

From the President's Desk

Don't be a part of the herd. Do some research on your own

"The more sugar you put , the sweeter will be your tea", this is an old British proverb. Such an axiom most definitely commands relevance and adherence, but the same is not always true specially when it comes to the stock market. A bit of saccharine may well suffice if you don't have the sugar....but your tea will still taste the same!!!!!!

Very often I encounter a specific notion "A highly priced stock is a guaranteed product and it will give assured returns", after all it has not become highly priced for nothing, there must be something good about it , agreed. But let me assure you that nothing is assured 'in the stock market . Again , just because a stock is priced at a lower side doesn't necessarily indicate that the stock will give us inferior returns. At this juncture what I want to drive in is that you need not come to us with a deep pocket in order to make money , you may invest in the right places and still go back with a substantial returns.

Markets go up and markets go down....but have you ever noticed that all the stocks are not moving at the exact pace there seems to a flaw with the rhythm. This is due to the 'beta' of the particular stock. In short if the 'beta' is negative the stock prices will move in the opposite direction as compared to the market as a whole, these are rare events though. Again the 'beta' factors may be positive , but the intensity may vary...most of the better known stocks have positive 'beta' but it will not move hand-in-hand with the market unless the 'beta' is exactly equal to 1 . Now , suppose we have two stocks with the same 'beta' value of 1. One of them priced at Rs.100 and the other at Rs. 1000 , now a 5% fall in the market index will affect both of them to the same extent but purely based on monetary factors you may bleed less if you are holding the stock priced Rs. 100 and if you predict further landslide then you may be more comfortable with the idea of taking a hit and coming out . But in the case of the costlier stock , you may be stranded in no-man's land.

Again the industry/market dynamics have to be analyzed . Today a company may be operating in a high-profit tech-driven industry and its share prices soars up. You buy it at a high price , but very soon another company comes up with a latest patented technology and grabs the market share. Now your company goes into red and you lose it all . Now, another scenario, a small sized company may be operating in a niche sector but has not grown substantially over the years the reason being the GOI may have monopolized part of the industry. Prices will be stable but not extraordinarily high. May be you invest in it at a low rate and then you get to know that the GOI has plans to phase out its operation in that particular field of business. Now can you imagine where will your stock prices may reach.....sky's the limit.

Another very safe and smart way of investing is "Options" . You will have to pay up the premium when you want to buy an option. Now on the strike date if things are favorable nothing like that , but even otherwise you just lose your premium and get out of the deal without suffering a huge loss .

The bottom line is, analyze the options and execute your deal . Even a low investment can give you wonderful returns and save you from huge losses . Most importantly , act on your own and don't lend an ear to the rumormongers and don't show even an iota of reverence to myths like-' one needs to invest more to get more returns'

We wish you Safe and Smart Investing,

13/09/2009



PN PATEL
CEO, President and Whole Time Director
Indbank Merchant Banking Services Ltd

(PN PATEL)

The month of August saw consolidation in the markets as both the Sensex and Nifty were range bound. The markets took clues from the Prime Minister's Independence Day speech, the release of RBI's annual report and the release of much anticipated Foreign Trade Policy for 2009-17. Dr. Manmohan Singh reassured the nation that the steps taken by the government to mitigate the impact of global slowdown on Indian economy have yielded positive results. Further the government is committed to doubling flow of credit to micro, small and medium enterprises in five years.

The growth for the financial year 2009-10 is seen over 6% despite drought while 7-8% GDP growth is aimed in the short-term. The Index of Industrial Production (IIP) exceeded the market expectations, registering a growth of 1.80% (provisional) in July 2009. With the industrial sector showing signs of revival and economic growth gaining momentum, the Finance Minister exuded optimism about the effect of government borrowing on private investments and pegged the GDP growth for the fiscal at 6-6.5% after factoring in the drought effects.

The following are the highlights of Foreign Trade Policy released by the Government of India.

- Extended tax holiday and duty refund for exporters
- Duty free import of capital goods to insulate them from protectionism induced by recession abroad
- Continuation of DEPB Scheme up to December 2010
- Extending of Income tax benefits under section 10 (A) for IT industry and under section 10 (B) for 100% export oriented units till March 2011
- Proposal to set up Directorate of Trade Remedy Measures
- Zero Duty Export Promotion Capital Goods scheme for exporters of engineering and electronic products
- Enhanced insurance coverage and exposure for exports through ECGC scheme
- To implement in a timely manner Electronic Data Interchange project to bring all the stakeholders on a common platform and to reduce transaction costs.

The Reserve Bank of India released its Annual Report for the year ended June 30, 2009. Some of the key points are highlighted below

- The most critical challenge is to return to high growth path while food supply management is of critical significance to the government
- Improvement in fiscal indicators in the past has been largely revenue led; also FY 10 current account deficit seen lower from year ago
- Government spending rose to 20.2 in FY 2009 to augment demand
- RBI favoring putting a cap on non-plan expenditure and activating counter cyclical fiscal policy.
- Sustained expansionary policy may limit growth in the medium term
- Inflation expectations have not abated as much as the WPI decline; consumer price indices remain stubbornly high.

The report further stressed on the need to plan a timely exit from the various stimuli as signs of inflationary pressures are emerging. In the Indian Debt Markets, the overall liquidity in the markets continued to remain ample. The net average LAF balance for the week ended 28th August 2009 was around Rs. 1,34,000 crores and the overnight money market rates continued to remain low (call

Snapshot

Particulars	28 th Aug-09	21 st Aug-09	14 th Aug-09	7 th Aug-09
Inflation (%)	-0.95 (Aug 15, 09)	-1.53 (Aug 08, 09)	-1.74 (Aug 01, 09)	-1.58 (July 25, 09)
91-Day Cut-off (%)	3.3978	3.3570	3.3570	3.2754
10-yr G-Sec yield (%)	7.5542	7.4364	7.3042	7.2425
1-10 yr spread (bps)	282	257	262	305
USD/INR(Rs)	48.87	48.74	48.27	47.86
USD 6m LIBOR	0.77	0.81	0.85	0.91
10 Y US Treasury	3.45	3.56	3.56	3.85
USD/Euro Spot	0.696185	0.697837	0.699594	0.696524

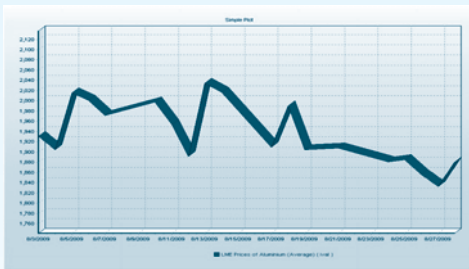
Global Indices

Indices	Country	Index as on 31st July 2009	Index as on 31st Aug 2009	Variation (%) (Inc/ Dec)
NASDAQ	United States	1,978.50	2009.06	1.54%
DJIA	United States	9,171.61	9496.28	3.54%
S&P 500	United States	987.48	1020.62	3.36%
Hang Seng	Hong Kong	20,573.33	19724.19	(4.13)%
Nikkei 225	Japan	10,356.83	10492.53	1.31%
Straits Times	Singapore	2,659.20	2592.90	(2.49)%
FTSE 100	United Kingdom	4,608.40	4908.90	6.52%
CAC 40	France	3,426.27	3653.54	6.63%
DAX	Germany	5,332.14	5458.04	2.36%
Shanghai Composite	China	3,412.06	2667.75	(21.81)%
SENSEX	India	15,670.31	15666.64	(0.02)%
NIFTY	India	4636.45	4662.10	0.55%

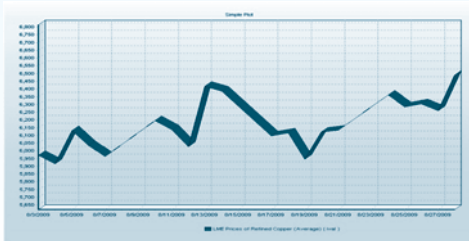
Institutional Investments

Category	Debt / Equity	Gross Purchases (Rs Crores)	Gross Sales (Rs Crores)	Net Investment (Rs Crores)
FII Investments	Equity	52385.80	47483.30	4902.70
	Debt	8288.10	8667.20	(379.40)
Mutual Fund	Equity	17451.50	16880.90	570.30
	Debt	37958.40	28907.00	9051.50
FII Derivative Trades	INDEX FUTURES	INDEX OPTIONS	STOCK FUTURES	STOCK OPTIONS
-Buy	39118.98	73886.10	40633.74	1229.47
-Sell	38905.44	71481.31	38325.11	435.65

