

**Indian Market Research
Daily Market Summary**

Thursday, 25 March 2010

HIGHLIGHTS

- Bharti, Zain to sign \$10.7 bn deal within days
- HDIL unit gets approval for special economic zone
- Pepsico engages 12,000 farmers in contract farming
- Tata Motors to divest 20% stake in Telcon for INR 10 Bn
- Bajaj Auto said on Thursday that it was targeting sales of 4 million vehicles in 2010/11.
- Reliance Venture Asset Management completed the first round of venture funding in Reverse Logistics Co.

SUMMARY

The key benchmark indices reversed intraday losses and surged to fresh to intraday highs in late trade tracking higher European stocks and gains in US index futures. Stocks rose for the second straight day. The BSE 30-share Sensex was up 107.83 points or 0.62%, up. Index heavyweight Reliance Industries reversed early losses. Banking, capital goods, FMCG and realty stocks rose. The market breadth was negative. The market surged in late trade as traders rolled over positions in the derivatives segment. The S&P CNX Nifty was up 35.10 points or 0.67% to 5260.40. The BSE Mid-Cap index rose 0.13%. The BSE Small-Cap index fell 0.25%. The market breadth, indicating overall health of the market, turned negative compared to positive breadth earlier in the day.

INDEX MOVEMENTS

INDEX	Prev. Close	Open	High	Low	Close	Gain / Loss	Gain / Loss %
Sensex	17,451.02	17,458.51	17,575.23	17,383.21	17,558.85	↑ 107.83	0.62
S&P CNX Nifty	5,225.30	5,225.30	5,267.30	5,202.95	5,260.40	↑ 35.10	0.67
S&P CNX 500	4,287.30	4,274.50	4,299.90	4,268.25	4,293.70	↑ 6.40	0.15
CNX Nifty Junior	10,549.90	10,568.15	10,591.70	10,512.90	10,573.35	↑ 23.45	0.22
CNX Midcap	7,588.55	7,603.05	7,611.50	7,576.30	7,597.00	↑ 8.45	0.11
CNX IT	6,142.70	6,137.55	6,220.05	6,128.05	6,201.20	↑ 58.50	0.95
CNX 100	5,151.00	5,145.10	5,187.25	5,129.90	5,181.90	↑ 30.90	0.60
BANK Nifty	9,222.90	9,191.40	9,342.00	9,165.50	9,318.25	↑ 95.35	1.03

NIFTY GAINERS

Company Name	Curr. Price	Prev. Price	Gain %
HEROHONDA	2040	1938.1	↑ 5.26
HINDALCO	179.35	170.45	↑ 5.22
RPOWER	149.7	142.7	↑ 4.91
SUNPHARMA	1756.55	1690.35	↑ 3.92
SIEMENS	763	737.6	↑ 3.44

NIFTY LOSERS

Company Name	Curr. Price	Prev. Price	Loss %
ACC	932.9	957.5	↓ 2.57
TATAMOTORS	724.4	739.3	↓ 2.02
NTPC	200.45	203.55	↓ 1.52
GAIL	402	407.85	↓ 1.43
ONGC	1053.95	1069.25	↓ 1.43

COMMODITY & CURRENCY MARKET

Currency	Curr. Rate
USD	45.5950
EUR	60.8374
100 YEN	49.6062

Commodity (Futures)	Prev. Day	Curr. Day
Brent Crude (USD / bbl)	79.6200	79.8500
Gold (USD / t. Oz)	1088.50	1093.50
Silver (USD / t. Oz)	16.6410	16.7700

ASIAN MARKETS & INSTITUTIONAL ACTIVITY ON NSE & BSE

Index	Closing	Gain / Loss	Var. %
Hangseng	20778.55	↓ 230.07	↓ 1.10
Nikkei-225	10,828.85	↑ 13.82	↑ 0.13
Shanghai Composite	3019.18	↓ 37.63	↓ 1.23
Straits Times	2888.37	↑ 2.01	↑ 0.07
Taiwan Weighted	7838.10	↑ 15.39	↑ 0.20

Category	Buy Value	Sell Value	Net Value
FII-22, Mar -23	2385.54	2025.79	↑ 359.75
DII-22, Mar -23	1078.06	1151.45	↓ 73.39

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OVERVIEW

European shares rose on Thursday, ahead of a European Union meeting to help heavily indebted Greece as investors focus on sovereign debt concerns. Oil majors gained as commodity prices eased off lows. The key benchmark indices in France, Germany and UK rose by between 0.3% to 0.61%. Asian stock markets were mixed on Thursday, after US stocks slipped on Wednesday following large gains in recent days. The key benchmark indices in China and Hong Kong fell by between 1.15% to 1.23%. But, the key benchmark indices in Indonesia, Japan, Taiwan, Singapore and South Korea rose by between 0.07% to 0.46%. Trading in US index futures indicated that the Dow could rise 21 points at opening on Thursday, 25 March 2010. US stocks snapped a two-day winning streak on Wednesday, 24 March 2010 after Fitch cut its rating on Portugal by one notch and warned that another downgrade could be on the way. The Dow Jones fell 52.68 points or 0.48% to 10,836.15. The Nasdaq declined 16.48 points or 0.68% to 2,398.76 and the S&P 500 fell 6.45 points or 0.55% to 1,167.72.

