

PRE MARKET REPORT

9-Sep-10

INDIAN INDICES	LAST CLS	% CHANGE	
		1 DAY	1 MTH
NIFTY	5,607.85	0.07%	2.86%
SENSEX	18,666.71	0.12%	2.75%
BSE MID CAP	7,996.42	0.34%	4.64%
BSE SMALL CAP	10,216.05	0.59%	5.21%
WORLD INDICES			
DOW JONES	10,387.01	0.45%	-2.91%
NASDAQ	2,228.87	0.90%	-3.33%
FTSE 100	5,429.74	0.41%	3.11%
NIKKEI	9,024.60	-2.18%	-2.04%
HANG SENG	21,088.86	-1.25%	-0.97%
STRAITS TIMES	3,011.42	-0.81%	0.91%
LIVE MARKETS			
SGXNIFTY	5,615.50	0.33%	
ADV/DEC		ADV	DEC UNCHG
NIFTY INDEX	29	20	1
SENSEX INDEX	18	12	-
FII ACTIVITY(Rs.Crs)		PURCHASE	SALES NET
FII	2,368.68	2,086.72	281.96
DII	1210.86	1309.07	(98.21)
FII OI (Rs.Crs)		PURCHASE	SALES NET
INDEX FUTURES	1065.70	1653.09	-587.40
INDEX OPTIONS	3409.87	3310.38	99.49
STOCK FUTURES	1051.83	1110.25	-58.42
STOCK OPTIONS	588.31	585.24	3.07
FOREX MKT		CLOSE	1D-% CHG 1W-% CHG
EURO/INR	59.09	-0.43%	-1.13%
USD/INR	46.44	-0.75%	-0.64%

SECTOR INDEX:

SECTOR	LAST CLS	% Change	
		1D	1W
REALTY	3,536.08	0.46%	3.07%
HC	5,688.09	0.38%	1.87%
METAL	16,065.53	0.37%	4.12%
CG	14,971.47	-0.45%	2.10%
FMCG	3,466.30	-0.43%	1.19%

ECONOMIC CALENDAR:

DATE	EVENTS
US MARKET	
9-Sep	International Trade
9-Sep	Jobless Claims
9-Sep	EIA Natural Gas Report
9-Sep	EIA Petroleum Status Report
10-Sep	Wholesale Trade

PRE-MARKET ANALYSIS:

- Domestic markets likely to trade range bound. Technically spot nifty may take resistance at 5625/5650/5680 levels and support at 5571/5513/5480 levels.

POST-MARKET ANALYSIS:

- The Indian equity markets made a last minute effort to make a flat but positive closing on Wednesday. The gains of the domestic markets once again marked their tendency to buck the global trends. What started on a soft note once turned bullish touching a new high for both the benchmark indices but the late hours profit booking again took the markets down, still they managed to close in the green.
- FII were net buyers in equity and net sellers in derivative markets.
- ADR Price: M T N L (+4.81), ICICI Bank (+2.26), Sterlite Inds. (+2.14), Tata Comm (+1.78) and Infosys Tech (+1.32).

POSITIVE

NEWS TODAY:

- NIL

NEUTRAL

- Sun Pharmaceutical won a significant victory in its three-year-old battle to acquire Taro Pharmaceuticals. The Supreme Court of Israel has supported the Indian drug company's bid to acquire the outstanding shares of the Israeli drugmaker.
- Rural Electrification Corporation (REC) will seek the Reserve Bank of India's approval to increase the stake of foreign institutional investors in it to 35 per cent from the current 24 per cent.
- NMDC, the country's largest iron ore producer, will initiate talks with Australia's Riversdale Mining for picking up a minority stake. It is looking at a 10 per cent stake.
- Tata Power is mulling acquisition opportunities abroad, including that of global power generation company InterGen, besides coal mines for ensuring raw material supply. GMR group was planning to sell its 50 per cent stake in InterGen. GMR Infrastructure paid \$1.1 billion in 2008 for the stake in InterGen, which operates 12 power plants in the UK, Netherlands, Mexico, Australia and the Philippines.
- Chennai Petroleum Corporation Limited (CPCL) has lined up an investment of around Rs 20,000 crore for the next five years for capacity expansion including a brownfield refinery project at Manali near Chennai with an outlay of Rs 10,000 crore.
- Surya Roshni, exporter galvanised iron (GI) pipes and the flagship company of Rs 2,000-crore Surya group, will begin commercial production of GI pipes from its Shimoga plant in a year. Apart from setting up a unit at Shimoga, the Surya group is adding two more units at its Bahadurgarh factory in Haryana to augment the GI pipe production capacity to meet increasing global demand.
- Net profit for the JK cement Ltd may remain subdued in the second quarter (ending September 2010) due to oversupply coupled with monsoon. Most of the cement companies including JK cement posted decline in net profits in the results for the first quarter ended June 2010 mainly because of oversupply.
- To increase the share of low-cost deposits in the total resource base, Vijaya Bank is coming up with special offers for current and savings account holders. The bank is also relying on the branches it plans to open in the northern region to push its current account-savings account (Casa) ratio in the overall deposit book. Casa ratio, which was 22 per cent two years back, has reached 24.6 per cent due to these efforts.
- Prices of food grains, especially wheat and rice, may go up in the proposed Goods and Services Tax (GST) regime.

NEGATIVE

- NIL

RESEARCH CALLS:

RESEARCH CALLS								9-Sep-10
SHORT TERM CALLS								Investment
RECOM DATE	RECOMMENDATION	SCRIP	REC PRICE	CLOSE PRICE	TARGET PRICE	STOP LOSS	Remark	Horizon
6-Sep	BUY	YES BANK	324	317	337	316	Triggered	5 Days

IPO CALENDAR:

Company Name	Issue Open	Issue close	Issue Price	Recommendation	No. of times issue subscribed	Listing Date
Gujarat Pipavav Port Ltd	23-Aug	26-Aug	42-48	Avoid	19.94	

BOARD MEETING:

DATE	COMPANY NAME	PURPOSE
9-Sep-10	CRISIL LIMITED	Buyback
9-Sep-10	BASF INDIA LIMITED	Scheme of Arrangement
9-Sep-10	IG PETROCHEMICALS LIMITED	Miscellaneous
9-Sep-10	KIRI DYES AND CHEMICALS LIMITED	Issue of Securities
9-Sep-10	AQUA LOGISTICS LIMITED	Record Date
10-Sep-10	GUJARAT NRE COKE LIMITED	FCCBs
15-Sep-10	PARENTERAL DRUGS (INDIA) LTD	Allotment of Securities
21-Oct-10	DIC INDIA LIMITED	Un-audited Financial Results

TECHNICAL ANALYSIS:



The index faced good resistance in the 5600-5625 range. Formation of a doji pattern suggests that the index could correct towards 5550 levels in the near term. We continue to hold the view that medium term traders could buy on dips and short term traders could sell on upticks.

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