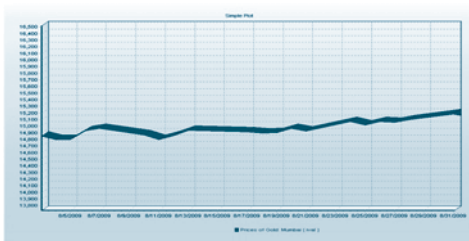
Commodities Trend



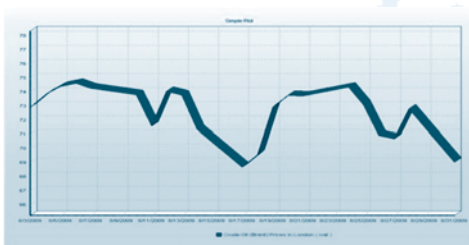
Aluminum



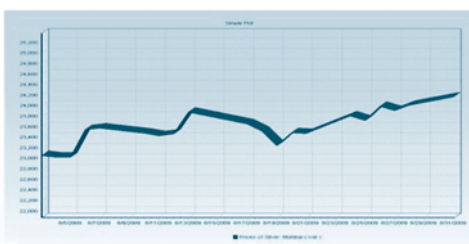
Copper



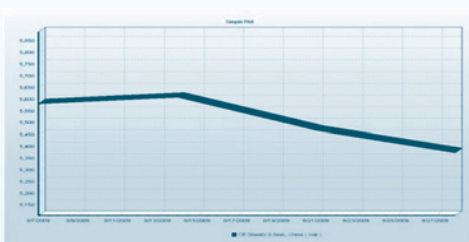
Gold



Oil



Silver



Steel

rates were in the range of 1.75% - 3.30%). The G-Sec markets witnessed choppy trading sessions, however the unscheduled OMO auction helped in building positive sentiments with the 10 year benchmark yields declining by more than 15 bps.

In the Commodities Market, the Indian Commodity Exchange is likely to start operations on Dussehra on September 28, 2009. The National Spot Exchange launched its first domestic gold medallion contract on August 24, 2009 in Hyderabad. The Coal Ministry approved Coal India's proposal to hike coal prices. The GoI is planning to introduce stock limits for sugar, and consumers who have an average monthly consumption of 1 tonne will not be allowed to hold more sugar than what is required for 15 day consumption. Further the Government announced its plans to sell subsidized sugar to all ration card holders via the public distribution system.

In the world markets, Federal Reserve Chairman Mr. Ben Bernanke was nominated by the US President for the second consecutive term. He conceded that consumers and business in US are still having trouble getting loans even though the financial systems is gradually stabilizing and the US economy is showing signs of growing again. The US GDP for the second quarter fell at a 1% annual rate, unchanged from last month's estimate, even as jobless claims fell 10,000 to 570,00 for the week ended August 22, 2009. US S&P / Case Shiller home price index declined 15.4% from a year earlier, the smallest drop since April 2008. Wall Street stocks rose marginally primarily on a surprise rise in home sales and optimistic comments from the Fed Reserve Chief.

In the Euro Zone, the economic sentiment indicator rose sharply to a 10-month high of 80.6 in August from 76.0 in July. The new industrial orders rose by 3.1% in June, the strongest rise on a month-to-month basis since November 2007. The benchmark FTSE rose a meager 0.4% over the week ended August 27, as positive global cues and strong economic data from the US was offset by weakness in banks, oil and mining stocks.

In the Asian markets, the People's Bank of China said that it will ensure reasonable and ample liquidity in its financial system, with the Chinese Premier cautioning against being blindly optimistic despite improvements in the economy. Singapore's Straits times emerged as the topmost gainer during the week ended August 27, 2009, amid optimism that the global economic slump is coming to an end. Singapore's manufacturing output rose 12.4% and industrial production climbed to 23% in July on a seasonally adjusted basis.

Japan's Nikkei was up 2.9% for the week ended August 27, 2009, even though the positive momentum was periodically checked as Japanese investors remained wary of the impending national elections and a record unemployment rate.

Hongkong's Hang Seng, fell substantially, primarily on worries over fine tuning of fiscal and monetary policies by the Chinese government.

With economies showing signs of recovery, and the markets firming up, the markets are expected to remain range bound in the near future.

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SSO

IPO and NFO Review

NEWS FROM IPO

- The Government of India has fixed a price band of Rs. 950 – Rs. 1050 per share for the Initial Public Offering (IPO) of Oil India Limited. (OIL)
- JSW Energy is planning to come out with its Initial Public Offering in the next two months. The company wants to raise about Rs. 3,000 crore to fund its expansion plans to some extent. The company had filed for the Draft Red Herring Prospectus (DRHP) with SEBI.
- In order to raise up to Rs 400 crore via Initial Public Offering (IPO), Great Eastern Energy has filed the Draft Red Herring Prospective with the SEBI where it will sell 10% stake in the company by offering 5.9 million shares in the market.
- Pipavav Shipyard is likely to enter the capital market by September. The company plans to raise over Rs. 550 crores through an IPO. The IPO would consist of 8.54 crore equity shares of Rs. 10 each and the proceeds would be utilized to part-fund construction of facilities for shipbuilding and ship repair.
- Anil Ambani's plan to raise money for ADAG's insurance arm, Reliance Life has run into stormy waters. The government advisors suggest that it should not be allowed to list since it does not meet the norms of having been in business for a minimum of 10 years.
- The IPO of Jindal Cotex (Price band: Rs. 70-75) got fully subscribed on the final day. The company received bids for over 1.12 crores shares.

New Listing

Company Name	Offer Price (Rs.)	Exchange	Listing Date	List Price (Rs.)	Latest Traded Price (01/09/2009)	% Change to List Price (Rs.)
NHPC Limited	36.00	NSE & BSE	01.09.2009	42.00	36.75	16.67
Adani Power Limited	100.00	NSE & BSE	20.08.2009	108.00	101.00	8.00
Raj Oil Mills Limited	120.00	NSE & BSE	12.08.2009	120.00	86.75	0.00

Forth Coming Issues

Company Name	Issue Type	Instrument Type	Face Value	Issue Period	Premium
Oil India Limited	Public Issue (Book Building)	Equity Share	10.00	07.09.2009 - 10.09.2009	Rs.1040.00

Corporate Announcements

Symbol	Record Date	Ex Date	Purpose
GMRINFRA	05.10.2009	01.10.2009	FV SPLIT RS.2/- TO RE.1/-
GREENPLY	08.09.2009	07.09.2009	RHTS EQ3:10 & 4 WRNT:10RHTSH
NAVNETPUBL	09.09.2009	08.09.2009	BONUS 3:2
NEOCURE	07.09.2009	04.09.2009	BONUS 2:1
LOUDHSUG	22.09.2009	18.09.2009	CONVERSION INTO EQ SHARES
TINPLATE	10.09.2009	09.09.2009	RHTS EQ 3:2 / FCD 5:8 EQ

NFO

Scheme	Type	Class	Open Date	Close Date	Offer Price	Min. Inv. Amount
ICICI Pru RIGHT	Close	Equity Linked Savings Scheme	09.06.2009	09.09.2009	10.00	500
IDFC FMP 15 M S3 A	Close	Debt - FMP	25.08.2009	23.09.2009	10.00	5000
IDFC FMP 15 M S3 B	Close	Debt - FMP	25.08.2009	23.09.2009	10.00	10000000

Chit funds prohibited from accepting deposits from public 29/08/2009 Business Line

The Reserve Bank of India on 28.08.2009 prohibited chit funds from accepting deposits from the public with immediate effect. These companies, however, can accept deposits from their shareholders. According to the Ministry of Corporate Affairs, there are about 9,900 chit fund companies in India. The leading players include Shriram Chits, Margadarsi Chit Fund Pvt Ltd and Balussery Benefit Chit Fund.

Sebi mulls 5-fold rise in ticket size for portfolio services 27/08/2009 Business Standard

The Securities and Exchange Board of India (Sebi) is planning a five-fold increase in the ticket size for investing in portfolio management service (PMS) schemes — from Rs 5 lakh to 25 lakh. After making it mandatory to segregate accounts of PMS investors, the market regulator is also mulling to raise the net worth requirement for floating a PMS.

Sebi nod for BSE & NSE for launching interest futures 27/08/2009 Deccan Herald

The country's two eminent bourses, Bombay Stock Exchange (BSE) and National Stock Exchange (NSE) on Wednesday announced that they will launch Interest Rate Futures (IRF) soon. To this effect, both the bourses have obtained approvals from the Securities and Exchange Board of India (Sebi) to launch their specialized derivative immediately, they said in a separate press release, Mumbai.

BSE launches new IPO index 26/08/2009 Deccan Herald

The country's premier bourse, Bombay Stock Exchange has launched BSE IPO index which will track the value of companies for two years after listing subsequent to successful completion of their initial public offering (IPO).

