

Indbankonline

MARKETS FOR YOU

Private Circulation only

August - 2014

Issue - 87

From the President's Desk

The end of July is an important landmark in every person's profession. The reason, it's the last date for filing of our Income Tax Returns. A long popular demand of increase in Exemption limits has been granted in this budget. This is also the time of the year, when all the organizations ask for the Planned Investments of the employees, for deduction of taxes. We all give the declarations, but how many of us actually implement the same. Not many. For many, tax saving is an exercise that begins and ends during the start of the new financial year. We should strive to maximize our tax savings, as more tax savings leads to more cash in hand, which in turn can be invested further.

Last issue we had a discussion on Financial Planning and the importance of saving. The first thing to do is to "Un-clutter the Portfolio". Having too many stocks in the name of diversification makes it difficult to monitor the portfolio. Remember **"Too many cooks spoil the broth"**. The same principle can also be applied to portfolio management. Second is **meticulous planning** and then following the same. Planning your investments around our different financial needs is the convenient way to wealth creation. Investing in ELSS schemes with SIP instead of making a lump sum investment is an example of planning around our goals. The third trait is to **keep ourselves updated**. This will help in aligning our portfolios with what is happening in the market. For instance, gold has always been seen as a safe haven. But the metal has lost sheen in recent months due to global developments and fluctuations in the currency market.

An alert investor would have caught the trend and disgorged his gold holdings when the metal was on a high. Similarly, keep track of the stocks and sectors you have invested in.

At the same time don't let short term volatility affect you. Last but not the least, if there are **"Under performers"** in your portfolio, cut your losses and move out immediately. Most of the investors hesitate while exiting the loss making scripts and end up making even more losses. A good trader knows when to enter, but an excellent trade knows when to exit. Please understand that the exit point is as important as the entry. I do hope that, this year the actuals meet the budget and the tax is indeed planned.

Finally, I am happy to state that we have activated **NSE's Mutual Fund Platform** on a pilot basis, through which MF units can be bought and sold through our dealing points, which is one of the long pending demands of our customers.



Mr. BANABIHARI PANDA
President & Whole time Director
Indbank Merchant Banking Services Ltd

Till next issue, HAPPY INVESTING!!!



01/08/2014

Banabihari Panda

President and Whole Time Director
Indbank Merchant Banking Services Ltd



Our website : www.indbankonline.com

IMPORTANT HAPPENINGS

1. The Government has urged banks and cash-rich Public Sector Undertakings to float a "Reconstruction Fund" to buy stakes in stressed power projects in the country, roughly valued at Rs. 80,000 crore.
2. The Government in a move to curb unfair trade practices said that companies engaged in public-facing businesses like healthcare, education and construction will have to follow a strict audit regime for their expenses as well as the cost of products and services provided by them.
3. The Government with an objective of improving the ease of doing business in India has decided to extend the validity period of industrial licence to three years with a provision for further extension of two years.
4. The Reserve Bank of India (RBI) is expected to mandate minimum capital requirement for small banks at Rs. 100 crore. RBI has announced draft norms for setting up smaller banks in the country to boost financial inclusion.
5. The Central Bank relaxed norms for overseas investment by Indian corporates by raising their borrowing limit. The Central Bank restored the overseas investment limit of Indian companies to 400% of the firm's net worth compared to earlier level of 100% of the net worth as per the last audited balance sheet of the company.
6. The RBI has released the norms for issue of long term bonds by Banks for funding of infra projects and affordable housing projects (home loan of Rs 50 lacs for metro and 40 lacs for other cities). The norms are quite liberal as these bonds will be exempted from computation of net demand and time liabilities (NDTL) hence not be subjected to CRR/SLR requirements and will also get exemption in computation of Adjusted Net Bank Credit (ANBC) for the purpose of Priority Sector Lending (PSL). Financing to affordable housing projects will be treated as financing to infrastructure.
7. The Central Bank has barred non-banking finance companies from charging pre-payment penalties from customers on floating rate term loans. Earlier it had barred banks from charging foreclosure penalties from May 2014. The move is expected to bring about uniformity in both the banking and non banking sector and protect the interest of the customers.
8. Trading at the Bombay Stock Exchange was disrupted for about three hours from 9:30 AM to 12:45 PM in the morning on 3rd July 2014 due to network problems. Further Capital market regulator Securities and Exchange Board of India (SEBI) has sought a reply from the Bombay Stock Exchange, which had shutdown all markets due to a network outage.
9. The Securities and Exchange Board of India has issued notices to 20 mutual fund houses for violating their schemes' investment mandate. Fund houses were found parking un-utilized corpus in money market instruments which were not part of their schemes' investment mandate.
10. The Insurance Regulatory and Development Authority (IRDA) has issued fresh guidelines for pricing of group products and immediate annuity products, which will be effective from October 1 2014. IRDA found difference between premiums approved under file-and-use procedure and the actual premium quoted to various groups. As a result, the regulator withdrew two existing circulars issued in July 2006 and March 2008 with immediate effect.
11. The Central Bank would start disclosing the names of banks deemed as Domestic Systemically Important Banks (D-SIB), the rough equivalent of too-big-to-fail in other countries, in August of each year starting in 2015. The Central Bank stated that four to six domestic lenders would qualify under the D-SIB category in India.
12. The Cabinet Committee on Economic Affairs has approved a bill which will empower the market regulator SEBI to crack down on Ponzi schemes and investment frauds, of course without search and seizure powers.

