

The Week Gone By

Weekly Newsletter



Parag's View

Market Timers

Have you ever been driving around, listening to the radio, when you hear something so offensive, so wrong, that you can't help but scream? That happened to me last Saturday afternoon.

I was driving home when I heard a financial advisor - tell his listeners that we should trust him because he said to get out of the market back in November. He said if everyone had done as he advised, we'd all be happier right now amid this market volatility.

Several other so-called advisors are all around the places warning of an impending recession. "Get your money out of the stock market now," they say.

These advisors are suggesting that they can properly time the market.

Why the myth persists

Why do so many think you can successfully time the market?

That's because we don't hear about all the market calls that these so called financial advisors made, that didn't come true. But because they got it right once or twice, the media treat them as geniuses.

You're probably familiar with the phrase, "Even a stopped watch is right twice a day." It's the same for many market timers.

The evidence

So our radio financial advisor friend correctly predicted when to get out of the market. Congratulations. But to be a successful market-timer, you can't just know when to get out. You also have to know when to get back in. And that's no easy task.

To make money, you have to make two market calls: one to get near a low point and one to get out near a high one, which means that your chance of success is about one hundred to one. And, doing it twice has a one-in-ten-thousand chance of succeeding.

And these financial advisors are suggesting that timing the market is a good thing?

By getting out of the market, as these advisors suggest, you may avoid losing some capital in the short term. But you're almost assured of missing out on the gains when the market starts going back up.

So what do we do?

I have no idea whether we're headed for a recession or a prolonged bear market. I don't have a crystal ball, and I'm not in the business of predicting the future direction of the stock market. What I do know is that the stock market is the best place for long-term growth over time, just not all the time. Trying to time the market is a fool's errand.

Inside

Gujarat Industries Power Co. Limited : Page 2

Jindal Stainless Limited : Page 5

**Eliminate the downside,
capture the upside**

Invest in PPFAS's Structured Products

PPFAS's structured products are guaranteed to outperform the NIFTY while keeping your capital safe from market fluctuations.

Contact : kaviitha@ppfas.com



Gujarat Industries Power Co. Ltd.

CMP Rs. 100.0

Initiating Coverage

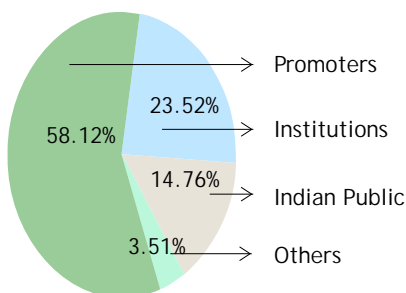
Stock Data

Bloomberg : GIP.IN
 Reuters : GJIP.BO
 BSE Code : 517300
 NSE Code : GIPCL
 BSE Group : B

Stock Codes

Benchmark : BSE 500
 52 Week High : 184.70
 52 Week Low : 57.35
 Mkt Cap : Rs. 15,125 Mn
 Face Value : Rs. 10.0

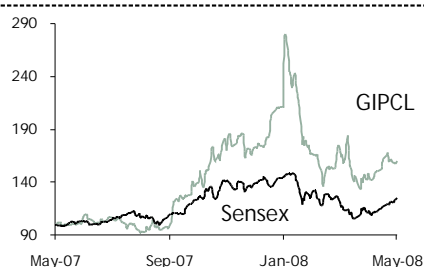
Shareholding Pattern (as on March 08)



Stock Returns

	1 Mth	3 Mths	6 Mths
GICPL	-24.59	-8.12	9.01
Sensex	-3.05	-20.87	3.98

Price Comparison



Anuj Anandwala - anuj@ppfas.com

Robust Expansion Plans: The company is expanding its capacity at Surat Lignite Power Plant (SLPP) by installing 2 x 125 MW plant, taking the current capacity of 250 MW to 500 MW by Mar'09 and further expansion by installing 2 x 250 MW plant, thereby taking the SLPP capacity to 1000 MW by 2012.

Huge Lignite Reserves: Assured Raw Material supply, a great advantage for company and also multiple fuel sources, which are met through tie-ups, are improving the plant load factor (PLF). GIPCL has started using gas instead of naphtha at its 160 MW (Station-II) plant in Vadodara.