ECONOMIC AND POLITICAL HEADLINES

- Days after surprising the market by upping its short-term rates, Reserve Bank of India governor D Subbarao on Wednesday said the central bank would continue its exit from the monetary stimulus to check high inflation and ensure sustainable economic growth.
- Commerce and Industry Minister Anand Sharma today said a pick up in exports since November 2009 will help curtail the shortfall created by a negative trend in the previous months, but would still leave a gap of USD 20 billion compared to 2008-09.
- The government today approved a project to connect INR 15 Bn educational institutes across the country through high speed data communication network.
- Oil & Natural Gas Corp., India's biggest energy explorer, is seeking to buy oil-sands assets in Canada, three people familiar with the matter said.
- India's food-price inflation rate fell to a five-month low, a drop that may be insufficient to avert further interest-rate increases by the central bank.

EQUITY MARKETS & SECTOR PERFORMANCE

- Out of 2,921 scrips traded over BSE, 1316 advanced : 1530 declined and 75 remained unchanged.
- Nifty closed at 5260.40 and gained 0.67%
- Metals gained maximum ; it gained 1.22 % . Hindalco gained 5.22 %
- Energy lost maximum : it lost 0.25 % ; NTPC lost 1.52%.

Sector	Average Var. %
CAPITALGOODS	1.09
HEALTHCARE	0.94
BANKEX	0.90
TECK	0.84
REALTY	0.80
FMCG	0.75
IT	0.74
METAL	0.66
AUTO	0.46
POWER	0.22
OIL&GAS	(0.12)
CONSUMERDURABLES	(0.25)
PUBLICSECTOR	(0.82)

BONDS, T-BILLS & IPOs

- Current Issues at NSE :Persistent systems ltd ;Shree Ganesh jewellery house ltd ;Goenka diamond and jewels ltd ;Intrasoft technologies ltd
- Forthcoming issues at NSE : Currently no issue is available for Reverse Book Building
- Bond yields were steady in afternoon trade on Thursday amid thin volume as most traders preferred to stay light before the announcement of the borrowing calendar next week

GLOBAL NEWS

- The world's airlines should post a combined profit in 2011, after an expected loss of about \$2.8 billion in 2010, the head of airline industry body IATA said on Wednesday.
- Emerging market currencies, stocks and metals fell while bond risk rose in Asia after Fitch Ratings downgraded Portugal, deepening concern Greece's fiscal crisis will spread to other countries.
- Pressuring China to revalue its yuan, or renminbi, won't succeed or solve the trade gap with the U.S., Vice Minister of Commerce Zhong Shan said.
- Japan's public pension fund, the world's largest, plans to cut the number of money-management firms it uses to simplify operations and adopt new benchmark indexes to reduce market impact and lower trading costs.
- Japanese stocks fluctuated as commodity-linked shares fell after oil and metal prices dropped, while makers of cars and electronics rose after the yen weakened to a two-month low against the dollar.



INDUSTRY NEWS & TRENDS

- Industry body Assocham on Thursday said it estimates the premium from general insurance to touch INR one trillion in the next 5 years .
- Milk production in India is still among the most competitive in the world. In fact, experts say, the Indian dairy sector is poised for consolidation, higher efficiency and growth with the entry of big players..

Auto	↘↘↗
BFSI	↘→↗
Construction	↘→↗
Consumer goods	→→↗
Energy	↘↗→
Ind. Manufacturing	↘↗↗
IT	→→↗
Metals	↘↗↗
Telecom	↗↘↗

N.B. Shows Trends for last trading session & current day

COMMODITIES

- Oil prices hovered below \$81 a barrel Thursday in Asia after an increase in US crude inventories suggested consumer demand remains weak.
- Copper futures traded lower at Rs 338.85/kg on profit booking amid weak global trends.

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CORPORATE ANNOUNCEMENTS

- Annoyed at **Kingfisher Airline's** rising unpaid jet fuel bills, the Govt has ordered HPCL to invoke the corporate guarantee given by Vijay Mallaya's **United Breweries (UB Group)** to recover dues and not to supply ATF in future without a bank guarantee
- **Indian Bank** today announced the launch of Visa Business Card for Corporates and Small and Medium Enterprises.
- **Oil and Natural Gas (ONGC)** has lost out on acquisition of Uganda oil fields to China's CNOOC, the latest instance of Chinese firms outbidding the state-owned explorer in race for scarce oil properties.
- **ArcelorMittal** today said it has acquired another 4.9 per cent stake in **Uttam Galva** for an estimated INR 750-800 Mn
- **Lupin Ltd** said on Thursday it has launched injectable osteoarthritis drug Hyalgan in India.
- German drugmaker **Bayer** has filed a patent infringement case against **Cipla**, the largest domestic drug seller, to stop the Mumbai-based company from selling its generic version of controversial cancer medicine Nexavar (chemical name Sorafenib Tosylate).

IMPORTANT DATES

- **March 25** : Quarterly results for Albright and Wilson; Henkel india and Wyeth.
- **March 26** : Quarterly results for Pfizer
- **March 27** : Quarterly results for Siddhartha tube
- **March 29** : Quarterly results for Sakthi sugars