Snap Shots

Inflation (%)	5.43 (June 2014)	6.01 (May 2014)	6.01 (May 2014)	5.20 (April 2014)	5.20 (April 2014)
Particulars	25 th July 2014	18 th July 2014	11 th July 2014	04 th July 2014	27 th June 2014
91-Day Cut-off (%)	8.6038	8.6038	8.5619	8.5201	8.5619
10-yr G-Sec yield (%)	8.6433	8.7682	8.8087	8.6888	8.7740
1-10 yr spread (bps)	(2)	12	18	6	12
USD/INR(Rs)	60.1448	60.3300	60.1855	59.7939	60.0958
USD 6m LIBOR	0.33	0.33	0.33	0.33	0.33
10 Y US Treasury	2.47	2.48	2.52	--	2.53
USD/Euro Spot	0.744532	0.739967	0.735432	0.735230	0.733638

Global Indices

Indices	Country	Index as on 24 th June 2014	Index as on 30 th July 2014	Variation (%) (Inc/ Dec)
NASDAQ	United States	4,350.35	4,462.90	2.59
DJIA	United States	16,818.13	16,880.36	0.37
S&P 500	United States	1,949.98	1,970.07	1.03
Hang Seng	Hong Kong	22,880.64	24,732.21	8.09
Nikkei 225	Japan	15,376.24	15,646.23	1.76
Shanghai Composite	China	2033.93	2,181.24	7.24
Straits Times	Singapore	3,262.03	3,353.65	2.81
FTSE 100	United Kingdom	6,787.10	6,773.40	(0.20)
CAC 40	France	4,518.34	4,312.30	(4.56)
DAX	Germany	9,938.08	9,593.68	(3.47)
SENSEX	India	25,368.90	26,087.42	2.83
NIFTY	India	7,580.20	7,791.40	2.79

Institutional Investments

Category	Debt / Equity	Gross Purchases (Rs Crores)	Gross Sales (Rs Crores)	Net Investment (Rs Crores)
FII Investments (in July up to 30.7.14)	Equity	92097.80	78697.95	13399.85
	Debt	30891.58	8275.21	22616.37
Mutual Fund (in June up to 28.7.14)	Equity	16975.80	14256.40	2719.50
	Debt	111665.30	93530.90	18134.40
FII Derivative Trades (in July up to 30.7.14)	INDEX FUTURES	INDEX OPTIONS	STOCK FUTURES	STOCK OPTIONS
- Buy	42446.57	281612.90	92969.87	51141.68
- Sell	43166.64	279328.35	87549.54	51555.78

Editorial Team

Banabihari Panda
President and Whole-time Director

S. Rajalakshmi
SSO

IPO and NFO Review

IPO NEWS

- Chinese internet based e-commerce company Alibaba Group Holding Ltd. has picked up New York Stock Exchange (NYSE) to list its shares. Alibaba's IPO will be the biggest ever for NYSE.
- Mumbai based Lodha Developers are planning an IPO that may raise as much as USD 1 billion. A USD 1 billion IPO would be India's biggest since 2010, when CIL's share sale raised USD 3.4 billion.
- IndiGo, headquartered at Gurgaon, has finalized seven banks to raise up to Rs 2404 crore through its initial public offerings. The Company aims to sell 25% stake while being valued at Rs 9600 Cr to Rs 12000 Cr.
- The Disinvestment Department will soon appoint merchant bankers for 11.36 per cent stake

- sale in NHPC that could fetch about Rs 3,000 crore to the exchequer. The Inter-Ministerial Group (IMG) on disinvestment approved selling 11.36% in NHPC through an Offer For Sale.
- The Government of India is planning the IPO of steel company Rashtriya Ispat Nigam Limited and will sell 10% stake this fiscal year ending March, stated Finance Minister Shri. Arun Jaitley. It is also planning to sell 5% stake in Steel Authority of India.
- Six small and medium enterprises (SMEs) got listed on the capital markets with public issues worth a total of Rs 63 crore in the April-June quarter of the ongoing financial year. The SMEs which made their public debut during April-June period 2014-15 are - Bansal Roofing Products, Oasis Tradelink, Tarini International, Dhanuka Commercial, Gcm Capital Advisors and SPS Finquest.