Improving Financials of GUVNL: Significant improvement in recoveries from Gujarat Electricity Board (GUVNL) augurs well for company going ahead as 80% of revenue comes from the board. GEB successfully achieved 100% cash collection efficiency and revenue collection of Rs. 19,020Mn per month in FY07 (FY06 - Rs. 9,590Mn).

Improving Profitability: Surat Lignite Power Plant to increase profitability. Gains will trickle down to the company's bottomline FY2010 onwards and thereby improve cash flows. We expect the top and bottom line to grow at a CAGR of 10.6% and 25.7% respectively over FY08-11.

Valuations: GIPCL trades at an attractive 1.2x FY09E P/BV while most of its peers trade at 2.2-4.2x FY09E P/BV. Thus deriving benefits from the favourable power sector dynamics as well as its business model, good financials and ongoing expansion plans we see long-term value buoyed by good prospects. At Rs 100, stock trades at 15x FY08E, 14.8x FY09E and 8.3x FY10E earnings.

Summary Financials

Particulars (Rs Mn)	FY04	FY05	FY06	FY07	FY08	FY09E	FY10E	FY11E
Total Revenues	7,454.0	7,446.7	7,565.9	7,955.8	8,887.2	9,799.1	12,893.3	13,247.8
EBITDA (%)	54.2%	47.7%	43.3%	40.5%	30.9%	30.4%	36.0%	35.1%
PAT	671.7	1,036.7	1,148.1	1,829.1	1,005.4	1,021.1	1,817.1	2,027.6
EPS (Rs.)	6.1	9.4	7.6	12.1	6.6	6.8	12.0	13.4
P/E (x)	16.5	10.7	13.2	8.3	15.0	14.8	8.3	7.5
ROCE (%)	17.4%	19.3%	15.6%	14.5%	8.2%	6.9%	12.2%	12.7%
RONW (%)	13.9%	18.4%	12.5%	17.2%	8.8%	8.3%	13.1%	13.1%
Debt/Equity (x)	2.6	1.4	0.7	0.5	0.9	1.2	0.9	0.7

