

Stock Recommendations

Name of the Company	Mkt Cap (Rs mn)	Latest Report Date	Price as on latest Report (Rs)	Latest price target* (Rs)	Latest Reco	Price as on 27-Jan (Rs)	Upside/ (Down- side) (%)	EPS (Rs)		PE (x)		RoE (%)		P/ABV (x)	
								FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E
Banking															
Allahabad Bank	94,499	14-Dec-10	216	260	BUY	212	22.9	31.2	38.7	6.8	5.5	21.9	23.2	1.3	1.1
Andhra Bank	63,632	1-Nov-10	178	200	BUY	131	52.4	25.1	32.0	5.2	4.1	25.5	27.4	1.3	1.1
Axis Bank	529,244	18-Jan-11	1,229	1750	BUY	1,299	34.7	80.2	102.8	16.2	12.6	18.7	20.3	2.9	2.4
Bank of Baroda	308,304	29-Oct-10	1,011	1155	BUY	843	36.9	103.1	131.5	8.2	6.4	22.4	23.0	1.8	1.4
HDFC Bank	879,426	20-Oct-10	2,365	2400	ACCUMULATE	2,051	17.0	83.0	111.9	24.7	18.3	16.8	19.8	4.0	3.4
ICICI Bank	1,130,899	25-Jan-11	1,084	1364	BUY	1,014	34.5	45.7	56.6	22.2	17.9	9.6	11.1	2.2	2.0
Indian Bank	93,840	27-Jan-11	229	320	BUY	218	46.6	39.5	49.8	5.5	4.4	23.4	24.2	1.3	1.0
Indian Overseas Bank	69,435	1-Nov-10	160	140	REDUCE	127	9.8	15.1	20.3	8.4	6.3	12.4	14.8	1.4	1.2
Jammu & Kashmir Bank	35,067	27-Oct-10	850	1100	BUY	723	52.1	118.5	139.8	6.1	5.2	17.8	18.2	1.0	0.9
Punjab National Bank	349,560	24-Jan-11	1,125	1450	BUY	1,109	30.8	137.2	175.3	8.1	6.3	24.1	25.1	1.9	1.5
State Bank of India	1,684,654	24-Jan-11	2,597	3475	BUY	2,654	31.0	177.9	215.0	14.9	12.3	16.1	17.1	2.7	2.3
Union Bank of India	163,330	25-Jan-11	337	400	BUY	323	23.7	44.3	54.0	7.3	6.0	22.9	23.0	1.8	1.4
NBFCs / Brokerage Industry															
HDFC Ltd	953,619	17-Jan-11	641	720	ACCUMULATE	667	7.9	22.8	27.6	29.3	24.2	20.2	21.7	5.6	5.0
IDFC	198,506	21-Dec-10	175	210	BUY	153	37.2	9.0	11.2	17.0	13.7	14.6	13.8	2.0	1.8
LIC Housing Finance	87,851	21-Jan-11	174	240	BUY	185	29.8	20.2	21.7	9.2	8.5	25.6	23.0	2.2	1.8
Mahindra & Mahindra Financial Services	66,985	26-Oct-10	703	740	ACCUMULATE	700	5.7	42.8	58.8	16.4	11.9	21.8	23.5	3.4	2.8
Shriram Transport Finance Co	161,616	29-Oct-10	843	885	ACCUMULATE	722	22.7	50.8	58.7	14.2	12.3	29.7	28.7	3.5	2.9