FORTH COMING CORPORATE ACTIONS

Company Name	Symbol	Face Value	Ex Date	Purpose	Company Name	Symbol	Face Value	Ex Date	Purpose
Cipla Limited	CIPLA	2	06-Aug-14	AGM/Dividend Rs 2/- Per Equity Share	Shiva Texyarn Limited	SHIVTEX	10	13-Aug-14	AGM / Dividend - Rs 1.20/- Per Share
Orient Green Power Co Ltd	GREENPOWER	10	06-Aug-14	Annual General Meeting	SIL Investments Ltd	SILINV	10	13-Aug-14	Annual General Meeting
ICRA Limited	ICRA	10	06-Aug-14	AGM/Dividend Rs 23 Per Share	Sayaji Hotels Limited	SAYAJIHOTL	10	13-Aug-14	Annual General Meeting
GOL Offshore Ltd	GTOFFSHORE	10	06-Aug-14	Annual General Meeting	Soma Textiles & Industries Limited	SOMATEX	10	14-Aug-14	Annual General Meeting
Hind Rectifiers Ltd	HIRECT	2	06-Aug-14	AGM / Dividend - Re 0.20/- Per Share	HEG Limited	HEG	10	14-Aug-14	AGM / Dividend Rs 6/- Per Share
TV Today Network Ltd	TVTODAY	5	06-Aug-14	AGM / Dividend - Re 1/- Per Share	Kanoria Chemicals & Industries Limited	KANORICHEM	5	19-Aug-14	AGM / Dividend - Rs 1.50/- Per Share
GVK Power & Infrastructure Limited	GVPKIL	1	07-Aug-14	Annual General Meeting	The Tinsplate Company of India Limited	TINPLATE	10	19-Aug-14	AGM / Dividend - Rs 1.60/- Per Share
GHCL Limited	GHCL	10	07-Aug-14	AGM / Dividend Rs.2/- Per Share	Petron Engineering Construction Limited	PETRONENG	10	19-Aug-14	Annual Book Closure
LIC Housing Finance Limited	LICHSGFIN	2	07-Aug-14	AGM / Dividend - Rs 4.50/- Per Share	Tide Water Oil Company (India) Ltd	TIDEWATER	10	19-Aug-14	AGM / Dividend - Rs 200/- Per Share
V.S.T Tillers	VSTTILLERS	10	07-Aug-14	AGM / Final Dividend - Rs 15/- Per Share	Electrosteel Castings Ltd	ELECTCAST	1	20-Aug-14	AGM / Dividend - Re 0.65/- Per Share
Orient Cement Limited	ORIENTCEM	1	07-Aug-14	AGM / Dividend Re.0.75/- Per Share	Pilani Investment and Industries Corporation Limited	PILANIINV	10	20-Aug-14	AGM / Final Dividend - Rs 25/- Per Share
Zenith Computers Ltd	ZENITHCOMP	10	07-Aug-14	Annual General Meeting	Sakuma Exports Ltd	SAKUMA	10	20-Aug-14	AGM / Dividend - Re 1/- Per Share
Munjal Showa Limited	MUNJALSHOW	2	07-Aug-14	AGM / Dividend - Rs 3.50/- Per Share	Dishman Pharmaceuticals & Chemicals Limited	DISHMAN	2	21-Aug-14	AGM / Final Dividend - Rs 1.20/- Per Share
Gujarat Alkalies and Chemicals Limited	GUJALKALI	10	08-Aug-14	AGM / Dividend Rs 4/- Per Share	Ashiana Housing Ltd	ASHIANA	2	21-Aug-14	AGM / Dividend Re.0.50/- Per Share
Gujarat Industries Power Company Ltd	GIPCL	10	08-Aug-14	AGM / Dividend Rs.2.50 Per Share	PNB Gilts Limited	PNBGILTS	10	21-Aug-14	AGM / Final Dividend - Re 0.90/- Per Share
Jocil Limited	JOCIL	10	08-Aug-14	AGM / Dividend - Rs 5/- Per Share	The Indian Hotels Company Limited	INDHOTEL	1	21-Aug-14	Annual General Meeting
Voltas Limited	VOLTAS	1	08-Aug-14	AGM / Dividend - Rs 1.85/- Per Share	Super Sales India Ltd	SUPER	10	21-Aug-14	AGM / Dividend - Rs 2.50/- Per Share (25%)
Surya Rosini Limited	SURYAROSNI	10	08-Aug-14	AGM / Final Dividend - Re 1/- Per Share	Bharat Forge Ltd	BHARATFORG	2	21-Aug-14	AGM / Final Dividend - Rs 2.50/- Per Share
Tata Chemicals Ltd	TATACHEM	10	08-Aug-14	AGM / Dividend - Rs 10/- Per Share	Dalmia Bharat Ltd	DALMIABHA	2	22-Aug-14	AGM and Final Dividend Rs.2/- Per Share
Mangalam Timber Products Limited	MANGTIMBER	10	08-Aug-14	Annual General Meeting	Dalmia Bharat Sugar and Industries Ltd	DALMIASUG	2	22-Aug-14	Annual General Meeting
Nesco Limited	NESCO	10	11-Aug-14	AGM / Dividend - Rs 5/- Per Share (Book Closure Dates Revised)	Southern Petrochemicals Industries Corporation Ltd	SPIC	10	22-Aug-14	Annual General Meeting
TTK Prestige Limited	TTKPRESTIG	10	11-Aug-14	AGM / Dividend - Rs 20/- Per Share	Kirloskar Industries Limited	KIRLOSIND	10	22-Aug-14	AGM / Final Dividend - Rs 4/- Per Share
Lypsa Gems & Jewellery Limited	LYPSAGEMS	10	11-Aug-14	AGM / Dividend - Re 0.50/- Per Share	Solar Industries India Limited	SOLARINDS	10	22-Aug-14	AGM / Final Dividend - Rs 7/- Per Share
Patel Integrated Logistics Limited	PATINTLOG	10	12-Aug-14	AGM / Dividend - Re 0.50/- Per Share	MM Forgings Ltd	MMFL	10	22-Aug-14	AGM / Annual Closing
Advani Hotels & Resorts (India) Ltd	ADVANIHOTR	2	13-Aug-14	Annual General Meeting	Kirloskar Brothers Investments Limited	KBIL	10	25-Aug-14	AGM / Final Dividend - Rs 4/- Per Share
TTK Healthcare Ltd	TTKHEALTH	10	13-Aug-14	AGM / Dividend-Rs 4/- Per Equity Share (40%)	GKB Ophthalmics Ltd	GKB	10	26-Aug-14	Annual General Meeting
City Union Bank Ltd	CUB	1	13-Aug-14	AGM / Dividend - Re 1/- Per Share	Zicom Electronic Security Systems Ltd	ZICOM	10	26-Aug-14	AGM / Dividend - Rs 1.20/- Per Share
Apollo Hospitals Enterprise Limited	APOLLOHOSP	5	13-Aug-14	AGM and Dividend Rs.5.75 Per Share	TECIL Chemicals and Hydro Power Ltd	TECILCHEM	10	26-Aug-14	Annual General Meeting
Astral Poly Technik Ltd	ASTRAL	2	13-Aug-14	AGM / Final Dividend - Re 0.40/- Per Share	Goa Carbon Ltd	GOACARBON	10	26-Aug-14	AGM / Dividend Re.1/- Per Share
Aurobindo Pharma Ltd	AUROPHARMA	1	13-Aug-14	Annual General Meeting	MM Forgings Ltd	MMFL	10	22-Aug-14	AGM / Annual Closing
BASF India Limited	BASF	10	13-Aug-14	AGM / Dividend - Rs 4/- Per Share	Kirloskar Brothers Investments Ltd	KBIL	10	25-Aug-14	AGM / Final Dividend - Rs 4/- Per Share
Bannari Amman Spinning Mills Limited	BASML	10	13-Aug-14	AGM / Dividend - Rs 2/- Per Share	GKB Ophthalmics Ltd	GKB	10	26-Aug-14	Annual General Meeting
Cera Sanitaryware Ltd	CERA	5	13-Aug-14	Dividend Rs 5/- Per Share	Zicom Electronic Security Systems Ltd	ZICOM	10	26-Aug-14	AGM / Dividend - Rs 1.20/- Per Share
Gujarat NRE Coke Ltd	GUJNRECOKE	10	13-Aug-14	Annual General Meeting	TECIL Chemicals and Hydro Power Ltd	TECILCHEM	10	26-Aug-14	Annual General Meeting
Gujarat NRE Coke Ltd	GUJNRECOKE	10	13-Aug-14	Annual General Meeting	Goa Carbon Ltd	GOACARBON	10	26-Aug-14	AGM / Dividend Re.1/- Per Share
Mahindra Holidays & Resorts India Limited	MHRIL	10	13-Aug-14	AGM / Dividend - Rs 4/- Per Share	MM Forgings Ltd	MMFL	10	22-Aug-14	AGM / Annual Closing
Larsen & Toubro Ltd	LT	2	13-Aug-14	AGM / Dividend - Rs 14.25/- Per Share	Kirloskar Brothers Investments Ltd	KBIL	10	25-Aug-14	AGM / Final Dividend - Rs 4/- Per Share
Lumax Industries Ltd	LUMAXIND	10	13-Aug-14	AGM / Dividend - Rs 3.50/- Per Share	GKB Ophthalmics Ltd	GKB	10	26-Aug-14	Annual General Meeting
IFGL Refractories Ltd	IFGLREFRAC	10	13-Aug-14	AGM and Dividend - Rs 1.75/- Per Share	Zicom Electronic Security Systems Ltd	ZICOM	10	26-Aug-14	AGM / Dividend - Rs 1.20/- Per Share
Manugraph India Ltd	MANUGRAPH	2	13-Aug-14	AGM / Dividend - Re 1/- Per Share	TECIL Chemicals and Hydro Power Ltd	TECILCHEM	10	26-Aug-14	Annual General Meeting
Somany Ceramics Ltd	SOMANYCERA	2	13-Aug-14	AGM / Dividend - Rs 1.50/- Per Share	Goa Carbon Limited	GOACARBON	10	26-Aug-14	AGM / Dividend Re.1/- Per Share
Sutlej Textiles and Industries Limited	SUTLEJTEX	10	13-Aug-14	Annual General Meeting					
Sundaram Clayton Ltd	SUNCLAYLTD	5	13-Aug-14	Annual General Meeting					