Earnings Statement								
Particulars (Rs Mn)	FY04	FY05	FY06	FY07	FY08	FY09E	FY10E	FY11E
Total Revenues	7,454.0	7,446.7	7,565.9	7,955.8	8,887.2	9,799.1	12,893.3	13,247.8
- Growth (%)		-0.1%	1.6%	5.2%	11.7%	10.3%	31.6%	2.7%
Total Expenditure	3,701.2	4,189.3	4,714.0	5,051.6	6,386.5	6,957.7	8,393.2	8,728.5
Operating Profit	3,752.8	3,257.4	2,852.0	2,904.2	2,500.6	2,841.4	4,500.0	4,519.3
Other Income	287.0	293.7	426.3	321.1	241.9	140.8	147.6	134.7
EBITDA	4,039.7	3,551.1	3,278.2	3,225.3	2,742.6	2,982.2	4,647.7	4,654.0
Depreciation	1,009.8	943.5	913.8	898.5	970.0	1,136.0	1,388.0	1,394.0
EBIT	3,029.9	2,607.6	2,364.4	2,326.8	1,772.6	1,846.2	3,259.7	3,260.1
Interest	1,866.1	949.5	639.5	511.8	546.5	644.9	1,159.0	916.0
PBT	1,163.8	1,658.0	1,724.9	1,815.0	1,226.1	1,201.3	2,100.7	2,344.1
Tax	492.2	621.3	576.8	(14.1)	220.7	180.2	283.6	316.4
PAT Before EI	671.7	1,036.7	1,148.1	1,829.1	1,005.4	1,021.1	1,817.1	2,027.6
- Growth (%)		54.3%	10.7%	59.3%	-45.0%	1.6%	78.0%	11.6%
EI: Misc Expd written off	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Reported PAT	671.7	1,036.7	1,148.1	1,829.1	1,005.4	1,021.1	1,817.1	2,027.6
Ratio Analysis								
Particulars	FY04	FY05	FY06	FY07	FY08	FY09E	FY10E	FY11E
OPM (%)	50.3%	43.7%	37.7%	36.5%	28.1%	29.0%	34.9%	34.1%
EBITDA (%)	54.2%	47.7%	43.3%	40.5%	30.9%	30.4%	36.0%	35.1%
PBIT (%)	40.6%	35.0%	31.3%	29.2%	19.9%	18.8%	25.3%	24.6%
PAT (%)	9.0%	13.9%	15.2%	23.0%	11.3%	10.4%	14.1%	15.3%
Interest Cover (x)	1.6	2.7	3.7	4.5	3.2	2.9	2.8	3.6
EPS (Rs.)	6.1	9.4	7.6	12.1	6.6	6.8	12.0	13.4
P/E (x)	16.5	10.7	13.2	8.3	15.0	14.8	8.3	7.5
P/BV (x)	2.3	2.0	1.6	1.4	1.3	1.2	1.1	1.0
BVPS (Rs.)	43.6	50.8	60.7	70.5	76.0	81.5	91.5	102.0
Market Cap (Rs. Mn.)	11,081.0	11,081.0	15,125.1	15,125.1	15,125.1	15,125.1	15,125.1	15,125.1
M Cap/Sales (x)	1.5	1.5	2.0	1.9	1.7	1.5	1.2	1.1
EV (Rs. Mn.)	21,210.7	17,520.1	18,750.0	17,864.0	23,615.5	27,914.3	26,506.2	23,727.1
EV/EBITDA (x)	5.3	4.9	5.7	5.5	8.6	9.4	5.7	5.1
EV/Sales (x)	2.8	2.4	2.5	2.2	2.7	2.8	2.1	1.8
ROCE (%)	17.4%	19.3%	15.6%	14.5%	8.2%	6.9%	12.2%	12.7%
RONW (%)	13.9%	18.4%	12.5%	17.2%	8.8%	8.3%	13.1%	13.1%
Debt/Equity Ratio (x)	2.6	1.4	0.7	0.5	0.9	1.2	0.9	0.7
Inventory T/o Days	41.1	39.8	41.5	37.2	40.0	40.0	40.0	40.0
Debtors T/o Days	124.8	53.4	55.2	52.3	55.0	55.0	55.0	55.0
Advances T/o Days	8.4	18.9	83.3	53.4	45.0	45.0	45.0	45.0
Creditors T/o Days	74.5	90.3	86.7	76.5	70.0	70.0	70.0	70.0
Working Cap T/o Days	93.0	12.3	103.3	107.3	60.1	62.1	55.5	57.6
Fixed Assets T/o (Gross)	0.4	0.4	0.4	0.4	0.4	0.3	0.4	0.4
DPS (Rs.)	1.0	1.3	1.3	2.0	1.0	1.0	1.8	2.5
Dividend Payout (%)	16.5%	13.4%	16.5%	16.5%	15.0%	14.8%	14.6%	18.6%
Dividend Yield (%)	1.0%	1.3%	1.3%	2.0%	1.0%	1.0%	1.8%	2.5%