SEBI upholds order against Nirman 22/08/2009 Business Line

SEBI has confirmed the interim order against Nirman Management Services in the matter of Pyramid Saimira Theatre Ltd (PSTL). Nirman Management is one of the over 250 entities barred from accessing the capital markets in any manner by SEBI's interim order of April 23, 2009. These entities were banned for their alleged role in facilitating Mr. Nirmal Kotecha's suspicious banking transactions, disguising his manipulative interest and gaining advantage from a fake open offer order.

Sebi plans to reduce IPO allotment period to 5 days 22/08/2009 Financial Express

The Securities and Exchange Board of India (Sebi) is planning to reduce the IPO allotment period to five working days from the present 15 days and is hopeful of doing that in a year's time, according to its chairman CB Bhawe.

Only 5 free withdrawals from other banks ATMs 22/08/2009 DNA

Under pressure from banks, the Reserve Bank of India (RBI) has gone back on its circular allowing unlimited cash withdrawal from any ATM across India. From October, customers will be allowed only five transactions per month from ATMs other than their own bank. Cash withdrawals from another bank's ATM have also been capped at Rs10, 000 per transaction, an RBI spokesperson confirmed.

SEBI wants MF exit load only for 1st year 21/08/2009 The Economic Times

Within weeks of shaking up the mutual fund industry by abolishing entry load in all schemes and moving to a uniform exit load regime, SEBI has given another jolt to the fund houses. In a late evening meeting on 18.08.2009, SEBI suggested fund houses to move to a regime of charging exit loads only for the first year of investments.

Sebi eases norms for rights issue 21/08/2009 Business Standard

In a move that will streamline the rights issue process, the Securities and Exchange Board of India (Sebi) on 21.08.2009

rationalized the disclosure requirements for rights issues. It has also made ASBA (application supported by blocked amount) applicable for all rights issues. Further, the 'rights issue' norms that would now allow an issuer company to utilize the issue proceeds only after the basis of 'allotment of rights share' are finalized.

Applying for IPO is just an SMS away 20/08/2009 Financial Express

Setting a new trend for initial public offering (IPO) globally, Baroda-based Ekkay Magic (India) Pvt Ltd on 19.08.2009 announced the launch of 'SMS IPO services', through which customers can invest on an IPO via SMSes.

Sebi may let cos switch to international accounting norms 17/08/2009 The Economic Times

Capital markets regulator Sebi will soon offer listed companies the option of switching over to the International Financial Reporting Standards for improved corporate governance, but is yet to take a decision on allowing quarterly audits, due to stiff opposition from companies themselves.

Corporates can deposit stamp duty electronically from Sept 15/08/2009 Indian Express

Come September, the incorporation of companies or various regulatory filings will not be a cumbersome and time-taking exercise anymore. The government is going to start e-stamp facility that would allow corporates to deposit stamp duty electronically.

Sebi suspends registration of 578 brokers 14/08/2009 Business Standard

Sebi suspended the registration certificates of 578 brokers for six months over non-payment of registration fee dues to the capital market regulator. According to sources, the dues run into hundreds of crores of rupees as they have been defaulting for several years now.

Irda may up lock-in for Ulips to 5 yrs 08/08/2009 Business Standard

In an attempt to check mis-selling, the Insurance Regulatory and Development Authority (Irda) is planning to increase the lock-in period for unit-linked insurance plans (Ulips) from three to five years.

Sebi asks fund houses to charge uniform exit load 08/08/2009 Financial Express

Close on the heels of abolishing entry load for mutual fund investment, the market regulator Securities and Exchange Board of India (Sebi) has now asked fund houses to charge exit load uniformly for all classes of unit holders. The regulator has allowed fund houses to charge the exit load within the stipulated limit of 7% and without any discrimination to any specific group of investors.

Sebi asks cos to pay ASBA fee to banks 06/08/2009 The Economic Times

In a move to promote Application Supported by Blocked Amount (ASBA), Sebi on 05.08.2009 clarified that in a public issue, companies will pay a commission to the bank, in addition to the broker, for facilitating this process. ASBA is an arrangement for retail investors where the money does not leave the public issue applicant's bank account till the shares are allotted to that person.

Sebi brings out norms for offer documents 01/08/2009 Financial Express

Market regulator Securities and Exchange Board of India (Sebi) made it mandatory to disclose information on changes in risk factors, capital structure, issue size, management, promoter group, financial statements and pending legal matters while updating an offer document already filed with the regulator