NEW FUND OFFERS

Scheme	Type	Class	Open Date	Close Date	Offer Price	Min. Inv. Amount
ICICI Pru FMPS75 370D	Close	Debt - FMP	22.07.2014	05.08.2014	10	5000
UTI FTIFIX Plan XV	Close	Debt - FMP	23.07.2014	06.08.2014	10	5000
ICICI Pru FMPS75 1352D	Close	Debt - FMP	28.07.2014	06.08.2014	10	5000
Axis Enhanced Arb	Open	Equity - Diversified	25.07.2014	08.08.2014	10	5000
Birla SL CPO Series22	Close	Debt - Income	25.07.2014	08.08.2014	10	5000
DWS Hybrid FTF S27	Close	Debt - FMP	01.08.2014	08.08.2014	10	5000
ICICI Pru FMP CorB 1100D	Close	Debt - FMP	01.08.2014	08.08.2014	10	5000
Sundaram FTP GJ	Close	Debt - FMP	06.08.2014	08.08.2014	10	5000
HDFC FMP 1116D Jul 141	Close	Debt - FMP	30.07.2014	11.08.2014	10	5000
L&T Business Cycles Fund	Open	Equity - Diversified	30.07.2014	13.08.2014	10	5000

OUR PICKS

TATA COMMUNICATIONS LTD.

A US\$3.2 billion global communications and enterprise IT service provider that owns and operates the world's most advanced subsea cable network, delivering first class infrastructure, enterprise solutions and partnerships to carriers and businesses world-wide. It has 20% of the world's internet routes directly connected to its network.

Investment Rationale

- ✦ Booming Mobile Internet Connectivity.
- ✦ Global leadership in Voice & Data bodes well for technological advancements.
- ✦ Enhanced margins in data business.
- ✦ Impressive operational performance.
- ✦ Global Data Center Business expansion.
- ✦ Launch of mobile VoIP.

KEYRISK:

- ✦ Limited local support capabilities in developed markets.
- ✦ Low market share in regional hubs
- ✦ No managed LAN & WLAN services
 - EPS: 3.60.
 - PE Ratio: 114.80.
 - Book Value Per Share: Rs. 28.10.

BUY – Long Term

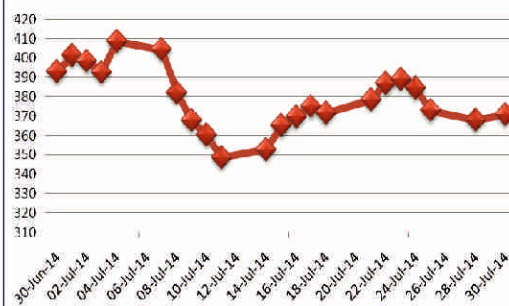
CMP :Rs. 370.80*

Target :Rs. 478.00

52W H/L :Rs. 410.9/137.1

Potential Upside – 16.90 %

TATA COMMUNICATIONS LIMITED



BSE Code: 500483

NSE Code: TCOM

SIEMENS LIMITED

Siemens is the flagship company of Siemens AG in India, which holds 75% in Siemens. Siemens comprising 13 legal entities is a leading powerhouse in electronics and electrical engineering with a business volume aggregating about Rs.120 billion. Siemens has a strong product portfolio and servicing capabilities in the Indian economy's four core sectors: Energy (power T&D & generation solution), Infrastructure, Industry and the Consumer businesses.

Investment Rationale

- ✦ Long term growth opportunity.
- ✦ Sustained revival in order books.
- ✦ Economic revival to improve earnings visibility.
- ✦ Foray into Health Care segment.
- ✦ Synergies from Amalgamation and Acquisition.
- ✦ Introduction of new investments.

KEYRISK:

- ✦ Lack of Orders
- ✦ Nascent stage of economic recovery.
- ✦ Weak numbers in quarter ended March 14.
 - EPS: 4.80.
 - PE Ratio: 158.90.
 - Book Value Per Share: Rs. 113.20.