Balance Sheet								
Particulars (Rs Mn)	FY04	FY05	FY06	FY07	FY08	FY09E	FY10E	FY11E
Equity Capital	1,108.1	1,108.1	1,512.5	1,512.5	1,512.5	1,512.5	1,512.5	1,512.5
Preference Shares	81.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Reserves	3,643.5	4,516.8	7,795.0	9,276.9	10,105.4	10,949.5	12,457.0	14,042.2
Shareholders Funds	4,833.1	5,624.9	9,307.5	10,789.4	11,617.9	12,462.0	13,969.5	15,554.7
Borrowed Funds	12,598.9	7,874.9	6,013.0	5,427.2	10,055.1	14,429.3	12,877.6	10,177.6
Deferred Tax Liability	567.4	1,073.9	1,073.9	749.0	749.0	749.0	749.0	749.0
Total Liabilities	17,999.4	14,573.8	16,394.5	16,965.7	22,422.0	27,640.4	27,596.1	26,481.4
Fixed Assets	13,692.8	12,966.6	12,777.3	13,141.1	19,473.6	24,487.7	24,149.7	22,905.7
Investments	2,406.5	1,357.2	1,357.2	1,357.2	1,357.2	1,357.2	1,357.2	1,357.2
Current Assets								
Inventory	839.8	812.9	860.2	811.3	973.9	1,073.9	1,413.0	1,451.8
Sundry Debtors	2,548.1	1,089.8	1,145.0	1,139.2	1,339.2	1,476.6	1,942.8	1,996.2
Loans & Advances	171.2	386.6	1,726.0	1,164.3	1,095.7	1,208.1	1,589.6	1,633.3
Cash & Bank Balance	62.7	78.6	1,031.0	1,331.1	207.5	283.0	139.4	218.5
Current Liabilities								
Sundry Creditors	1,521.5	1,842.5	1,796.8	1,667.5	1,704.4	1,879.3	2,472.7	2,540.7
Provisions	200.1	275.5	824.5	438.6	448.3	494.3	650.4	668.3
Net Current Assets	1,900.2	250.0	2,140.8	2,339.8	1,463.6	1,667.9	1,961.6	2,090.8
Miscellaneous Expenditure	0.0	0.0	119.2	127.6	127.6	127.6	127.6	127.6
Total Assets	17,999.4	14,573.8	16,394.5	16,965.7	22,422.0	27,640.4	27,596.1	26,481.4
Cash Flow								
Particulars (Rs Mn)	FY04	FY05	FY06	FY07	FY08	FY09E	FY10E	FY11E
Opening Cash & Bank	91.8	62.7	78.6	1,031.0	1,331.1	207.5	283.0	139.4
Profit After Tax	671.7	1,036.7	1,148.1	1,829.1	1,005.4	1,021.1	1,817.1	2,027.6
Invt Income	(287.0)	(293.7)	(426.3)	(321.1)	(241.9)	(140.8)	(147.6)	(134.7)
Interest Paid	1,866.1	949.5	639.5	511.8	546.5	644.9	1,159.0	916.0
Miscellaneous Exp W/Off	0.0	0.0	(119.2)	(8.5)	0.0	0.0	0.0	0.0
Depreciation	1,009.8	943.5	913.8	898.5	970.0	1,136.0	1,388.0	1,394.0
Deferred Taxation	416.1	506.5	0.0	(324.9)	0.0	0.0	0.0	0.0
Others	(1,151.7)	1.1	2,778.0	10.2	0.0	0.0	0.0	0.0
Change in Working Cap	(645.4)	1,666.1	(938.4)	101.2	(247.4)	(128.9)	(437.3)	(50.1)
CF - Operating Activities	1,879.5	4,809.7	3,995.6	2,696.4	2,032.5	2,532.3	3,779.1	4,152.8
Change in Fixed Assets	(78.3)	(223.9)	(752.4)	(1,272.5)	(7,302.5)	(6,150.0)	(1,050.0)	(150.0)
Change in Investments	244.7	1,049.3	0.0	0.0	0.0	0.0	0.0	0.0
Investment Income	287.0	293.7	426.3	321.1	241.9	140.8	147.6	134.7
CF - Investing Activities	453.4	1,119.1	(326.2)	(951.4)	(7,060.6)	(6,009.2)	(902.4)	(15.3)
Increase in Equity	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Change in Preference Cap	(167.8)	(81.5)	0.0	0.0	0.0	0.0	0.0	0.0
Changes in Borrowings	(203.2)	(4,724.0)	(1,861.9)	(585.8)	4,627.9	4,374.3	(1,551.7)	(2,700.0)
Interest Paid	(1,866.1)	(949.5)	(639.5)	(511.8)	(546.5)	(644.9)	(1,159.0)	(916.0)
Dividend Paid	(125.0)	(157.9)	(215.6)	(347.2)	(177.0)	(177.0)	(309.7)	(442.4)
CF - Financing Activities	(2,362.0)	(5,912.9)	(2,717.0)	(1,444.8)	3,904.4	3,552.4	(3,020.4)	(4,058.4)
Net Change in Cash	(29.1)	15.9	952.4	300.1	(1,123.6)	75.5	(143.6)	79.1
Closing Cash & Bank Bal	62.7	78.6	1,031.0	1,331.1	207.5	283.0	139.4	218.5

Jindal Stainless is the flagship of O P Jindal group is engaged in manufacture of stainless steel and special steel product. Jindal stainless steel is India's largest integrated stainless steel manufacture and it facilitates its own captive Chrome Ore mines, Ferrochrome facilities and stainless steel melting, hot rolling, cold rolling and downstream value added facilities. The company is one of the leading global producers of chrome manganese grade of stainless steel. It also manufactures Coin Blanks, speciality requirements for nuclear plants, Railways, Pharmaceuticals, Refineries, Diaries and Fertiliser Plants. It also manufactures steel required for production of razor blades. JSL Controls 35% of domestic market share.