STOCKS PRICED BELOW Rs. 50 as on 31.08.2009

Sl. No.	Company Long Name	Industry	Face Value	Market Capitalisation (Latest)	Equity (Subscribed)	Latest Reserve	Latest Book-value	Latest EPS - Unit Curr	Latest Market Price - Unit Curr	Latest P/E Ratio	Latest P/BV Ratio	52 Week High - Unit Curr	52 Week Low - Unit Curr	All Time (BSE) High - Unit Curr	All Time (NSE) High - Unit Curr	All Time Low (BSE) - Unit Curr	All Time Low (NSE) - Unit Curr	All Time Low (Date)	Simple Return	Return over Sensex		
1	Ashapura Minerechem Ltd	Mining / Minerals	2	1644.53	15.80	219.94	29.84	0.00	42.65	0.00	1.43	121.8	9/2/2008	445	1/2/2008	447.5	1/2/2008	11/22/1993	5.88	4/3/2001	3.6452	3.7843
2	Rajesh Exports Ltd	Diamond Cutting / Jewellery - Large	1	1945.91	25.70	888.13	35.56	2.78	49.20	17.70	1.38	59.7	6/5/2009	170	12/12/2007	169.17	12/12/2007	11/12/2001	1.7	10/12/2001	5.3533	5.4925
3	Ballarpur Industries Ltd	Paper - Large	2	1863.70	111.10	1156.87	22.83	2.54	24.05	9.47	1.05	35.65	9/4/2008	90.18	4/7/1992	54.07	11/25/1994	4/28/1999	3.07	4/28/1999	6.181	6.3202
4	Crames Software International Ltd	Computers - Software - Medium / Small	2	1655.69	23.55	608.86	53.71	7.94	44.85	5.65	0.84	123.95	9/1/2008	174	12/26/2007	173.85	12/26/2007	7/4/1995	33	8/12/2009	3.0999	3.1242
5	UCO Bank	Banks - Public Sector	10	1318.46	549.36	2245.71	50.88	9.87	43.65	4.42	0.86	48	6/8/2009	88.4	1/3/2008	88.9	1/3/2008	7/19/2006	14.35	7/19/2006	3.0697	3.2088
6	Vijaya Bank	Banks - Public Sector	10	1010.10	433.52	1884.56	53.47	11.13	42.70	3.84	0.80	50	6/5/2009	96.8	1/3/2008	98	1/3/2008	4/23/2001	6	9/6/2001	0.1172	0.2564
7	Apollo Tyres Ltd	Tyres - Large	1	916.27	50.40	1302.18	26.84	3.06	42.55	13.91	1.59	44.2	8/17/2009	62.9	1/2/2008	62.4	1/2/2008	6/1/1988	3.8	9/17/2001	3.7805	3.9196
8	Hotel Leela Venture Ltd	Hotels - Large	2	702.71	75.56	626.77	18.59	2.01	33.45	16.64	1.80	43.15	6/2/2009	89.71	4/7/2006	88.8	5/2/2006	11/2/2001	1.95	9/25/2001	2.4502	2.5894
9	Atekh Ltd	Computers - Software - Medium / Small	2	402.99	18.71	619.35	68.21	7.50	20.60	2.75	0.30	42.25	9/4/2008	666.67	3/10/2000	266	9/11/2000	10/23/1998	6.1	3/12/2009	6.2951	6.4343
10	City Union Bank Ltd	Banks - Private Sector	1	391.36	32.00	628.92	20.65	3.98	27.75	6.97	1.34	32.5	9/8/2008	51.55	1/3/2008	51.69	1/3/2008	2/8/1999	1.19	12/23/1998	16.8421	16.9813
11	Suven Life Sciences Ltd	Pharmaceuticals - Indian - Bulk Drugs	1	372.55	11.59	103.34	9.92	0.66	32.75	49.62	3.30	37.4	8/27/2009	64.45	12/28/2007	64.4	12/28/2007	6/5/1997	9.5	3/16/2009	4.2994	3.7784
12	Development Credit Bank Ltd	Banks - Private Sector	10	329.43	176.00	361.55	30.54	0.00	40.80	0.00	1.34	54.55	9/8/2008	162	1/2/2008	169.9	12/6/2007	3/6/2009	13.65	3/9/2009	8.0795	8.2186
13	Bajaj Hindusthan Sugar & Industries Ltd	Sugar - Others	1	294.41	11.80	257.48	22.82	0.00	33.65	0.00	1.47	42.95	6/15/2009	61.35	11/30/2006	0		11/28/2002	0		2.9052	3.0443
14	Wire & Wireless India Ltd	Entertainment - Electronic Media	1	269.11	45.40	195.69	5.31	0.00	20.70	0.00	3.90	27.65	6/5/2009	139.9	1/1/2007	139.75	1/1/2007	10/27/2008	7.8	10/27/2008	1.2225	0.8691
15	PNB Gills Ltd	Finance - Investment / Others	10	251.12	135.01	404.68	39.97	8.42	24.20	2.87	0.61	29.4	9/2/2008	54	1/3/2008	53.35	1/3/2008	12/7/2000	12	10/4/2000	2.9536	2.2489
16	Andhra Cements Ltd	Cement - Major - South India	10	229.26	132.52	63.09	5.24	4.01	31.30	7.81	5.97	35.25	6/5/2009	61.85	9/15/2005	15	6/7/1995	4/2/2004	5.5	12/5/1995	12.1864	12.3255
17	Spice Mobiles Ltd	Telecommunications - Equipment - Large	3	214.94	22.39	54.31	10.28	1.30	18.45	14.19	1.79	24	9/1/2008	51.5	3/30/1992	51.56	4/6/1995	5/26/1997	0.2	6/19/1998	7.9579	8.097
18	BPL Ltd	Electronics - TV / Audio / VCR / VCP	10	210.29	48.51	236.36	58.72	0.00	33.40	0.00	0.57	45.9	9/10/2008	636	9/9/1999	637	9/9/1999	12/2/2008	12.9	12/2/2008	5.1969	5.336
19	Supreme Petrochem Ltd	Petrochemicals - Polymers - Large	10	175.03	96.97	99.98	20.31	2.10	27.40	13.05	1.35	31	7/31/2009	55	11/7/1994	52	1/2/2008	11/5/2001	3.75	11/7/2001	4.1905	3.7308
20	Tamil Nadu Petro Products Ltd	Detergents / Intermediates	10	138.57	89.98	260.96	39.00	2.43	17.15	7.06	0.44	20.9	5/26/2009	160	4/2/1992	55	1/30/1994	10/27/2008	6.7	12/3/2008	7.1875	7.3266
21	ANG Auto Ltd	Auto Ancillaries - Brakes	10	124.79	12.54	73.28	68.44	0.00	38.65	0.00	0.56	83.5	9/8/2008	414	5/15/2006	381	2/12/2007	3/12/1999	23	3/12/2009	1.7105	1.053
22	Entegra Ltd	Miscellaneous - Medium / Small	10	122.40	101.86	89.65	18.80	1.02	44.10	43.24	2.35	44.6	8/31/2009	71.68	12/17/2007	71.35	12/17/2007	3/23/2004	0.6	4/28/2003	20.9549	19.9761
23	JK Paper Ltd	Paper - Large	10	122.23	78.15	324.67	51.54	6.13	32.20	5.25	0.62	34	7/28/2009	83.5	12/30/2003	80	9/28/2005	3/9/2009	14	3/6/2009	4.0388	4.1779
24	First Leasing Company of India Ltd	Finance - Medium	10	95.95	22.79	188.77	92.83	14.69	47.85	3.26	0.52	51.75	6/5/2009	160	3/30/1992	102.5	1/4/2008	9/17/2001	12.3	9/18/2001	6.808	6.9472
25	Tulsi Extrusions Ltd	Plastics - Pipes	10	94.58	12.50	62.00	59.60	3.09	27.20	8.80	0.46	43.3	9/12/2008	145.5	2/26/2008	148.9	2/26/2008	3/9/2009	11.3	3/12/2009	14.7679	14.9071
26	Bunapur Cement Ltd	Cement - Major - North India	10	94.30	42.99	11.24	12.61	0.00	14.02	0.00	1.11	17.59	5/26/2009	55.6	1/4/2008	57.65	1/4/2008	3/20/2009	6.7	1/30/2009	9.1051	9.2442
27	SQL Star International Ltd	Computers - Education	10	70.09	21.00	3.13	8.56	0.00	18.59	0.00	2.17	27.65	9/4/2008	315.87	1/4/2000	0		3/28/2003	0		21.4239	21.5631
28	Surya Roshni Ltd	Steel - Large	10	66.82	26.00	173.85	76.87	8.44	48.90	5.79	0.64	61	9/10/2008	225	12/5/1994	210	12/7/1994	9/18/2001	8.6	9/21/2001	0.6173	0.7564
29	L.G. Balakrishnan & Bros Ltd	Engineering - Light - General - Large	1	63.82	7.85	132.41	17.87	2.08	15.39	7.40	0.86	17.25	6/5/2009	46.4	10/10/2005	46.45	10/10/2005	4/30/2001	1.31	9/27/2001	2.3179	2.0597
30	Apollo Sindhooi Capital Investments Ltd	Finance - Investment / Others	1	58.06	5.54	39.90	8.20	0.18	39.00	216.67	4.76	60	10/3/2008	85.44	1/15/2008	59	8/29/2008	8/23/2005	9.25	3/16/2009	4.9798	5.119
31	Nelcast Ltd	Castings - Steel / Alloy	10	39.41	17.40	136.99	88.73	0.00	46.85	0.00	0.53	84.5	9/11/2008	284.7	6/27/2007	274	6/27/2007	3/6/2009	15.85	3/13/2009	3.5359	3.6751
32	Renaissance Jewellery Ltd	Diamond Cutting / Jewellery - Medium / Small	10	38.64	19.08	192.85	111.07	11.71	45.10	3.85	0.41	53.75	6/24/2009	200	12/12/2007	190	12/12/2007	3/5/2009	18	11/20/2008	9.4891	9.0763
33	Indbank Merchant Banking Services Ltd	Securities / Commodities	10	35.00	44.41	7.75	11.75	0.00	14.65	0.00	1.25	19.45	9/4/2008	60	10/25/1994	46	3/14/1995	1/23/2002	0.85	2/27/1999	8.7912	6.6846
34	Empee Sugars & Chemicals Ltd	Sugar - Others	10	32.61	41.97	-4.81	8.85	0.00	11.28	0.00	1.27	14	8/14/2009	45	4/28/1992	19	6/6/1995	2/28/2003	0.05	7/16/1998	2.2665	2.4057
35	Soksoft Ltd	Computers - Software - Medium / Small	10	30.07	10.14	36.71	46.20	1.84	47.50	25.82	1.03	101	9/19/2008	270	7/19/2007	250.5	7/19/2007	3/25/2009	26.7	3/13/2009	18.1931	16.7036

