DMA-50WMA, because of that we had mentioned 6220-6250 will be resistance & 6120-6080 will be support & all we have seen trade between this range. Now on daily chart we can see market close above triangle. On weekly chart market near to mediane line & near to supply zone which is 6330-6350. Apart from that Sunday will announce election result. So overall according to election result we will see movement in the market.

Weekly Chart





Weekly Sectoral Technical Outlook

BSE Auto Index

CMP: 12297



BSE Auto

The current price action has formed a Doji Candle stick pattern which suggests indecisiveness prevailing at current level. However, we maintain our earlier stance that one should trade this sector with positive bias and trail the stop loss to 11925 as prices are still above the median line of the channel.

BSE Bankex

CMP: 13363



BSE Bankex

The current price action has tested the supply zone. Since this zone is tested twice the potential for price to reverse is lower. Hence if this sector trades above 13440 levels then it has potential to test 13800 – 14000 levels. Hence one can trade this sector with positive bias and keep a stop loss of 12678.



BSE Metal Index

CMP: 9718



BSE Metal Index

The current price action has closed above the supply zone. Those long in this sector should maintain a stop loss of 9400. On the upside, this sector can test 9900 – 10150 levels.

BSE IT

CMP: 8421



BSE IT

The current price action has closed above the median line of the second channel. We maintain our view that 70% profit booking should be done at current level and for rest 30% one should trail the stop loss to 8400 level.



Weekly Technicals of Key Companies –

Company	Closing 06-Dec-13	Buy/Sell Trigger	Resistnace 1	Resistance 2	Support 1	Support 2
ACC	1115.95	1106.25	1131.20	1146.45	1091.00	1066.05
AMBUJACEM	185.10	185.53	187.92	190.73	182.72	180.33
ASIANPAINT	504.75	506.73	512.47	520.18	499.02	493.28
AXISBANK	1279.75	1242.25	1326.50	1373.25	1195.50	1111.25
BAJAJ-AUTO	1950.00	1957.00	1990.00	2030.00	1917.00	1884.00
BANKBARODA	683.95	670.88	701.77	719.58	653.07	622.18
BHARTIARTL	332.40	333.47	338.93	345.47	326.93	321.47
BHEL	171.40	167.97	179.33	187.27	160.03	148.67
BPCL	364.30	356.67	373.23	382.17	347.73	331.17
CAIRN	325.00	323.02	327.98	330.97	320.03	315.07
CIPLA	388.75	390.07	394.53	400.32	384.28	379.82
COALINDIA	289.55	283.52	299.03	308.52	274.03	258.52
DLF	155.75	155.15	159.50	163.25	151.40	147.05
DRREDDY	2422.70	2443.03	2486.07	2549.43	2379.67	2336.63
GAIL	346.55	341.97	353.28	360.02	335.23	323.92
GRASIM	2728.30	2695.43	2774.87	2821.43	2648.87	2569.43
HCLTECH	1126.60	1116.33	1150.27	1173.93	1092.67	1058.73
HDFC	813.75	820.93	831.82	849.88	802.87	791.98
HDFCBANK	682.70	675.08	697.52	712.33	660.27	637.83
HEROMOTOCO	2095.10	2078.37	2134.73	2174.37	2038.73	1982.37
HINDALCO	120.50	121.95	124.90	129.30	117.55	114.60
HINDUNILVR	559.65	572.00	585.50	611.35	546.15	532.65
ICICIBANK	1143.90	1117.25	1174.25	1204.60	1086.90	1029.90
IDFC	112.65	110.42	116.83	121.02	106.23	99.82
INDUSINDBK	446.25	438.62	456.13	466.02	428.73	411.22
INFY	3325.80	3347.67	3377.13	3428.47	3296.33	3266.87
ITC	311.05	314.10	320.65	330.25	304.50	297.95
JINDALSTEL	283.50	275.65	294.55	305.60	264.60	245.70
JPASSOCIAT	55.25	55.12	57.23	59.22	53.13	51.02
KOTAKBANK	757.85	759.50	772.35	786.85	745.00	732.15
LT	1096.40	1076.35	1120.05	1143.70	1052.70	1009.00
LUPIN	857.85	866.17	879.68	901.52	844.33	830.82
M&M	945.30	947.08	961.67	978.03	930.72	916.13
MARUTI	1701.50	1684.37	1734.78	1768.07	1651.08	1600.67
NMDC	142.95	139.77	146.93	150.92	135.78	128.62
NTPC	148.95	147.25	151.50	154.05	144.70	140.45
ONGC	294.05	293.02	300.03	306.02	287.03	280.02
PNB	596.90	583.03	616.87	636.83	563.07	529.23
POWERGRID	98.95	96.98	101.87	104.78	94.07	89.18
RANBAXY	434.15	439.22	455.83	477.52	417.53	400.92
RELIANCE	866.70	864.78	878.92	891.13	852.57	838.43
SBIN	1859.55	1846.40	1895.80	1932.05	1810.15	1760.75
SSLT	182.30	182.82	186.43	190.57	178.68	175.07
SUNPHARMA	581.30	585.07	598.13	614.97	568.23	555.17
TATAMOTORS	390.90	393.57	401.18	411.47	383.28	375.67
TATAPOWER	88.40	85.80	92.50	96.60	81.70	75.00
TATASTEEL	422.70	414.23	432.47	442.23	404.47	386.23
TCS	2000.30	2008.45	2033.85	2067.40	1974.90	1949.50
ULTRACEMCO	1881.35	1889.93	1926.37	1971.38	1844.92	1808.48
WIPRO	493.80	486.40	506.15	518.50	474.05	454.30