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								FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E
Automobiles															
Bajaj Auto	372,984	20-Jan-11	1,322	1464	ACCUMULATE	1,286	13.8	89.7	97.6	14.3	13.2	66.8	47.7	10.3	9.1
Hero Honda Motors	344,800	1-Nov-10	1865	1812	REDUCE	1,724	5.1	102.8	120.8	16.8	14.3	49.5	41.6	12.1	9.7
TVS Motors	27,199	21-Jan-11	62	70	ACCUMULATE	57	22.3	4.1	5.2	14.0	11.0	21.7	23.0	7.5	6.0
Maruti Suzuki India Ltd	366,943	24-Dec-10	1392	1497	ACCUMULATE	1,270	17.9	81.8	99.7	15.5	12.7	18.3	18.7	9.4	7.4
Escorts Ltd	13,628	1-Dec-10	190	256	BUY	143	79.2	19.4	23.1	7.4	6.2	10.2	10.9	4.5	3.4
Capital Goods & Engineering															
ABB #	152,999	1-Nov-10	822	690	REDUCE	722	(4.4)	6.0	23.1	120.3	31.3	5.1	18.0	59.9	18.4
AIA Engineering	36,420	15-Nov-10	459	450	REDUCE	387	16.1	22.5	27.6	17.2	14.0	21.5	22.1	11.7	9.5
Areva T&D India Ltd #	75,345	2-Nov-10	295	320	REDUCE	315	1.5	8.7	10.6	36.2	29.7	22.4	23.6	17.8	14.9
Bharat Electronics	137,336	1-Nov-10	1632	1945	BUY	1,717	13.3	90.1	112.0	19.1	15.3	18.5	19.2	12.3	8.3
BHEL	1,093,393	24-Jan-11	2,218	2632	BUY	2,234	17.8	119.5	141.8	18.7	15.8	28.6	26.7	12.0	9.1
Blue Star	35,695	4-Nov-10	459	500	ACCUMULATE	397	25.9	20.3	26.8	19.6	14.8	33.4	35.2	12.3	9.2
Crompton Greaves	179,038	26-Oct-10	323	322	REDUCE	279	15.4	14.2	16.4	19.7	17.0	26.9	24.0	11.8	9.8
Cummins India	144,540	12-Nov-10	788	950	BUY	730	30.1	34.3	46.5	21.3	15.7	37.8	38.8	14.5	10.4
Diamond Power Infrastructure	6,696	19-Nov-10	219	319	BUY	180	77.4	29.5	36.2	6.1	5.0	31.8	24.2	5.2	4.4
Everest Kanto Cylinder	9,032	12-Jan-11	90	111	BUY	85	29.9	5.4	7.2	15.8	11.9	8.5	9.9	9.4	7.3
Greaves Cotton **	22,645	24-Jan-11	91	110	BUY	93	18.6	4.7	7.3	19.7	12.7	24.0	31.0	11.4	7.3
Gujarat Apollo Industries	2,628	6-Jan-11	174	270	BUY	166	62.4	19.8	25.6	8.4	6.5	17.8	19.5	4.4	3.3
Havells India Ltd	42,262	13-Dec-10	372	450	BUY	351	28.1	21.3	29.1	16.5	12.1	32.8	32.7	10.1	8.3
Hindustan Dorr-Oliver	6,870	28-Dec-10	115	145	BUY	96	51.1	8.8	10.2	10.9	9.4	24.4	22.6	7.0	5.8
Kalpataru Power Transmission	21,037	13-Jan-11	161	262	BUY	137	91.2	13.0	15.7	10.5	8.7	18.5	18.9	5.5	4.8
Larsen & Toubro	960,884	18-Jan-11	1,681	2030	BUY	1,645	23.4	73.1	87.8	22.5	18.7	19.6	19.9	14.9	12.6
Siemens India (Sept end)	246,761	25-Nov-10	787	825	ACCUMULATE	746	10.7	30.1	28.2	24.8	26.4	25.2	24.1	14.9	12.1
Suzlon Energy	75,070	16-Dec-10	48	49	REDUCE	50	(2.3)	-	0.7	-	71.6	-	2.0	23.3	10.3
Thermax	83,354	10-Nov-10	875	900	ACCUMULATE	700	28.5	32.6	45.2	21.5	15.5	30.1	32.1	12.7	8.6
Time Technoplast Ltd	10,492	15-Nov-10	60	85	BUY	50	69.3	5.6	7.0	9.0	7.2	18.8	19.7	6.5	5.4
Tractors India Ltd	6,109	29-Dec-10	694	900	BUY	611	47.3	67.5	78.8	9.0	7.8	22.1	21.3	4.8	4.1
Voltamp Transformer	7,090	10-Dec-10	701	954	BUY	702	35.9	59.7	69.0	11.8	10.2	17.0	17.2	7.1	5.6
Voltas Ltd	70,363	22-Dec-10	220	245	BUY	213	15.1	11.0	13.2	19.4	16.1	29.5	27.6	12.2	10.4