STOCKS PRICED BETWEEN Rs. 50 - Rs.100 as on 31.08.2009

Sl. No.	Company Long Name	Industry	Face Value	Latest Equity (Subscribed)	Latest Reserve	Latest Book-value - Unit Curr	Latest EPS - Unit Curr	Latest Market Price - Unit Curr	Latest P/E Ratio	Latest P/BV Ratio	52 Week High Unit Curr	52 Week Low - Date	All Time (BSE) High - Unit Curr	All Time (BSE) High - Date	All Time (NSE) High - Unit Curr	All Time (NSE) High - Date	All Time Low (BSE) - Date	All Time Low (NSE) - Unit Curr	All Time Low (NSE) - Date	Simple Return	Return over Sensex
1	Indian Overseas Bank	Banks - Public Sector	10	544.8	5396.59	109.06	24.12	84.25	3.49	0.77	118.00	9/19/2008	228.9	1/7/2008	227.45	1/7/2008	7.05	4/2/2001	7/24/2001	5.18	5.32
2	Idea Cellular Ltd	Telecommunications - Service Provider	10	3100.09	8744.86	38.21	3.38	81.05	23.98	2.12	91.70	6/11/2009	161	10/18/2007	160.9	10/18/2007	34.05	10/27/2008	10/27/2008	1.25	1.33
3	Mangalore Refinery And Petrochemicals Ltd	Refineries	10	1752.9	2967.57	26.93	4.38	85.60	19.54	3.18	102.20	6/8/2009	149	1/4/2008	148.95	1/4/2008	4.7	9/17/2001	3/24/2000	3.13	2.96
4	Reliance Natural Resources Ltd	Miscellaneous - Large Gas Distribution	5	816.57	983.61	11.02	0.43	86.20	200.47	7.82	112.25	6/15/2009	249.7	1/9/2008	248.25	1/9/2008	16.85	3/3/2006	3/3/2006	5.77	5.91
5	Resourcelabs Ltd	Miscellaneous - Large Gas Distribution	10	750	1233.44	26.45	6.88	72.95	10.60	2.76	82.40	6/10/2009	121.9	1/4/2008	122	1/4/2008	14.45	3/29/2004	3/26/2004	3.03	3.03
6	Resubina Chemicals & Fertilizers Ltd	Fertilizers - Nitrogenous / Phosphatic	10	551.69	1121.35	30.33	4.05	67.35	16.63	2.22	90.00	6/5/2009	150.35	1/7/2008	150.45	1/7/2008	4	10/19/2000	6/22/1998	3.22	3.36
7	Syndicate Bank	Banks - Public Sector	10	521.97	4073.1	88.03	20.82	79.35	3.81	0.90	100.00	6/5/2009	131.05	1/2/2008	129.95	1/3/2008	7	5/15/2000	9/17/2001	0.38	0.39
8	Jaiprakash Hydro-Power Ltd	Power Generation And Supply	10	491	584.15	21.9	3.08	84.90	27.56	3.88	103.70	6/5/2009	144	1/4/2008	143.4	1/4/2008	21.5	6/8/2006	6/8/2006	2.53	2.55
9	Andhra Bank	Banks - Public Sector	10	485	3161.99	75.2	17.15	89.35	5.21	1.19	98.00	9/1/2008	129.8	1/4/2008	128.45	1/4/2008	7	12/20/2001	9/17/2001	0.96	1.04
10	Ganant NRE Coke Ltd	Cokes / Metallurgical Coke	10	476.92	689.29	24.45	2.66	58.65	22.05	2.40	75.00	9/1/2008	129.29	2/27/2008	129.79	2/27/2008	0.08	8/3/1999	6/18/1997	11.18	11.32
11	Allahabad Bank	Banks - Public Sector	10	446.7	4531.88	111.45	21.9	88.65	4.05	0.80	92.75	8/4/2009	143	1/3/2008	143.2	1/3/2008	9.2	11/29/2002	11/29/2002	0.06	-0.25
12	Chemical Fertilisers & Chemicals Ltd	Fertilizers - Nitrogenous / Phosphatic	10	416.21	818.14	29.66	4.87	53.05	10.89	1.79	76.95	9/2/2008	96.4	6/16/2008	96.5	6/16/2008	8.5	11/27/1997	3/27/2000	6.09	6.13
13	Suzlon Energy Ltd	Electric Equipment - Generators / Turbines	2	311.34	6272.41	42.29	0	93.75	0.00	2.22	245.90	9/10/2008	460	1/9/2008	459.8	1/9/2008	33.05	3/12/2009	3/12/2009	1.79	1.93
14	Ambuja Cements Ltd	Cement - Major - North India	2	304.57	5368.16	37.25	7.6	99.20	13.05	2.66	111.50	8/5/2009	160.9	12/4/2007	160.8	12/4/2007	0.37	3/30/1988	8/18/1998	1.48	1.62
15	PTC India Ltd	Trading - Large	10	294.08	1742.43	69.25	3.55	94.60	26.65	1.37	100.00	6/1/2009	201.7	1/4/2008	201.4	1/4/2008	27.75	4/7/2004	4/7/2004	5.05	5.19
16	Dena Bank	Banks - Public Sector	10	286.82	1662.09	67.95	16.36	51.75	3.16	0.76	64.80	6/5/2009	99.55	1/2/2008	98.25	1/2/2008	5	1/15/2002	9/17/2001	1.97	2.11
17	Bank of Rajasthan Ltd	Banks - Private Sector	10	161.35	455.49	38.23	6.44	77.05	11.96	2.02	82.20	8/9/2009	260.77	12/16/1994	220.12	1/2/1995	5.4	9/18/2001	9/17/2001	3.15	3.29
18	SRE Infrastructure Finance Ltd	Finance - Medium Construction - Factories / Offices / Commercial	10	116.14	578.57	59.82	4.49	70.55	15.71	1.18	117.00	9/4/2008	292	1/2/2008	291.4	1/2/2008	0	2/18/1997	6/14/2001	7.28	7.20
19	Kolite Patil Developers Ltd	Construction - Factories / Offices / Commercial	10	75.37	570.62	85.71	8.92	51.30	5.75	0.60	71.05	9/10/2008	272	1/7/2008	272	1/7/2008	18.5	3/25/2009	3/23/2009	4.59	4.73
20	Welspun India Ltd	Textiles - Terry Towels	10	73.09	480.73	75.77	10.37	55.30	5.33	0.73	56.45	8/31/2009	165	12/23/1994	147.9	1/3/2005	3	6/15/1999	5/10/1999	7.96	7.41
21	Ansal Properties & Infrastructure Ltd	Construction - Housing - Medium / Small	5	56.75	1060.72	98.46	5.47	80.55	14.73	0.82	106.10	9/2/2008	567.23	12/6/2006	569.5	12/6/2006	0.93	9/24/2001	2/23/1999	13.71	13.83
22	Dhampur-Sugar Mills Ltd	Sugar - Integrated	10	52.7	384.85	83.03	11.69	95.85	8.20	1.15	102.40	8/21/2009	377.49	5/30/1994	271.7	3/31/2006	6.48	9/21/2001	12/28/2001	6.50	6.64
23	Lakshmi Vilas Bank Ltd	Banks - Private Sector	10	49.04	404.94	92.57	14	91.90	6.56	0.90	110.00	9/8/2008	195	1/7/2008	198	1/8/2008	51.55	3/4/2009	12/10/1997	1.10	1.24
24	Nitco Ltd	Ceramics - Tiles	10	32.12	485.97	161.3	7.13	64.80	9.09	0.49	118.00	9/16/2008	336.85	10/29/2007	360	11/5/2007	21	3/6/2009	3/5/2009	8.61	8.41
25	Sakshi Sugars Ltd	Sugar - Integrated	10	31.37	103.46	42.98	19.81	88.35	4.46	2.06	111.00	9/9/2008	274.95	4/25/2006	274.75	4/25/2006	4.5	10/25/2001	5/31/2000	7.55	7.69
26	Dharam Sugars & Chemicals Ltd	Sugar - Integrated	10	25.39	25.04	19.86	6.8	65.25	9.60	3.29	72.55	8/17/2009	73.75	9/1/1994	73.7	8/17/2009	2.1	8/3/2001	3/21/2001	7.00	5.89
27	Usha Martin Ltd	Steel - Large	1	25.02	991.18	40.62	4.13	54.30	13.15	1.34	82.70	9/8/2008	154.4	1/4/2008	153.75	1/4/2008	1.4	10/16/1991	12/1/1997	0.37	0.51
28	Mercator Lines Ltd	Shipping - Large	1	23.6	1084.76	46.96	9.17	58.65	6.40	1.25	85.25	9/4/2008	184.95	1/3/2008	186.4	1/3/2008	0.22	11/7/1997	11/20/2008	4.27	4.41
29	Rajshree Sugars & Chemicals Ltd	Sugar - Integrated	10	22.69	93.37	51.15	9.35	100.85	10.79	1.97	119.65	8/14/2009	224.3	4/25/2006	224	4/25/2006	4.2	4/23/1999	3/11/1999	3.12	3.26
30	XL Telecom & Energy Ltd	Telecommunications - Equipment - Medium / Small	10	19.65	53.57	37.26	0	56.05	0.00	1.50	215.40	9/10/2008	595	12/31/2007	594	12/31/2007	25.8	3/6/2009	3/6/2009	21.74	21.46
31	Macmillan India Ltd	Printing & Stationery	10	16.82	86.55	61.46	4.99	69.80	13.99	1.14	154.75	9/8/2008	550	9/16/2005	538	7/18/2005	37.1	3/6/2009	3/5/2009	8.15	8.11
32	Precision Pipes & Profiles Company Ltd	Plastics - Others	10	14	128.99	102.14	6.57	53.00	8.07	0.52	70.90	9/12/2008	175	1/11/2008	175	1/11/2008	25	3/6/2009	3/9/2009	4.95	5.09
33	Itai Systems Ltd	Auto Ancillaries - Engine Parts	10	13.9	182.36	141.19	0	53.55	0.00	0.38	59.00	9/8/2008	291.7	5/10/2005	291.7	5/10/2005	15	1/7/1991	5/28/1999	18.42	17.57
34	Kale Consultants Ltd	Computers - Software - Medium / Small	10	13.36	80	69.88	8.83	56.20	6.36	0.80	60.00	6/3/2009	814.95	1/4/2000	790	1/4/2000	19.05	3/5/2009	11/21/2008	8.91	9.05
35	McDowell Holdings Ltd	Finance - Investment / Others	10	12.14	32.43	36.71	0	79.55	0.00	2.17	121.00	9/10/2008	426.65	12/13/2007	426.65	12/13/2007	30.95	3/5/2009	3/5/2009	9.12	9.26

ASHAPURA MINECHEM LIMITED

Profile of Ashapura Minechem Limited			
Industry	Mining / Minerals	BSE Code	527001
Managing Director & CEL	Mr. Chetan Shah	BSE Group	B
Auditors	Sanghavi & Company	NSE Symbol	ASHAPURMIN
Secretary	Mr. Sachin Polke	ISIN Demat	INE348A01023
Inc. Year	19/02/1982	Reuters	ASHM.BO
AGM Date	24.09.2008	Bloomberg	ASMN.IN
Group	Not Applicable	Face Value	2.00

Ashapura Minechem Limited, the flagship company of the Ashapura group, is well known as India's largest mine owner and exporter of Bentonite. It was promoted by Mr. Navnitlal R Shah, who is currently the Executive Chairman of the company. They are the world's sixth largest producer of Bentonite and the largest exporter of Bentonite and metallurgical grade Bauxite from India having nearly 3500 acres of Bentonite mines and 5500 acres of Bauxite mines under their control. The company has activation, milling and processing plants in several different locations in India. The company has diversified its reach by entering into processing of Bentonite Lumps, powder and other mined minerals like Chiclay, Calcium Carbonate, Barytes etc. The company has entered into global tie-ups with AMCOL Limited (Ashapura Volclay Ltd) and Hudson MPA. Mitsubishi Corporation, Japan is its marketing partner for bentonite and bauxite sales across the globe.