The stand alone result of Jindal Stainless Ltd comprises of

1. Hisar (Stainless Steel)
2. Vizag (High Carbon Ferrochrome)
3. Orissa (Stainless steel, note that - Now High carbon Ferrochrome (0.15 MTPA) , Ferro Manganese (0.05 MTPA) and Power plant (125 MW) are functional)

Subsidiaries

1. PT Jindal Stainless Indonesia (99.99% share)
2. Jindal Stainless Steelway Ltd (81.91% share)
3. Jindal Architecture Ltd (99.94% share)
4. Austenic Creations Private Ltd (91.05% share)
5. Jindal Stainless UK Ltd (100% share)
6. Jindal Stainless Italy S.R.L. (100% share)
7. Jindal Stainless FZE (100% share)

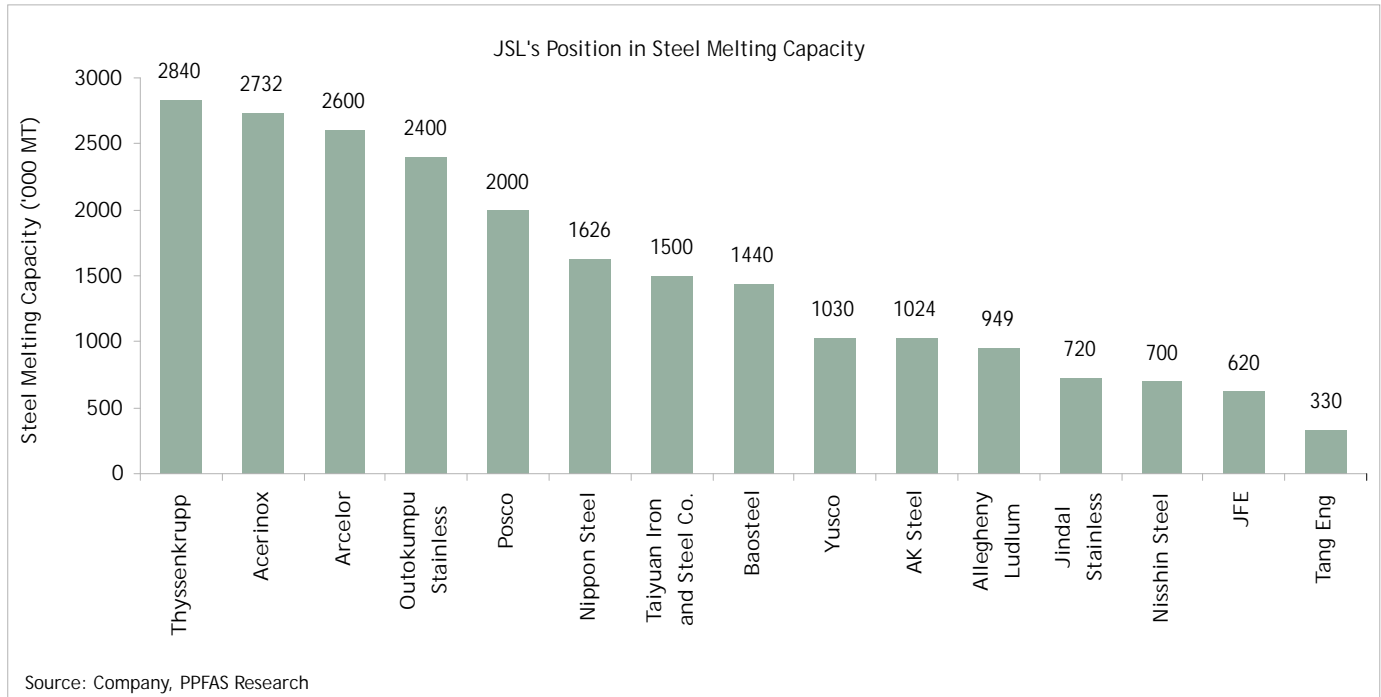
Current Capacities:

Current Steel melting capacity of JSL is 0.72 MTPA. The capacity of Hot Rolling Mills i.e. Tandem Mill and Stackel Mill are 0.25 MTPA and 0.47 MTPA respectively and of Cold Rolling Mill is 0.25 MTPA. The Capacity of coin blanking line is 10000 tons/annum and special product division is 12000 tons/annum. The capacity of HC Ferrochrome is 0.19 MTPA (including Orissa and Vizag) Plant.