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								FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E
Cement															
ACC #	195,165	22-Oct-10	980	900	REDUCE	1,039	(13.4)	64.2	78.1	16.2	13.3	18.9	20.0	9.4	7.6
Grasim Industries	216,009	29-Oct-10	2282	2533	ACCUMULATE	2,356	7.5	226.4	238.7	10.4	9.9	15.5	14.4	4.5	3.8
India Cements	30,593	15-Nov-10	116	104	REDUCE	100	4.4	4.2	10.9	23.7	9.1	3.1	7.6	9.3	5.5
Shree Cement	59,508	12-Nov-10	2,242	2268	ACCUMULATE	1,708	32.8	119.4	174.4	14.3	9.8	20.2	24.0	6.0	4.0
UltraTech Cement	275,329	27-Oct-10	1097	951	REDUCE	1,005	(5.4)	39.5	62.6	25.4	16.1	11.2	15.7	12.2	8.8
Construction															
BGR Energy Systems	44,345	10-Jan-11	653	836	BUY	616	35.7	42.0	52.3	14.7	11.8	33.9	31.0	9.3	7.5
IRB Infrastructure Developers	71,042	7-Dec-10	224	304	BUY	214	42.2	13.6	15.6	15.7	13.7	20.3	19.7	9.2	8.1
IVRCL Infrastructure	24,511	16-Nov-10	136	179	BUY	92	95.0	7.7	9.2	11.9	10.0	10.6	11.4	7.3	6.6
J Kumar Infraprojects	3,893	27-Jan-11	145	210	BUY	140	49.9	25.2	26.6	5.6	5.3	30.3	21.4	2.6	2.0
Jaiprakash Associates	198,699	2-Nov-10	125	163	BUY	91	80.1	4.9	6.2	18.5	14.6	14.7	11.8	9.7	8.3
Madhucon Projects	6,915	1-Nov-10	147	191	BUY	89	114.6	9.0	10.5	9.9	8.5	11.5	12.0	5.3	4.5
Nagarjuna Construction	29,135	11-Nov-10	155	195	BUY	114	71.7	9.6	10.5	11.8	10.8	10.5	10.4	7.6	7.3
Patel Engineering	16,496	16-Nov-10	370	461	BUY	236	95.3	23.8	29.8	9.9	7.9	12.1	13.4	6.1	5.7
Pratibha Industries Ltd	5,699	9-Dec-10	64	101	BUY	60	69.5	7.6	10.7	7.8	5.6	19.9	19.9	4.5	3.7
Punj Lloyd Ltd	32,517	3-Nov-10	124	112	REDUCE	98	14.1	3.5	8.0	28.0	12.3	3.8	8.2	11.1	8.5
Simplex Infrastructures	17,317	23-Dec-10	403	487	BUY	349	39.7	30.3	40.6	11.5	8.6	14.4	16.0	5.9	5.1
Unity Infraprojects	6,450	15-Dec-10	86	135	BUY	87	55.1	13.2	14.5	6.6	6.0	16.1	15.2	5.2	5.0