Shareholding Pattern as on 30th June 2009

Category of shareholder	Total number of shares	Total shareholding as a percentage of total number of shares (%)
Shareholding of Promoter and Promoter Group		
Indian Promoters	33967506	43.00
Non Promoter Holding		
Mutual Funds & UTI	2229934	2.82
Banks, Financial Institutions	117606	0.15
Foreign Institutional Investors	3738974	4.73
Private Corporate Bodies	3284201	4.16
NRI's/OCB's/Foreign Others	19835669	25.11
Others	1700170	2.15
General Public	14112038	17.87
GRAND TOTAL	78986098	100

Industry Overview

Mining and Mineral industry constitute the backbone for industrial expansion in India. Gifted with a wide range of minerals, India is the largest producer of sheet mica, the third largest producer of coal, the fourth largest producer of iron ore and the fifth largest producer of bauxite. Besides these natural resources, India also hosts significant reserves of copper, zinc, gold and about 26 other metallic and minor minerals. The industry is largely state dominated, but the GOI is seeking a phased withdrawal, to encourage private players. The global financial crisis is having a severe impact on the industrial sector with India's exports slumping for the almost 33%. However, despite falling commodity prices, India's mining sector should continue to post impressive gains over the forecast period driven by strong domestic demand. The long-term prospect of the sector like that of the Indian economy remains very positive. However, in 2009 growth in US dollar terms stood at just 1.6%, while growth in 2009 is expected to be negligible as the global economic crisis impacts exports in key sectors such as iron ore, bauxite and copper. The market should return to strength in 2010.

Dividend History

Year End	Dividend - Amount (in Crores)	Dividend - %	Div. Yield - %
200803	12.63	80.00	0.77
200703	11.74	150.00	2.84
200603	4.84	75.00	5.95
200503	2.55	40.00	9.85

The company is one of the pioneers in industrial mineral development in India. The company has gone from strength to strength and has been steadily expanding its business by adding products and locations. The company's Rs. 2500 Crore refinery project is all set to go commercial and the company has recently signed a MoU with Government of Maharashtra to set up a state of art Alumina Complex with refinery, smelter and captive power plant. The company has doubled the capacity in its existing plants and has plans to set up new projects in Nigeria, Antwerp and Malaysia. With its current strategy to expand its mineral portfolio, value added products and geographical expansion, the company is well poised to reap rich dividends.

Financials

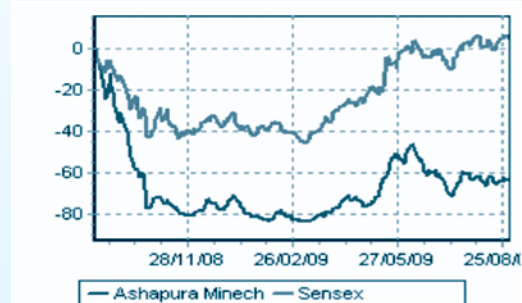
Financial Snapshot

(Rs. in Crores)

	As on 31st Mar-09	As on 31st Mar-08	As on 31st Mar-07	As on 30th June-09	As on 30th June-08
Equity	15.79	7.82	6.45	15.79	7.82
Net worth	491.07	363.56	125.21	-	-
Capital Employed	729.63	492.7	221.9	-	-
Sales	1493.06	898.87	680.36	107.2	301.51
Rate of Growth (%)	66.10%	32.12%	35.97%	-64.45%	
Other Income	14.01	5.68	3.51	2.16	1.92
PBIDT	194.41	175.82	97.51	17.33	31.1
Rate of Growth (%)	10.57%	80.31%	221.18%	-44.28%	-
PBT	177.05	162.19	84.15	2.62	28.07
PAT	134.25	108.17	54.52	2.33	23.69
Rate of Growth (%)	24.11%	98.40%	297.67%	-90.16%	-
Book Value (Rs.)	311.00	464.91	194.12	-	-
EPS (Unit Curr.)	85.02	138.32	84.53	1.48	30.29
PBIDTM (%)	13.02	19.56	14.33	16.17	10.31
PBDTM (%)	12.18	18.43	12.72	3.93	9.77
PATM (%)	9.08	12.04	8.01	2.17	7.83
Dividend (%)	80	150	75	-	-

Market Data

Market Snapshot		(As on 31 st August 2009)
Price (Rs)		42.65
Mkt.Cap.(Rs Cr)		336.94
Lat. BV(Rs)		29.84
52 W H/L(Rs)		122/19
Lat.Eqty (Rs Cr)		15.80
Div. Yield (%)		3.75



INDIAN OVERSEAS BANK

Profile of Indian Overseas Bank			
Industry	Finance - Banks	BSE Code	532388
Chairman	Mr. S A Bhat	BSE Group	A
Auditors	Varma & Varma/PKF Sridhar & Santhanam	NSE Symbol	IOB
Secretary	-	ISIN Demat	INE565A01014
Inc. Year	10.02.1937	Reuters	IOBK.BO
AGM Date	07.04.2009	Bloomberg	IOB:IN
Group	Public Sector	Face Value	10.00

Indian Overseas Bank was founded on 10th February 1937 and had the distinction of having three branches (Chennai, Karaikudi and Rangoon) simultaneously commencing business on the inaugural day. The founder chairman of the bank was M Ct. Chidambaram Chettiar. IOB was one among the few banks from South India who went on to become a leading player in the Indian banking industry. When it was nationalized in 1969, the bank had 208 branches and a business of Rs. 156 Crores. IOB took the lead in tapping the primary market and came out with an Initial Public Offer in 2003, issuing ten crore equity shares of Rs. 10/- each at a premium of Rs. 24 for Rs. 240 Crores. The issue received good response and was oversubscribed 7 times. The bank has been maintaining a health dividend pay out, thus rewarding its shareholders.

Shareholding Pattern as on 30th June 2009

Category of shareholder	Total number of shares	Total shareholding as a percentage of total number of shares (%)
Shareholding of Promoter and Promoter Group		
Indian Promoters	333600000	61.23
Non Promoter Holding		
Mutual Funds & UTI	8207239	1.51
Banks, Financial Institutions	59511345	10.92
Foreign Institutional Investors	48597137	8.92
Private Corporate Bodies	14251464	2.62
NRI's/OCB's/Foreign Others	3924065	0.72
Others	2098960	0.39
General Public	74609790	13.69
GRAND TOTAL	544800000	100

Industry Overview

With interest rates consolidating and liquidity conditions in the banking system remaining comfortable, the banking industry posted a healthy rise in the income for the quarter ended June 2009. The banking industry recorded a rise of 24.3% in the income in June 2009 and 72.4% growth in net profits. As per the latest provisional data available from the Reserve Bank of India the growth of bank credit to the industry increased by Rs. 26421crores to Rs. 2777562 crores as on 14th August 2009. The net profits of the banking industry accelerated after growing in the range of 30-39% in the preceding two years. More than 30% of the banks doubled their PAT during the June 2009 quarter. A decline in provisioning expenses coupled with a sharp rise in other income aided the healthy performance. In the quarters to follow, growth of interest on advances is expected to slow down. This will be due to slow down in credit growth and the lending rate cuts effected by banks over the past six months. Lower deposit rates during the year are expected to cushion banks against the revenue loss due to PLR cuts and the growth in interest income is expected to remain healthy.

Dividend History

Year End	Dividend - Amount (in Crores)	Dividend - %	Div. Yield - %
200903	245.16	45.00	9.89
200803	190.68	35.00	2.59
200703	163.44	30.00	2.91
200603	141.65	26.00	2.68

IOB has been growing at a steadfast pace during the years. The Bank's global businesses reached Rs. 175926 crore as at 31st March 2009 resulting in an increase of 21.01%. The deposits of the Bank registered a healthy 18.72% year on year growth during the year 2008-09 and crossed the milestone of Rs. 1, 00,000 crores. The bank's gross advances registered a growth of 24.16% against the industry average of 23.9%. IOB's operating profit grew to Rs. 2524 crore from Rs. 2002 crore, due to expansion in volume of business and substantial treasury gains. The net profit of the bank increased to Rs. 1326 crores through improvement in yield on advances and non-interest income.