BUY – Long Term

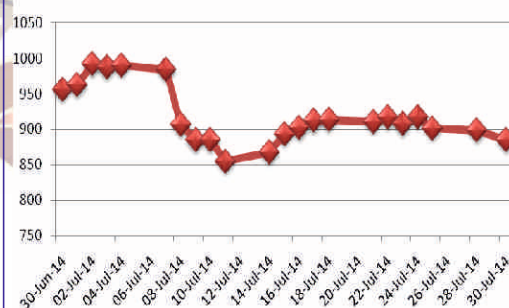
CMP : Rs. 884.75*

Target : Rs. 1050.00

52W H/L : Rs. 1010.0/414.0

Potential Upside – 21.20%

SIEMENS LIMITED



BSE Code: 500550

NSE Code: SIEMENS

OUR PICKS

INDIAN OIL CORPORATION (IOC)

IOC founded in 1964, is the country's flagship national oil company with business interests straddling the entire hydrocarbon value chain from refining, pipeline transportation and marketing of petroleum products to exploration & production of crude oil & gas, marketing of natural gas and petrochemicals. IOC has established its position as the market leader in the downstream petroleum sector of the country.

Investment Rationale

- ↗ Net profit expected to grow by 13.10% in FY15E.
- ↗ Deregulation of diesel prices to provide higher valuation.
- ↗ New refineries to improve earning visibility in the coming years.
- ↗ 13 pipeline projects under implementation.
- ↗ Robust investment plans.
- ↗ Petrochemical & E&P business to boost operational efficiency.

KEY RISK:

- ↗ Rising Crude Oil prices
- ↗ Rupee Depreciation
- ↗ Geopolitical tension in Middle East.
 - ROE: 10.40.
 - PE Ratio: 29.20.
 - Book Value Per Share: Rs. 279.70.

BUY – Long Term

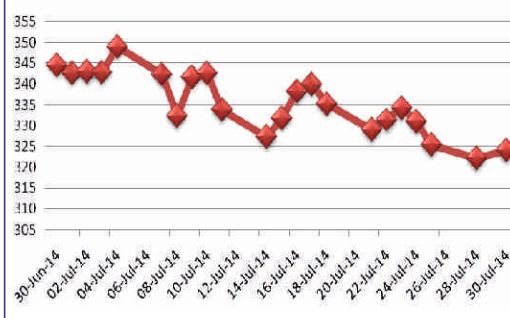
CMP :Rs. 324.05*

Target :Rs. 405.00

52W H/L:Rs.385.10/186

Potential Upside – 20.80%

INDIAN OIL CORPORATION LIMITED



BSE Code: 530965

NSE Code: IOC

TATA MOTORS LIMITED

Established in 1945, the company is engaged in engineering & automotive solutions, automotive vehicle components manufacturing, supply chain activities, vehicle financing and machine tools & factory automation solutions. The company operates primarily in two segments, namely, automotive operations and all other operations. Further, the company's owned JLR is gaining traction in the luxury car market, especially in the US and China.

Investment Rationale

- ↗ JLR's strong product development cycle is a key to tap global markets.
- ↗ Expansion of JLR business in China bolsters long term earnings.
- ↗ Launch of Baby Jaguar, an entry level sedan.
- ↗ Likely pick up in domestic operations.
- ↗ Increase in Production capacities.
- ↗ Foray and Global footprint.
- ↗ Bulk order from Siddhi Vinayak Logistics for 2000 cars.

KEY RISK:

- ↗ Unfavorable economic conditions.
- ↗ Higher Interest rates
 - ROE: 20.20.
 - PE Ratio: 10.60.
 - Book Value Per Share: Rs. 203.80.

BUY – Long Term

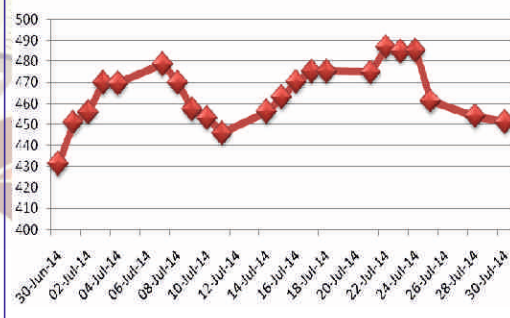
CMP :Rs. 451.35*

Target :Rs. 535.00

52W H/L:Rs. 488.2/271.8

Potential Upside – 16.00%

TATA MOTORS LIMITED



BSE Code: 500570

NSE Code: TATAMOTORS

For detailed analyst reports, please visit: www.indbankonline.com

➡ Reports & Downloads ➡ Equity Research

* Closing price as on 30.07.2014 on NSE

Mutual Fund Corner

Scheme of the Month

ICICI PRUDENTIAL TAX PLAN - GROWTH - REGULAR PLAN

LEVEL OF RISK: BROWN (HIGH RISK)

Fund Manager: Mr. Chintan Haria

Investment Objective :

This fund has a lock-in period of 3 years, which gives the fund manager the flexibility to make strategic, long-term investments in a diversified portfolio. It comprises of a mix of large and medium sized stock, carefully chosen after intensive fundamental analysis and research, having potential of long-term capital appreciation and growth.

Current Statistics & Profile	
Latest NAV	232.78 (25.07.2014)
52-Week Range	136.11 – 240.86
52-Week High	240.86(07.07.2014)
52-Week Low	136.11 (06.08.2013)
Fund Category	Equity: Tax Planning
Type	Open End
Launch Date	August 19, 1999
Net Assets (Cr)	Rs.1874 (30.06.2014)
Benchmark	CNX 500

PROVIDES TAX DEDUCTION UPTO THE LIMITS SPECIFIED U/S 80C OF THE INCOME TAX ACT, 1961.

Trailing Returns

As on 25 th July 2014	Fund Return	CNX 500 Cap Return	Category Return
Year to Date	33.69	26.77	30.28
1-Month	0.48	1.89	2.59
3-Month	20.67	16.92	19.71
1-Year	61.09	37.48	46.17
3-Year	17.08	10.81	13.79
5-Year	20.30	11.03	14.21
Return Since Launch 23.45%			

Note : Return up to 1 year are absolute and over 1 year are annualized.