Increase in Capacity in Current Year:

The increase in sales this year is due to increase in steel melting capacity in Hisar from 0.6 MTPA to 0.72 MTPA and start of Ferro Manganese plant of capacity 0.05 MTPA and Captive Power Plant of capacity 125MW in Orissa Plant. Both these plants came into operation in December 2007.

Industry position of Jindal Stainless Ltd in 2008:



SWOT Analysis:

Strength	Weakness
<ul style="list-style-type: none"> 1. High Backward Integration 2. Economies of Scale 3. Proximity to Raw Materials 4. Specialized products 	<ul style="list-style-type: none"> 1. Debt amount is large 2. Capacity utilization is not upto mark 3. Less benifited by the freight charge reduction
Opportunity	Threat
<ul style="list-style-type: none"> 1. High Economic growth 2. Infrastructure boom 3. Demand of Stainless steel from growing Automobile sector and other end use requirements (retail sector) 4. Less domestic per capita consumption of Stainless steel 	<ul style="list-style-type: none"> 1. Raw material constraint 2. Increase in supply of stainless steel due to capacity expansion by competitors 3. Cyclical nature of steel industry 4. Restriction on export of Steel 5. Problem of land acquisition for Orissa Plant

Valuation:

The current P/E of Jindal Stainless Ltd is 8.92 which seems to be high enough. We will soon come with detailed analysis of next four years factoring, the Green Field Project in Orissa.

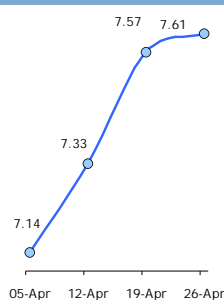
Jindal Stainless Limited - Financials

Earnings Statement					Balance Sheet				
Particulars (Rs Mn)	FY05	FY06	FY07	FY08	Particulars (Rs Mn)	FY05	FY06	FY07	FY08
Total Revenues	31475.2	32505.1	49779.8	50333.9	Equity Capital	219.8	261.1	276.4	291.0
- Growth (%)	30.2%	3.3%	53.1%	1.1%	Advance Share Application	11.7	0.0	0.0	0.0
Total Expenditure	26407.1	28210.6	41308.4	42984.0	Equity Share Warrants	0.0	0.0	151.4	0.0
Operating Profit	5068.1	4294.5	8471.4	7349.9	Reserves	7540.1	9674.9	13551.7	16498.5
Other Income	57.5	176.7	184.7	192.7	Shareholders Funds	7771.6	9936.0	13979.6	16789.6
EBITDA	5125.5	4471.1	8656.1	7542.6	Minority Interest	0.0	29.4	54.3	79.2
Depreciation	1349.5	1468.1	2302.6	2546.9	Borrowed Funds	14458.2	23350.7	28761.9	38288.1
EBIT	3776.1	3003.0	6353.5	4995.7	Deferred Tax Liability	2238.7	2733.1	3928.4	5123.8
Interest	350.7	609.7	816.6	884.3	Total Liabilities	24468.5	36049.1	46724.2	60280.6
PBT	3425.4	2393.4	5536.9	4111.4	Fixed Assets	18296.8	25475.7	39546.9	51063.1
Tax	1105.6	771.9	2157.5	1602.1	Investments	1521.2	2534.5	1198.6	1200.0
PAT Before MI	2319.8	1621.5	3379.3	2509.3	Current Assets	13753.8	19622.4	26091.0	27307.3
Minority Interest	0.0	2.8	8.2	13.6	Current Liabilities	9119.4	11604.8	20137.5	19318.7
PAT After MI	2319.8	1618.7	3371.1	2495.8	Net Current Assets	4634.4	8017.6	5953.5	7988.6
- Growth (%)	19.1%	-30.2%	108.3%	-26.0%	Miscellaneous Expenditure	16.1	21.3	25.1	28.9
Reported PAT	2319.8	1618.7	3371.1	2495.8	Total Assets	24468.5	36049.1	46724.2	60280.6