IOB recently launched a slew of new products in the Retail Banking Sector and entered into a corporate agency arrangement with Universal Sampo General Insurance Company Limited for distribution of non-life insurance products. The bank continues to work towards its goals of providing safe and ethical banking while being true to its motto "Good People to Grow with".

Financial Snapshot (Rs. in Crores)

	As on 31st Mar-09	As on 31st Mar-08	As on 31st Mar-07	As on 30th June-09	As on 30th June-08
Equity	544.8	544.8	544.8	544.8	544.8
Net worth	5941.39	4752.08	3872.4	-	-
Capital Employed	119863.83	101723.75	82138.86	-	-
Sales	9641.4	7738.77	5832.07	2577.85	2160.53
Rate of Growth (%)	24.59%	32.69%	32.36%	19.32%	-
Other Income	1713.07	1075.46	892.95	230.66	26.3
PBIDT	8827.05	7018.83	4705.82	2254.8	1792.63
Rate of Growth (%)	25.76%	49.15%	39.22%	25.78%	-
PBT	1954.3	1654.94	1373.43	445.37	301.72
PAT	1281.76	1201.25	1006.66	301.78	255.97
Rate of Growth (%)	6.70%	19.33%	34.48%	17.90%	-
Book Value (Rs.)	109.06	87.23	71.08	-	-
EPS (Unit Curr.)	23.53	22.05	18.48	5.54	4.70
PBIDTM (%)	90.51	89.73	79.64	87.47	82.97
PBDTM (%)	20.27	21.39	23.55	17.28	13.97
PATM (%)	13.75	15.54	17.29	11.71	11.85
Dividend (%)	45	35	30	-	-

Market Data

Market Snapshot (As on 31 st August 2009)	
Price (Rs)	84.25
Lat. P/E	3.50
Mkt.Cap.(Rs Cr)	4589.94
Lat. BV(Rs)	109.06
52 W H/L(Rs)	118/38
Lat. EPS(Rs)	24.12
Lat.Eqy (Rs Cr)	544.80
Div. Yield (%)	5.34



Mutual Fund Corner

Scheme for the Month

IDFC PREMIER EQUITY FUND PLAN A GROWTH

Fund Manager: Kenneth Andrade

Investment Objective

To generate long-term capital growth from an actively managed portfolio of predominantly equity and equity related instruments. The Scheme portfolio would acquire, inter alia, small and medium size businesses with good long term potential, which are available at cheap valuations. Such securities would be identified through disciplined fundamental research keeping in view medium to long-term trends in the business environment.

Current Statistics & Profile

Latest NAV	22.12 (02/09/09)
52-Week High	22.57 (31/08/09)
52-Week Low	11.24 (09/03/09)
Fund Category	Equity Diversified
Type	Open End
Launch Date	September 28,2005
Net Assets (Cr)	929.87 (31/08/2009)
Benchmark	BSE 500

Trailing Returns

As on 4th September 2009	Fund Return	Category Return
Year to Date	70.54	61.45
1-Month	1.96	1.72
3-Month	11.98	7.12
1-Year	15.98	8.17
3-Year	26.62	9.75
Return Since Launch 22.46		

Note: Return less than 1 year are absolute and over 1 year are annualized

Asset Allocation	
As on 31/08/09	% Net Assets
Equity	88.40
Debt	4.45
Others	7.15

Investment Details

Minimum Investment Amount	Rs.25000
Additional Purchase	In Multiples of Re. 1

Options

Systematic Investment Plan (SIP)	Available
Systematic Transfer Plan (STP)	Not Available
Systematic Withdrawal Plan (SWP)	Not Available


TOP HOLDINGS

(As on 31/08/2009)

Name of Holding	Instrument	% Net Assets
Exide Industries	Equity	7.11
Shriram Transport Finance Corporation	Equity	6.12
IRB Infrastructure Development	Equity	5.41
Shree Renuka Sugars	Equity	5.02
Shree Cements	Equity	4.13
Pantaloon Retail (India)	Equity	3.56
Glaxo Consumer Health Care	Equity	3.50
Page Industries	Equity	3.13
Coromandal Fertilisers	Equity	3.11
Educomp Solutions	Equity	3.10
Rural Electrification Company Limited	Equity	3.02
Biocon	Equity	2.85
Motherson Sumi Systems	Equity	2.79
PTC India	Equity	2.76
Aurobindo Pharma	Equity	2.73
United Spirits	Equity	2.68
Kaveri Seed Company	Equity	2.40
Bata India	Equity	2.33
Blue Dart Express	Equity	2.28
Raj Oil Mills Limited	Equity	2.28
Petronet LNG	Equity	2.13
SREI Infrastructure Finance	Equity	2.06
Lakshmi Energy & Foods	Equity	1.69
Emami	Equity	1.67
Torrent Power	Equity	1.63

SECTOR WEIGHTINGS

As on 31/08/09	% Net Assets
FMCG	24.21
Services	11.41
Construction	9.55
Energy	9.53
Financia	18.18
Engineering	7.11
Health Care	5.57
Chemicals	4.21
Textiles	3.13
Automobile	2.79
Technology	1.59

Fund Style	Portfolio Characteristic
Investment Style Growth Blend Value 	Capitalization Large Medium Small
	Large Caps - 3.46
	Mid Caps - 73.40
	Small Caps - 21.20

TRADING IN FUTURE'S & OPTIONS

In the previous issue, we discussed the basic concepts and advantages in trading of Future's and Options. Trading in F&O segment is very similar and also dissimilar to trading in the Cash segment. A simple example of this is curd, which is a derivative of milk. The price of curd depends upon the price of milk which in turn depends upon the demand and supply of milk. The broad differences between the two are as follows:

- **Margin Availability:** In F & O segment, the investor gives margin to buy stocks, while in stock trading the investor should have that much amount in his account to buy stocks.
- **Possibility for Short Selling:** The investor has an option for short selling. He can sell futures without buying and later buy the same to cover up his position on or before the expiry date
- **Profit:** One can earn more profit by paying less (i.e. margin amount)
- **Index Trading:** In derivatives one can trade in index and can make use of the index volatility

Account Opening

To start trading in F&O an investor needs to register himself with a Broker, who is a member of the NSE/BSE Derivatives segment e.g. Indbank. The F & O account entitles the investor to trade in both the Futures and the Options segment. According to his trading objectives the investor has to choose his investment. The major differences between Futures & Options segments are listed below:

Futures	Options
Futures Contracts have symmetric risk profile for both buyers as well as sellers.	Options have asymmetric risk profile.
Futures have unlimited downside risk as well as unlimited profit potential.	In case of Options, for a buyer (or holder of the option), the downside is limited to the premium (option price) he has paid while the profits may be unlimited. For a seller or writer of an option, however, the downside is unlimited while profits are limited to the premium he has received from the buyer.
The futures contracts prices are affected mainly by the prices of the underlying asset.	Prices of options are however; affected by prices of the underlying asset, time remaining for expiry of the contract and volatility of the underlying asset.
Margin (a % of the future contract) should be paid for purchasing a Futures contract.	There is a cost of entering into an options contract, termed as Premium. Full Premium amount should be paid for purchasing an option contract
MTM (Mark to Margin) loss or profit has to be born by the investor.	No MTM (Mark to Margin) loss/profit as the premium amount is paid in full.

OPTION CONTRACTS – In Detail

As seen from the above table, in option contracts the maximum the investor can lose is the premium he paid for the options. As discussed earlier, option contracts are of two types

- **Call Option: Buyer has the right to buy the underlying security.**
- **Put Option: Buyer has the right to sell the underlying security.**

Pay off Profiles for CALL & PUT OPTION

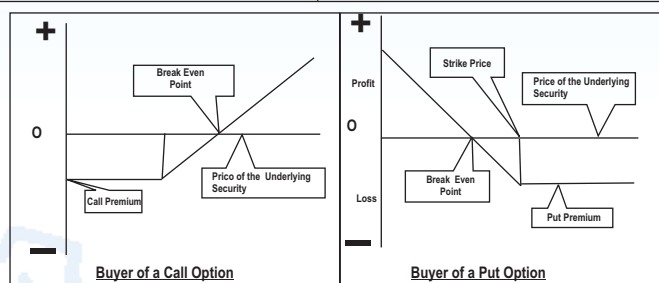
An investor buys One European Call option on Infosys at the strike price of Rs. 2300 at a premium of Rs. 25. If the market price of Infosys on the day of expiry is more than Rs. 2300, the option will be exercised. The investor will earn profits once the share price crosses Rs. 2325 (Strike Price + Premium i.e. 2300+25). Suppose stock price is Rs. 2500, the option will be exercised and the investor will buy 1 share of	An investor buys one European Put option on Reliance at the strike price of Rs. 2200/-, at a premium of Rs. 25/- . If the market price of Reliance, on the day of expiry is less than Rs. 2200, the option can be exercised as it is 'in the money'. The investor's Break even point is Rs. 2175/ (Strike Price - premium paid) i.e., investor will earn profits if the market falls below 2200. Suppose stock price is Rs. 2150, the buyer of the Put option immediately buys Reliance share in the market
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Infosys from the seller of the option at Rs 2300 and sell it in the market at Rs 2525 making a profit of Rs. 200 {(Spot price - Strike price) - Premium}.