Asset Allocation	
As on 30/06/14	% Net Assets
Equity	94.77
Debt	4.94
Cash & Cash Equivalent	0.29

Investment Details	
Minimum Investment Amount	Rs. 500
Additional Investment	In multiples of Rs.500
SIP	Yes ; Min Rs. 500; Min Months:5
Minimum Balance	–
Options	Dividend
Dividend History (Rs./Unit)	2014 – 2.00;2013–2.00; 2012-1.00;2011-2.00 2009-4.00;2008-3.50;2007-7.00
Expense Ratio (%)	2.46 (Regular);0.00 (Direct)
Exit Load	NIL

Fund Style	Concentration & Valuation – As on 30.06.2014									
<div>Investment Style</div> <div><div><div>Growth</div><div>Blend</div><div>Value</div></div><table><tr><td></td><td></td><td></td></tr><tr><td></td><td></td><td></td></tr><tr><td></td><td></td><td></td></tr></table></div> <div><div>Large</div><div>Medium</div><div>Small</div></div> <div>Capitalisation</div>										<div>No. of Stocks – 56</div> <div>Top 10 Holdings – 46.33%</div> <div>Top 5 Holdings – 32.94%</div> <div>Top 3 Sectors – 54.35%</div> <div>Portfolio P/B Ratio: 2.39</div> <div>Portfolio P/E Ratio: 15.61</div>

PORTFOLIO – Top 10 Holdings as on 30/06/2014

S. No.	Name of Holding	Instrument	% Net Assets
1.	HDFC Bank	Equity	9.74
2.	Infosys	Equity	7.92
3.	ICICI Bank	Equity	7.45
4.	Bharat Electronics	Equity	4.11
5.	Cipla	Equity	3.72
6.	Reliance Industries	Equity	2.94
7.	ING Vysya Bank	Equity	2.64
8.	Power Grid Corporation	Equity	2.62
9.	HDFC	Equity	2.61
10.	Texmaco Rail & Engineering Ltd	Equity	2.58

Top Sector Weightings – As on 30/06/2014

Sector	% Net Assets
Financial	30.91
Technology	12.05
Energy	11.39
Engineering	9.40
Health Care	6.71

Beginner's Corner

TAX SAVING INSTRUMENTS

This article briefly deals with some of the sections of Income Tax Act, 1961 and the categories of exempt income that can be taken advantage of:

1. Section 80C

Please note that the eligible tax exemption per year under this section is limited to Rs. 1,50,000/- irrespective of the amount of investment in any one or more of the following instruments in aggregate. The following table gives a comparative analysis of the various instruments eligible for exemption under 80C.

Sl. No.	Type of Instrument	Lock in	Type of Return	Returns	Risk	Taxation of Returns
1.	Personal Provident Fund	15 Years	Fixed	8-8.5%*	Low	No Tax
2.	Life Insurance Premium	NA	Fixed	6-7%*	Low	No Tax
3.	Unit Linked Insurance Product (ULIPs)	3 Years	Variable	Market Linked	High	No Tax
4.	National Savings Certificates	6 Years	Fixed	8-9%*	Low	Interest is Taxed
5.	Equity Linked Saving Schemes of Mutual Funds	3 Years	Variable	Market Linked	Medium	No Tax
6.	Tax Saving Fixed Deposits	5 Years	Fixed	8-9.5%*	Low	Interest is Taxed
7.	Home Loan Repayment – Principal only	Principal Repayment of a Home Loan will also be eligible for exemption under this section.				
8.	Education Expenses for children	Tuition Fees paid towards education expenses for the 2 children.				

* The rates are based on the prevailing market conditions. The same may be revised upwards or downwards.

2. Section 24

The section, entitles one to claim exemption on the Interest paid on the Home Loans. The Government has increased the maximum exemption limit from Rs. 150000/- to Rs. 200000/-. The repayment statement from the respective banks should be submitted for availing this exemption.

3. Section 80D

Under this section, the premium paid for the Medi-claim policy taken for self, spouse, and dependent children can be claimed as exemption up to a maximum of Rs. 15,000/-. If an individual pays medical insurance for parents who are senior citizens then additional deduction of Rs. 20,000/- can be availed. The total amount of deduction that can be claimed under this section is Rs. 30,000/-.

4. Section 17(2)

Under this section, the medical expenses up to Rs. 15,000 can be claimed as reimbursement and are exempt from tax. This can be availed by submitting original bills.

5. Section 80E

Under this section, the interest paid on education loan taken for self, spouse and children (maximum of 2 children) can be claimed as exemption. The re-payment statement issued by the respective bank should be submitted for availing this exemption. There is no upper limit for the exemption and the entire interest paid can be claimed as exemption. However, there is no tax benefit for principal repayment.

6. Section 80G

Section 80G of the Income Tax Act, allows 50% or 100% of donations, depending on the clauses specified in this section, for deduction from taxable income. For details you should refer to the relevant section of Income Tax Act or consult your tax consultant. Please note that donation made in kind is not eligible for deduction under Section 80G. In order to claim this deduction, the donor needs to furnish stamped receipt issued by the trust, mentioning the name of the donor, name and address of the trust, the amount donated (in figures and words) and the registration number of the trust, which has obtained such exemptions from Income Tax authorities concerned.

We trust the above information to be informative! HAPPY SAVING!!