Arihant Fundamental Desk: Stocks under our radar

Company and Sector	Current	Target	Research	EPS (Rs/share)			P/E (x)			ROE %			Dividend Yield %		
	Price	Price	Call	FY13	FY14E	FY15E	FY13	FY14E	FY15E	FY13	FY14E	FY15E	FY13	FY14E	FY15E
Automobile															
M&M	946	1010	Hold	54.6	57.1	63.5	17.3	16.6	14.9	25.0	22.1	21.1	1.4	1.6	1.9
Maruti Suzuki	1698	1869	Hold	79.2	105.6	128.9	21.4	16.1	13.2	13.3	17.3	18.3	0.5	0.5	0.5
Tata Motors	391	416	Hold	31.0	45.0	57.2	12.6	8.7	6.8	27.5	31.2	32.1	0.6	0.9	1.2
TVS Motors	54	56	Neutral	4.4	5.3	5.7	12.5	10.3	9.5	9.6	18.9	17.9	2.2	2.2	2.4
Bajaj Auto	1954	2212	Accumulate	105.2	119.1	138.3	18.6	16.4	14.1	43.7	39.3	37.6	2.3	2.6	3.1
Hero MotoCorp	2099	2068	Reduce	106.1	109.3	137.8	19.8	19.2	15.2	45.6	41.2	45.8	2.9	3.3	3.8
Ashok Leyland	16	13	Reduce	0.7	0.1	1.1	23.3	232.9	15.4	4.3	0.4	6.2	4.5	0.0	3.0
Escorts	128	96	Reduce	12.4	14.9	18.3	10.3	8.6	7.0	8.9	9.9	11.3	2.3	2.7	3.1
Bharat Forge	303	270	Reduce	10.6	13.5	18.0	28.5	22.4	16.8	11.2	13.3	16.0	1.3	1.5	1.7
Banking & NBFC															
BOB	682	714	Neutral	108.8	113.6	135.5	6.3	6.0	5.0	15.7	13.8	14.2	3.1	3.1	3.1
SBI	1862	2087	Accumulate	206.2	212.0	267.0	9.0	8.8	7.0	16.1	16.3	16.6	2.7	2.7	2.7
Axis Bank	1281	1391	Hold	110.7	136.7	164.1	11.6	9.4	7.8	18.5	17.9	18.4	2.2	2.2	2.2
ICICI Bank	1143	1224	Hold	72.2	81.1	94.2	15.8	14.1	12.1	13.1	12.5	13.1	2.5	2.5	2.5
Federal Bank	79	82	Neutral	9.5	12.0	12.4	8.3	6.6	6.4	14.8	16.3	16.4	1.3	1.3	1.3
Yes Bank	392	409	Neutral	36.5	50.1	52.3	10.7	7.8	7.5	24.8	27.0	20.2	1.1	1.1	1.1
Indusind Bank	446	464	Neutral	20.3	27.5	33.4	22.0	16.2	13.4	20.3	17.1	18.2	0.7	0.8	0.8
Bank of Mah	38	42	Hold	11.9	15.0	18.2	3.2	2.5	2.1	14.6	19.4	21.4	5.0	5.0	5.0
DCB	51	57	Hold	3.8	6.0	6.8	13.5	8.6	7.6	10.8	12.2	12.6	-	-	-
Andhra Bank	62	71	Accumulate	23.0	14.8	20.3	2.7	4.2	3.1	17.1	14.0	13.3	8.0	8.0	8.0
HDFC Bank	682	712	Neutral	28.5	35.6	44.8	23.9	19.2	15.2	20.8	21.0	21.8	0.8	0.8	0.8
IDBI Bank	67	60	Reduce	14.7	14.8	18.2	4.5	4.5	3.7	8.8	8.5	9.3	0.7	0.7	0.7
M&M Fin	305	228	Reduce	15.4	20.3	20.3	19.8	15.0	15.0	24.4	20.8	21.4	1.2	1.2	1.2
Cement															
Ultratech Cement	1882	2055	Hold	98.9	85.0	119.0	19.0	22.1	15.8	17.8	14.0	16.0	0.5	0.5	0.5
ACC	1116	1115	Reduce	59.3	74.1	83.7	18.8	15.1	13.3	14.3	16.3	16.7	1.7	1.7	1.7
Ambuja Cement	185	160	Reduce	8.4	7.1	9.1	22.0	26.1	20.4	14.9	11.8	13.9	1.9	1.9	1.9