Ratio Analysis					Ratio Analysis				
Particulars	FY05	FY06	FY07	FY08	Particulars	FY05	FY06	FY07	FY08
OPM (%)	16.10%	13.21%	17.02%	14.60%	EV/Sales (x)	0.97	1.27	0.96	1.14
EBITDA (%)	16.28%	13.76%	17.39%	14.99%	ROCE (%)	15.43%	8.33%	13.60%	8.29%
PBIT (%)	12.00%	9.24%	12.76%	9.93%	RONW (%)	29.91%	16.33%	24.16%	14.89%
PAT (%)	7.37%	4.98%	6.77%	4.96%	Debt/Equity Ratio (x)	1.86	2.35	2.06	2.28
Interest Cover (x)	10.77	4.93	7.78	5.65	Inventory T/o Days	66.41	85.47	88.78	90.00
EPS (Rs.)	21.11	12.40	24.39	17.15	Debtors T/o Days	32.66	34.84	39.21	35.00
P/E (x)	7.25	12.34	6.27	8.92	Advances T/o Days	53.49	76.47	48.29	50.00
P/BV (x)	2.16	2.01	1.51	1.33	Creditors T/o Days	91.33	110.52	131.75	125.00
BVPS (Rs.)	131.55	179.09	208.48	263.65	Working Cap T/o Days	53.74	90.03	43.65	57.93
Market Cap (Rs. Mn.)	16816.23	19974.46	21147.81	22264.71	Fixed Assets T/o (Gross)	1.75	1.38	1.42	1.01
M Cap/Sales (x)	0.53	0.61	0.42	0.44	DPS (Rs.)	2.40	1.60	2.01	1.41
EV (Rs. Mn.)	30676.04	41227.55	47859.67	57378.22	Dividend Payout (%)	11.37%	12.90%	8.24%	8.24%
EV/EBITDA (x)	5.98	9.22	5.53	7.61	Dividend Yield (%)	1.57%	1.05%	1.31%	0.92%