DISCLAIMER

The information and opinions contained herein have been compiled or arrived at based upon information obtained in good faith from sources believed to be reliable. Such information has not been independently verified and no guarantee, representation of warranty, express or implied is made as to its accuracy, completeness or correctness. The information has appeared in various external sources / media for public use or consumption and is now meant only for members and subscribers. The views expressed and/or events narrated/stated in the said information/ news items are perceived by the respective source. All such information and opinions are subject to change without notice. This document is for information purpose only. No one can use the information as the basis for any claim, demand or cause of action. While we would endeavor to update the information herein on a reasonable basis, we do not undertake to advise you as to any change of our views expressed in this document. This report has been produced

independently of the company, and forward looking statements, opinions and expectations contained herein are entirely those of Indbank and given as part of its normal research activity. Descriptions of any company or companies or their securities mentioned herein are not intended to be complete and this document is not, and should not be construed as an offer or solicitation of an offer, to buy or sell any securities or other financial instruments. Indbank, its directors, analysts or employees do not take any responsibility financial or otherwise, of the losses or the damages sustained due to the investments made or any action taken on basis of this report, including but not restricted to, fluctuation in the prices of the shares and bonds, changes in the currency rates, diminution in the NAVs reduction in the dividend or income, etc. IBMBS and its affiliates, officers, directors and employees including persons involved in the preparations or issuance of this report may from time to time have interest in securities there of, companies mentioned there in.

Indbankonline

All you have to do is open
an Indnet Banking Account with Indian Bank,
and both Demat
and Online Trading Account with
Indbank Merchant Banking Services Limited