In another scenario, if at the time of expiry stock price falls below Rs. 2300 say suppose it touches Rs. 2000, the buyer of the call option will choose not to exercise his option. In this case the investor loses the premium (Rs 25), paid which shall be the profit earned by the seller of the call option.

@ Rs. 2150/- & exercises his option selling the Reliance share at Rs 2200 to the option writer thus making a net profit of Rs. 25 {(Strike price - Spot Price) - Premium paid}.

In another scenario, if at the time of expiry, market price of Reliance is Rs. 2300/- the buyer of the Put option will choose not to exercise his option to sell as he can sell in the market at a higher rate. In this case the investor loses the premium paid (i.e. Rs 25/-), which shall be the profit earned by the seller of the Put option.



FUTURE CONTRACTS – In Detail

Futures are specifically designed to allow the transfer of risk from those investors who want less risk to those who are willing to take on some risk in exchange for compensation. A futures instrument accomplishes the transfer of risk by offering several features:

- Liquidity
- Leverage (a small amount of money gives exposure to a much larger amount)
- A high degree of correlation between changes in the futures price and changes in price of the underlying instrument.

Futures contracts can be used in many different ways depending on the investment objectives. Here are two examples:

To safeguard or "hedge" the existing underlying assets if the belief is that the price will fall.

The investor could consider opening a futures position to protect his existing asset (e.g. his share portfolio) in the event of a downturn in prices. As a holder of the asset, the investor can sell futures against his equity portfolio to avoid making a loss and without having to incur the costs associated with selling his assets. To "close" the futures position buy the equivalent amount of futures in the market. Losses in the underlying asset can therefore be compensated by profit made on the futures position.

To profit from volatile market conditions, i.e., to speculate

Futures provide the opportunity to profit from the upward and downward turns in the prices of underlying assets. For a view that market prices will rise, consider buying futures (this is a LONG futures position). Conversely, for a view that market prices will fall, consider selling futures (this is a SHORT futures position). If the view held materializes, the position can be closed by undertaking an equal and opposite position in the same market in order to profit from the price difference. The investor has to remember to close a long position he should sell futures and to close a short position he should buy futures.

SETTLEMENT PROCEDURE

Orders placed in derivatives do not have any obligation for delivery of shares however, the settlements will happen only in monetary terms and not as physical shares. On a daily basis Mark To Market (MTM) will be calculated for the open positions held by the client and the same will be passed on to respective clients. Clients will have an option to close the position on or before the expiry date however if the positions are not closed before the expiry date, the contract will be automatically closed on the closing price of the expiry date.

Stretching our horizon



Mr. Anup Sankar Bhattacharya, Executive Director, Indian Bank and Chairman, Indbank Merchant Banking Services Limited, cutting the ribbon to mark the inauguration of our new branch at Cuddalore in the presence of Mr. P N Patel, President Wholetime Director, Mr. P Mugundan, Executive Vice President & Company Secretary and Mr. M Senthil, Branch Head, Cuddalore, Indbank Merchant Banking Services Limited.

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Calicut : Sunlight Tower, Kallaru Road, 673 002 Tel No: 0495 2702390 Fax No: 0495 4024114; calicut@indbankonline.com
Cuddalore : 1st Floor, 13 A Netaji Road, Manjakuppam, Cuddalore 607 001 SA District Tel No: 0414 2222275 /76 Fax No:0414 2222275; cuddalore@indbankonline.com

CTCL Terminals & Online Stock Trading Points

Parrys : A2, 4th Floor, SMJ Parrys Plaza, 28 Second Line Beach, Parrys, Chennai 600001, Phone: 25212057
Anna Nagar : Ground Floor, 2137 L Block, 7th Street, 12th Main Road, Anna Nagar West, Chennai 600040 Phone: 26280055
CMDA : Shop No 3, CMDA Towers No 1, Gandhi Irwin Road, Egmore, Chennai 600008, Phone: 45508003
CBD Belapur : Shop No: 3, Plot No: 21, Shiv Chambers, Sector 11, CBD Belapur, Navi Mumbai, Thane District, Maharashtra 400 614, Phone: 022-27573465
Madipakkam : Anubhav Apartments, Shop no 7, Ground Floor, Medavakkam Main Road, Madipakkam, (Opp. Padhala Vinayagar Temple), Chennai 600090 Phone: 45565501
West Mambalam : 2/57, Brindavan Street Extn, West Mambalam, Chennai 600033, Phone: 45513010
Vile Parle : SHOP NO. 13, Gujarati Society, Nehru Road, Vile Parle-East, Opp-Hotel Jal, Mumbai 400057 Phone: 022-26122263
SG Road : F-B / 10 Krishna, Opp Dev Ashish School, Off S.G. Road, Bodakdev, Ahmedabad, Phone : 079-40035482
Pollachi : No. 146/4, New Scheme Road, Ground Floor, Pollachi 642002, Phone: 04259-300018
Ulhas Nagar : Shop at Shree Saibaba Electronics, Near Sindh Punjab Hotel, Follower Lane Chowk, Hospital Road, Ulhasnagar 421 003 Phone: 95251-2707054
Nagercoil : OLD No. 37/1, NEW No. 668/1, First Floor, Asha Fag Shopping Complex Cape Road, NAGARCOIL 629001 Phone: 0465-2403196
Ram Nagar : No. 22 & 23, SAROJINI STREET, RAMNAGAR, COIMBATORE 641009, Phone: 0422-4386040
Karaikudi : 1st Floor, Veerappa Complex, College Road, Karaikudi 630002, Phone: 04565-232243, 40010
Dindugal : No. 24, 1st Floor, New Aghraharam, Palani Road, DINDIGUL 624001, Phone: 0451-2421141
Tirupur : First Floor, "MKM Complex" 54, Kulli Chettiar Street, Tiruppur 641 604 Phone: 0421-4325343
RS Puram : Ground Floor, 160/15, D B Road, R.S. Puram, Coimbatore - 641002, Phone: 0422-2470602, 4521720
Abhiramapuram : First Floor, Flat No. 3 Door No:54, CP Ramaswami Raod Abhiramapuram, Chennai 600018, Phone: 044-45010460
Adayar : Ground Floor, Shop No:1, Shruthi Apartments, 1st Cross Road, Gandhi Nagar, (Behind Sundara Vinayagar Temple), Chennai 600020, Phone: 044-43504482
Kharghar : Shop No. 31 Grow More Tower, Plot No: 5, Kharghar, Sector II, Navi Mumbai 410210. Phone : 022-27741553
Dwaraka : 1st Floor No: 142 Vardhman Plaza, Sector 4, Plot no.8, Dwaraka, New Delhi 110075, Phone : 011-45630397
Karur : First Floor, "Agni Complex, 269, Jawahar Bazaar, Karur - 639001, Phone : 04324-264081.
Simmakkal : First Floor, 153-A, North Veli Street, Madurai 625001, Ph: 0452-4230110/2620277
Ramnagar - Hyderabad : 1-9-18/5, 1st Floor, Ramnagar Main Road, Ramnagar, Hyderabad - 500020, Ph: 040-27661848
Dilshuk Nagar : No. D17/109, Kamala Nagar Main Road, Dilshuk Nagar, Hyderabad - 500660, Ph : 040-24141848
Sivakasi : No. 57, 1st Floor, New Road Street, Sivakasi - 626123, Ph : 04562-279188
AS Rao Nagar : Ground Floor, H. No: 1-241 / 138, Road No: 5 S, Bhavani Nagar, ECIL, Kapra, Hyderabad 500062, Ph : 040-27120200
Palayamkotai : Sri Balaji Arcade, No.142/7, Trivandrum Road, Murugankurichi Palayamkotai, Trinelveli Dist - 627002, Ph: 0462-2580086
Gobichettipalayam : 25B, Thangamani Building, 1- Floor, Erode Main Road, Gobichettipalayam - 638476, Ph: 04285-226020
Thadagam Road : Ground Floor, Shop no.56, Sri Sai Complex, 147, Thadagam Road, Coimbatore - 641025, Ph: 0422-2443010
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