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								FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E
Information Technology															
Geometric Ltd	4,612	27-Jan-11	79	87	ACCUMULATE	76	15.1	9.1	10.4	8.3	7.3	26.4	24.0	6.1	4.4
HCL Technologies (June end)	349,084	20-Jan-11	507	547	ACCUMULATE	506	8.2	21.9	30.1	23.1	16.8	12.8	14.6	12.6	9.6
Infosys Technologies	1,828,613	14-Jan-11	3,212	3620	BUY	3,197	13.2	120.4	144.7	26.6	22.1	27.1	36.6	20.4	16.6
Infotech Enterprises	18,337	20-Jan-11	170	197	ACCUMULATE	165	19.4	12.8	16.3	12.9	10.1	14.7	16.3	7.2	5.2
KPIT Cummins	13,262	24-Jan-11	159	196	BUY	157	24.9	11.5	14.4	13.6	10.9	21.8	21.7	8.0	4.9
Mphasis BFL (Oct 10)	139,453	24-Nov-10	610	702	BUY	668	5.1	52.0	52.5	12.8	12.7	38.7	29.0	9.8	8.4
NIIT LTD	9,256	24-Jan-11	57	74	BUY	56	31.7	5.1	7.0	11.0	8.0	15.6	19.0	5.9	4.1
NIIT Technologies	11,566	19-Jan-11	210	311	BUY	197	57.7	31.2	34.8	6.3	5.7	28.4	25.9	3.8	2.5
Oracle Financial Services Software	190,948	4-Nov-10	2,362	2,561	ACCUMULATE	2,280	12.3	108.8	107.3	21.0	21.2	19.3	16.0	16.5	13.8
Patni Computer #	61,492	28-Oct-10	465	478	REDUCE	462	3.5	42.0	40.4	11.0	11.4	17.6	16.7	8.1	6.4
R Systems Intn #	1,743	23-Nov-10	111	121	ACCUMULATE	143	(15.3)	13.1	11.2	10.9	12.8	9.2	7.4	3.3	3.0
Mahindra Satyam Ltd	43,502	16-Nov-10	85	68	REDUCE	65	5.0	2.2	3.5	29.4	18.5	13.1	17.8	-	2.2
Subex Azure Ltd	6,770	2-Nov-10	74	91	ACCUMULATE	69	31.6	8.2	10.7	8.4	6.5	14.3	12.7	6.7	4.9
Tata Consultancy Services (TCS)	2,347,706	18-Jan-11	1,138	1255	BUY	1,199	4.6	44.1	51.7	27.2	23.2	35.7	32.2	20.3	16.4
Wipro Technologies	1,073,245	24-Jan-11	456	512	BUY	439	16.7	21.8	24.5	20.1	17.9	24.4	22.8	14.3	11.5
Zensar Technologies	7,126	19-Jan-11	170	211	BUY	165	27.6	30.2	34.8	5.5	4.8	34.0	30.0	5.1	3.4
Media															
DB Corp	47,011	27-Jan-11	261	312	ACCUMULATE	259	20.5	13.3	14.6	19.5	17.7	32.4	27.7	11.3	10.3
Entertainment Network (ENIL)	10,370	8-Nov-10	238	264	ACCUMULATE	217	21.4	6.5	12.0	33.4	18.1	6.9	10.7	10.6	7.9
HT Media	34,713	20-Jan-11	143	224	BUY	148	51.1	7.8	11.0	19.0	13.5	17.0	19.9	8.8	6.1
IBN18 Broadcast	23,845	14-Jan-11	91	107	ACCUMULATE	100	6.6	-	1.6	-	62.8	-	6.0	-	30.4
Jagran Prakashan	37,023	14-Jan-11	124	153	ACCUMULATE	123	24.4	6.7	8.2	18.4	15.0	31.5	34.8	10.7	8.8
Sun TV Network	196,232	14-Jan-11	502	666	BUY	498	33.7	19.0	23.5	26.2	21.2	35.0	34.5	11.9	10.4
UTV Software Communication	21,689	18-Oct-10	504	458	REDUCE	534	(14.3)	33.7	41.4	15.9	12.9	13.5	12.6	14.9	10.3
Zee Entertainment	115,355	18-Jan-11	114	117	REDUCE	118	(0.8)	5.9	5.9	20.0	20.0	13.6	13.3	14.0	12.9

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								FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	FY11E	FY12E
Metals & Mining															
SAIL	686,098	4-Nov-10	193	215	ACCUMULATE	158	35.9	15.4	19.6	10.3	8.1	17.7	19.4	6.8	5.3
Sesa Goa	293,957	27-Jan-11	326	416	BUY	330	25.9	46.6	61.8	7.1	5.3	38.3	33.6	6.6	4.8
Oil & Gas															
Cairn India Ltd	634,547	15-Dec-10	336	378	BUY	335	13.0	33.9	49.9	9.9	6.7	26.0	23.3	6.8	4.5
Gujarat State Petronet (GSPL)	59,045	29-Nov-10	108	118	REDUCE	105	12.1	8.0	8.5	13.2	12.4	26.0	23.3	6.1	5.6
Indraprastha Gas (IGL)	43,988	11-Jan-11	330	365	ACCUMULATE	314	16.2	19.2	24.1	16.4	13.0	26.9	27.4	8.4	6.8
Petronet LNG	96,413	20-Jan-11	133	122	SELL	129	(5.1)	7.8	9.3	16.5	13.8	22.3	22.5	9.2	8.3
Power															
NTPC	1,606,321	27-Oct-10	205	220	ACCUMULATE	195	12.9	11.8	12.8	16.5	15.2	14.8	14.8	11.9	10.6

Source: Kotak Securities - Private Client Research

* All recommendations are with a 9-12 month perspective from the date of the report/update. Investors are requested to use their discretion while deciding the timing, quantity of investment as well as the exit.

Figures for CY10 & CY11

** Financials for FY11 are for 9 months - Jun 2010 - Mar-2011 due to change in accounting year

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