JK Lakshmi Cement	71	76	Hold	15.9	7.2	8.7	4.5	9.9	8.2	14.8	6.4	7.3	7.0	7.0	7.0
JK Cement	200	269	Buy	33.4	19.7	40.2	6.0	10.2	5.0	13.9	7.7	14.0	3.3	3.3	3.3
Grasim Ind	2745	3316	Buy	294.9	258.0	291.0	9.3	10.6	9.4	13.9	11.0	11.0	0.9	0.9	0.9
FMCG															
HUL	561	544	Reduce	17.7	16.2	18.1	31.7	34.6	31.0	117.3	108.4	99.8	3.0	1.8	2.1
ITC	312	339	Hold	9.7	11.0	13.0	32.2	28.3	23.9	35.7	35.0	36.0	1.6	1.7	2.0
Dabur	165	160	Reduce	4.4	5.2	6.2	37.7	31.7	26.8	39.7	37.7	35.4	0.9	1.0	1.1
IT															
Infosys	3327	3508	Hold	164.7	172.9	194.9	20.2	19.2	17.1	35.2	33.7	33.7	2.2	2.5	2.8
TCS	2000	2203	Hold	71.1	91.7	110.2	28.1	21.8	18.1	37.2	38.4	36.5	1.2	1.5	1.8
Wipro	493	494	Neutral	27.1	29.4	32.9	18.2	16.8	15.0	20.2	21.0	20.5	2.1	2.3	2.5
HCL Tech	1127	1022	Reduce	55.6	62.7	70.5	20.3	18.0	16.0	32.8	28.8	25.9	0.8	0.9	0.9
KPIT Cummins	147	160	Hold	11.5	15.3	18.8	12.8	9.6	7.8	25.3	26.7	25.3	0.6	0.6	0.6
Infotech Enterprises	285	242	Reduce	20.9	22.5	26.9	13.6	12.6	10.6	18.8	17.8	18.6	2.9	3.1	3.7
Mphasis	395	423	Hold	37.1	39.9	42.3	10.6	9.9	9.3	16.4	15.5	14.5	1.3	1.3	1.4
Persistent Systems	850	761	Reduce	46.9	56.9	66.2	18.1	14.9	12.8	20.5	21.2	20.9	1.0	1.3	1.5
Metal															
SAIL	70	60	Reduce	5.3	7.2	4.2	13.4	9.7	16.7	5.3	6.9	3.9	2.9	2.9	2.9
Tata Steel	423	429	Neutral	3.4	42.3	46.3	124.3	10.0	9.1	1.0	9.7	10.1	2.2	2.2	2.2
JSW Steel	927	788	Reduce	43.2	84.0	86.0	21.5	11.0	10.8	5.6	12.0	12.0	1.1	1.1	1.1
Hindustan Zinc	126	122	Reduce	16.3	15.0	15.1	7.7	8.4	8.3	21.4	19.6	19.6	2.5	2.5	2.5
Hindalco	121	109	Reduce	15.8	10.9	13.4	7.6	11.1	9.0	8.7	5.6	6.5	1.1	1.1	1.1
NMDC	143	149	Neutral	16.0	14.5	15.5	8.9	9.9	9.2	25.6	24.1	24.1	4.9	4.9	4.9
Monnet Ispat	157	97	Reduce	38.9	40.6	36.4	4.0	3.9	4.3	9.1	8.7	7.3	1.8	1.8	1.8
GPIL	88	81	Reduce	46.9	12.8	27.7	1.9	6.9	3.2	18.8	4.7	9.6	2.8	2.8	2.8
Adhunik Metaliks	28	19	Reduce	6.4	-1.6	3.8	4.4	NA	7.4	6.0	NA	4.4	0.0	0.0	0.0
IMFA	218	249	Accumulate	24.4	21.5	24.6	8.9	10.2	8.9	7.7	6.5	7.0	2.3	2.3	2.3
Oil and Gas															
ONGC	295	362	Buy	28.3	31.2	36.5	10.4	9.4	8.1	19.6	23.3	23.5	3.3	3.3	3.3
GAIL	346	400	Accumulate	31.7	29.2	28.3	10.9	11.9	12.2	16.5	13.8	12.3	2.5	2.5	2.5
IGL	275	318	Accumulate	25.3	25.5	30.1	10.9	10.8	9.2	23.6	21.0	19.6	1.8	1.8	1.8



Rating scale	
BUY	>20%
ACCUMULATE	12-20%
HOLD	5-12%
NEUTRAL	0-5%
REDUCE	< 0%

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