Local Equity Market						Top Gainers & Losers of the Week			
INDICES	12-May-08	Week Ago	% Chng	Month Ago	% Chng	Top Gainers		May 12, 08	% Chng
Sensex	16,737.07	17,600.12	(4.90)	15,695.10	6.64	Samtel Color Ltd.	20.05	17.94	
Nifty	4,982.60	5,228.20	(4.70)	4,733.00	5.27	Blue Star Infotech Ltd.	76.60	14.58	
CNX Nifty Junior	8,661.00	9,363.80	(7.51)	8,063.30	7.41	Mastek Ltd.	371.05	13.44	
S&P CNX500	4,064.10	4,280.40	(5.05)	3,830.75	6.09	Lakshmi Energy & Foods Ltd.	232.10	11.99	
CNX Midcap 200	6,782.45	7,089.95	(4.34)	6,338.70	7.00	Crest Animation Studios Ltd.	75.15	11.50	
CNX IT	4,334.45	4,458.50	(2.78)	3,825.90	13.29	MRO-TEK Ltd.	78.05	10.79	
International Equity Market						Top Losers			
INDICES	12-May-08	Week Ago	% Chng	Month Ago	% Chng	Reliance Capital Ltd.	1,286.60	(16.58)	
DJIA	12,745.88	13,058.20	(2.39)	12,581.98	1.30	Reliance Natural Resources Ltd.	106.95	(14.54)	
Nasdaq	2,445.52	2,476.99	(1.27)	2,351.70	3.99	Reliance Industrial Infrastructure Ltd.	1,389.80	(14.48)	
S&P 500	1,388.28	1,413.90	(1.81)	1,360.55	2.04	Hindustan Sanitaryware & Industries Ltd.	50.50	(14.41)	
FTSE 100	6,204.70	6,215.50	(0.17)	5,965.10	4.02	Shrenuj & Co. Ltd.	43.85	(13.68)	
Nikkei 225	13,655.34	14,049.26	(2.80)	12,945.30	5.48	Lanco Infratech Ltd.	462.05	(13.35)	
Hang Seng	25,063.17	26,241.02	(4.49)	24,187.10	3.62	Bombay Dyeing & Manufacturing Co. Ltd.	905.30	(13.01)	
HSCEI	13,662.58	14,631.15	(6.62)	12,998.21	5.11	Adlabs Films Ltd.	665.55	(12.88)	
MSCI Indices						Sectoral Performance			
MSCI Indices	12-May-08	Week Ago	% Chng	Month Ago	% Chng	Sectors	Week	Month	3 Months
The World Index	1,513.69	1,530.19	(1.08)	1,461.42	3.58	Abrasives	2.48	15.12	(12.33)
Emerging Market	1,188.61	1,207.46	(1.56)	1,160.36	2.43	Pesticides And Agrochemicals	2.23	12.63	5.36
EM Asia	458.38	480.33	(4.57)	462.33	(0.85)	Metals	1.63	13.56	10.73
EM India	508.07	549.15	(7.48)	497.22	2.18	Computers - Hardware	1.54	13.64	(1.83)
Commodities						Cables - Telecom	0.63	0.53	(17.84)
Commodities	12-May-08	Week Ago	% Chng	Month Ago	% Chng	Consumer Durables	0.37	21.33	(14.64)
GOLD (\$/oz)	884.20	874.20	1.14	925.30	(4.44)	Textiles - Cotton	0.34	12.48	(5.85)
SILVER (\$/oz)	16.77	16.72	0.33	17.77	(5.60)	Shipping	0.05	14.65	7.13
ALUMINIUM (\$/t)	2,885.00	2,920.00	(1.20)	3,090.00	(6.63)	Food And Food Processing	(0.03)	2.26	(10.89)
COPPER (\$/t)	8,100.00	8,410.00	(3.69)	8,650.00	(6.36)	Chemicals - Speciality	(0.04)	19.36	(0.60)
CRUDE - BRENT (\$/bbl)	124.75	117.99	5.73	108.51	14.97	Tea And Coffee	(0.24)	8.17	18.05
CRUDE - WTI (\$/bbl)	125.56	119.97	4.66	109.71	14.45	Financial Institution	(0.67)	12.47	(14.28)
Transportation						Oil Exploration/Production	(0.81)	8.95	6.63
Commodities	12-May-08	Week Ago	% Chng	Month Ago	% Chng	Cigarettes	(1.30)	5.98	5.11
World SCALE	210.00	182.50	15.07	92.50	127.03	Personal Care	(1.40)	3.64	8.43
BALTIC FREIGHT INDEX	2,377.00	9,581.00	6.85	7,889.00	29.76	Textile Products	(1.43)	8.75	(10.17)
Forex						Steel And Steel Products	(2.15)	10.42	(11.86)
FOREX	12-May-08	Week Ago	% Chng	Month Ago	% Chng	Petrochemicals	(2.15)	11.99	(11.53)
USD	41.59	40.68	2.25	39.84	4.39	Travel And Transport	(2.51)	9.69	5.22
GBP	81.26	80.20	1.33	78.52	3.49	Miscellaneous	(2.65)	(0.25)	(9.83)
EURO	64.39	62.74	2.63	62.72	2.65				
YEN	40.45	38.59	4.82	39.08	3.51				
Global Listings									
Scripts	10-May-08	Week Chng	Month Chng	Premium/Discount	Share per ADR/GDR				
Infosys ADR	42.91	(3.27)	23.88	0.78%	1				
Wipro ADR	12.99	(3.06)	21.49	7.12%	1				
ICICI Bank ADR	42.48	(8.11)	18.69	1.93%	2				
Satyam ADR	26.02	(3.31)	18.23	11.58%	2				
HDFC Bank ADR	106.87	(8.53)	21.39	3.16%	3				
MTNL ADR	5.00	(10.87)	14.26	3.33%	2				
Dr. Reddy ADR	15.25	(2.62)	6.60	1.14%	1				
Reliance GDR	123.00	(8.55)	8.03	2.65%	2				
ITC GDR	5.50	(0.90)	12.35	5.40%	1				
Ranbaxy GDR	11.20	(4.68)	5.38	-0.34%	1				
L & T GDR	68.60	(12.61)	14.60	2.68%	1				

Inflation (%)



10 year G-Sec Bond Yield



DISCLAIMER

This report does not constitute or form part of, and should not be construed as, any offer of sale or a solicitation to buy any security. The information contained herein is from sources believed to be reliable, but no representation or warranty, express or implied, is made to its accuracy. PPFAS and/or its clients may have positions in the securities mentioned in the report and may offer to buy, sell such securities or any related investments.