CONTACT US

1. Chennai	1st Floor, Khivraj Complex 1, No. 480 Anna Salai, Nandanam, Chennai 600 035, Ph: 044-24313094-97 (General), 044-24313092 (DP Direct), Fax: 044-24313093, Mobile: 9445797112, chennai@indbankonline.com
2. Harbour	Indian Bank, Harbour Branch (Ground Floor) 66, Rajaji Salai, Chennai 600 001, Ph: 044-25212057, Mobile: 9445797113, parrys@indbankonline.com
3. Anna Nagar	Indian Bank, Ground Floor, W100 2nd Avenue, Anna Nagar, Chennai 40, Ph: 044-26280055, Mobile: 9445797168, annanagar@indbankonline.com
4. CMDA	Indian Bank, CMDA Towers, No 1, Gandhi Irwin Road, Egmore, Chennai 600 008, Ph: 044-28547228, Mobile: 9445797114, cmda@indbankonline.com
5. Adyar	Indian Bank, 91, 1st Main Road, Gandhi Nagar, Adyar, Chennai 600020, Ph: 044-24430080, Mobile: 9445797116, adyar@indbankonline.com
6. Ashok Nagar	Indian Bank, Ashok Nagar Branch, No. 69, 1 st Avenue, Ashok Nagar, Chennai 600 083, Ph: 044-24717736, Mobile: 9445797142, ashoknagar@indbankonline.com
7. Nanganallur	Indian Bank, Nanganallur Branch, Plot: 7B/8, 6 th Main Road, Nanganallur, Chennai 600 061, Ph: 044-22243317, Mobile: 9445797106, nanganallur@indbankonline.com
8. Mylapore	Indian Bank, Ground Floor, 21 North Mada Street, Chennai 600004, Ph: 044-24618718, Mobile: 9445797118, mylapore@indbankonline.com
9. Purasawalkam	Indian Bank, No. 30/275 Purasawalkam, Vepery, Chennai 600 007, Ph: 044-26420924, Mobile: 9445797145, purasawalkam@indbankonline.com
10. Vellore	Indian Bank, Vellore Main Branch, 46-51, TKM complex, Katpadi Road, Vellore 632 004, Ph: 0416-2229785, Mobile: 9445797161, vellore@indbankonline.com
11. Delhi	Indian Bank Zonal Office, RBS Branch, Upper Ground Floor, World Trade Centre, Babar Road, New Delhi 110 001, Ph: 011-43537660/23414287, Mobile: 9871700661, delhi@indbankonline.com
12. Shantiniketan	Indian Bank, Shantiniketan Branch, DDA Market, Shantiniketan, New Delhi - 110021. Ph: 011-24112289/40520442, Mobile: 98717 00663, shantiniketan@indbankonline.com
13. Mumbai	Varma Chambers, Ground Floor, 11, Homeji Street, Fort, Mumbai 400 001. Ph: 022-22696386, Mobile: 9322290461, mumbai@indbankonline.com
14. Matunga Bazar	Indian Bank, Basement, No. 266 A Temple Avenue, Deodhar Road, Matunga East, Mumbai 400 019; Ph: 022-24142443/44, Mobile: 9987609901; matunga@indbankonline.com
15. Pune	Indian Bank, Pune Cantonment Branch, 35 Aurora Towers, East Wing, 9 Moledina Road, Pune 411 001, Ph: 020-26113687, Mobile: 7588682391, pune@indbankonline.com
16. Chandigarh	Indian Bank, S C O 38-39, Madhya Marg, Sector 7C, Sector 19, Chandigarh - 160 019, Ph: 0172-2790042, Mobile: 97808 74260, chandigarh@indbankonline.com
17. Ahmedabad	Indian Bank, Maruti House, Opp. Popular, Old High Court Way, Ashram Road, Ahmedabad 380 009. Ph: 079-40076020, Mobile: 9925113060, ahmedabad@indbankonline.com
18. Coimbatore	I Floor, 31, Variety Hall Road, Coimbatore 641 001. Ph: 0422-2394747, 2391919, Mobile: 9445797121, coimbatore@indbankonline.com
19. Salem	Indian Bank, Salem Fort Branch, Door No. 45, Sannathi Street, Fort, Salem 636 001, Ph: 0427-2222866, Mobile: 9445797159, salem@indbankonline.com
20. Tiruppur	Indian Bank, P O Box: 101, No. 83, Court St, Tiruppur 641 601, Ph: 0421-4325343/2230720, Mobile: 9445797123, tiruppur@indbankonline.com
21. RS Puram	Indian Bank, Door No. 434, DB Road, RS Puram, Coimbatore 641 002, Ph: 0422-2470602/4521720, Mobile: 9445797125, rspuram@indbankonline.com
22. Udumalpet	Indian Bank, 130 Palani Main Road, Udumalpet 642 126, Ph: 04252-222293, Mobile: 9445797130, udumalpet@indbankonline.com
23. Emakulam	Indian Bank, Door No. 40/8005 & 40/8006, M G Road, Nr. Padma Junction, Emakulam - 682 035, Ph: 0484-4061532/2362060, Mobile: 8089877417, emakulam@indbankonline.com
24. Bangalore	Indian Bank, City Branch, No. 10, Kempegowda Road (KG Road), Bangalore 560 009; Ph: 080-40941857 / 080-22879082, Mobile: 91603 30777/7382620474, bangalore@indbankonline.com
25. Bangalore Cantonment	Indian Bank, 35, Lady Curzon Road, Shivaji Nagar, Commercial Street, Bengaluru 560 001, Ph: 080-25589081, Mobile: 9844458007, bangalorecantt@indbankonline.com
26. Mangalore	Indian Bank, P B No: 109, K S Rao Road, Hampakatta, Mangalore 575 001, Ph: 0824-2412528/4261482, Mobile: 9483506528, mangalore@indbankonline.com
27. Tirunelveli	Indian Bank, 1 st Floor, New No. 33 (Old No. 5J), Madurai Road, Thirunelveli Junction, Thirunelveli 627 001. Ph: 0462-4020010, Mobile: 9445797135, tirunelveli@indbankonline.com
28. Sivakasi	Indian Bank, No. 55 New Road, Sivakasi 626 123, Ph: 04562-279188, Mobile: 9445797137; sivakasi@indbankonline.com
29. Rajapalayam	Indian Bank, Rajapalayam Branch, 825 Tenkasi Road, Rajapalayam 626 117; Ph: 04563-221333; Mobile: 9445797166; rajapalayam@indbankonline.com
30. Madurai	Indian Bank, Zonal Office, Third Floor, 100/101, Avani Moola Street, Madurai 625 001, Ph: 0452-2332128 / 4514126; Mobile: 9445797143, madurai@indbankonline.com
31. KK Nagar	Indian Bank, No. 1, Vinayaka Nagar, KK Nagar, Madurai 625 020, Ph: 0452-2523126/4381140, Mobile: 9445797141, kknagar@indbankonline.com
32. Hyderabad	I Floor, 3-6-150, Himayat Nagar, Hyderabad 500 029. Ph: 040-23261167 / 68, Fax: 040-23261169, Mobile: 99663 83133/7382620474, hyderabad@indbankonline.com
33. Secunderabad	Indian Bank, 201, Karan Center, Sarojini Devi Road, Secunderabad, Andhra Pradesh 500 003, Ph: 040-27811200, Mobile : 9390613060/7382620475, secunderabad@indbankonline.com
34. Srinagar Colony	Indian Bank, 127, Srinagar Colony road, Srinagar Colony, Hyderabad, Andhra Pradesh 500 073, Ph: 040-23753200, Mobile: 7382620476, srinagarcolony@indbankonline.com
35. Guntur	Indian Bank, Brodipet Branch, 5-37-57, IV Line, Guntur 522 002; Ph: 0863-2220143; Mobile: 7382620472, guntur@indbankonline.com
36. Tirupathi	No.24, 293-294, Gandhi Road, Tirupathi 517 501; Ph: 0877-2259199; Mobile: 95816 11711; tirupathi@indbankonline.com
37. Puducherry	Indian Bank, Puducherry Main Branch, No. 288, 2 nd Floor, Amudha Surabhi, M G Road, Puducherry 605 001, Ph: 0413-2226822, Mobile: 9445797167, puducherry@indbankonline.com
38. Erode	Indian Bank, Erode Main Branch, No. 9, Gandhiji Road, Erode 638 001, Ph: 0424-2268890, 4020335, Mobile: 9445797149, erode@indbankonline.com
39. Kangeyam	Indian Bank, No. 451/3 Rajaji Street, Opp. Surya Agency, Kangeyam 638 701, Ph: 04257-222890, Mobile: 9445797152, kangeyam@indbankonline.com
40. Srirangam	Indian Bank, S.N. Towers, No. 121, Thiruvalluvar Street, Srirangam, Trichy 620 006, Ph: 0431-22431911/4200998, Mobile: 9445797144, srirangam@indbankonline.com
41. Trichy	Indian Bank, Sree Naga Arcade, No. 5 Williams Road, Cantonment, Trichy 620 001, Ph: 0431-2461632 / 4001170, Mobile: 9445797154, trichy@indbankonline.com
42. Tuticorin	Indian Bank, 64 Beach Road, 1st Floor, Tuticorin 638 001, Ph: 0461-2331130, Mobile: 9445797156, tuticorin@indbankonline.com
43. Thanjavur	Indian Bank Micro-State Branch, Ground Floor, No:1087, Mission Street, Thanjavur 613 001, Ph: 04362-232186, Mobile: 9445797162, thanjavur@indbankonline.com
44. Kumbakonam	Indian Bank, Kumbakonam Main Branch, T S No. 492-32, Dr. Besant Road, Kumbakonam 612 001; Ph: 0435-2400110; Mobile: 9445797163; kumbakonam@indbankonline.com
45. Vishakhapatnam	Indian Bank, 30-9-3, 1 st Floor, Sarada St, Dabagardens, Visakhapatnam 530 020, Ph: 0891-2525775, Mobile: 7382620477, visakhapatnam@indbankonline.com
46. Calicut	Indian Bank, Kozhikode Branch, LIC Building, S M Street, Kozhikode 673 001, Ph: 0495-2720070, Mobile: 9495605777, calicut@indbankonline.com
47. Thrissur	Indian Bank, Kollannur Devassy Building, Round East, Thrissur, Kerala 680 001; Ph: 0487-2331222; Mobile: 9495563300; thrissur@indbankonline.com
48. Vijayawada	Indian Bank, 1 st Floor, M G Road, Opp. Fortune Murali Park, Labbipet, Vijayawada 520 010. Ph: 0866-2490402, Mobile: 7382620470, vijayawada@indbankonline.com
49. Kolkata	Indian Bank, 3/1, R N Mukherjee Road, Sriram Chambers, Kolkata 700 001, Ph: 033-22624958, Mobile: 9433140916, kolkata@indbankonline.com

FRANCHISEE OFFICE

176 A, Coimbatore Main Road, Mettupalayam 641 301, Ph. : 04254 222788, Mobile: 9842286479, Contact Person: Mr. Ravi Rajan