

**INDICES**

	Today	Prev.	Change
BSE	17938.16	17985.90	-47.74
NSE	5386.15	5400.65	-14.50
DJIA	10366.72	10363.02	3.70
NASDAQ	2249.84	2242.03	7.81
FTSE	5253.52	5258.44	-17.50
DAX	6209.76	6191.13	18.63
CAC	3632.98	3637.76	-4.78

ACTIVITY INDICATORS**Market Breath (BSE)**

Number of Advance	1275
Number of Declines	1680
Unchanged	94
Total Trades	3049

BSE GAINERS (TOP 5)

Company	Today	Prev.	%Change
PVP Ventures	15.91	13.39	18.82
Camlin Fine	132.85	113.05	17.51
Passari Cellulo	57.4	49.05	17.02
Gujarat Hotels	80.3	69.8	15.04
Ranuaq Auto	23.9	20.8	14.90

BSE LOSERS (TOP 5)

Company	Today	Prev.	%Change
Kadamb Constru	76.7	85.05	-9.99
Kreon Financi	13.59	15.09	-9.94
Remi Metals	15.9	17.6	-9.66
IT People	21.3	23.3	-8.58
Camlin Ltd.	34.45	37.65	-8.50

INSTITUTIONAL ACTIVITY**(Rs in Crs)**

	BUY	SELL	NET
FII's (NET)	3481.97	2912.73	569.24
DII's (NET)	1409.91	1741.39	-331.48

CURRENCIES & BOND MARKET

	Today	Prev.
Rs/ US \$	46.75	46.76
Rs/ Euro	59.36	59.21
Euro/US \$	1.2712	1.267

COMMODITIES

	Today	Prev.
Nymex Oil (US\$/bbl)	76.78	76.73
Gold (US\$/oz)	1208.75	1214.35

Market News➤ **Sensex snaps 4-day winning streak on profit booking**

Equity benchmarks snapped four days winning streak on the back of profit booking and closed below their psychological levels, as they looked overbought. The Nifty was very strong since the opening trade today following strong US and Asian cues but profit booking & weak European cues in last half an hour of trade dragged it lower. There was a sharp slide in banking and realty indices from higher levels, which closed flat. These were up more than one percent during the day. Technology, metal, FMCG, pharma, power, oil & gas and telecom companies' shares witnessed selling pressure.

The 30-share BSE Sensex closed at 17,938.16, down 47.74 points or 0.27% and the 50-share NSE Nifty fell 14.50 points or 0.27% to settle at 5,386.15, which had rallied over 150 points in last four days.

➤ **Wall Street ends flat**

US markets closed yesterday's session flat. One of the key dampener was Fed lowering their economic growth forecast to 3 to 3.5% this year from the 3.2 to 3.7% range previously, according to minutes of their June meeting. In economic data, retail sales declined for the second month in a row and mortgage applications fell to a 13-year low last week despite record low mortgage rates.

Today watch out for, PPI, Empire State Survey, weekly jobless claims and Industrial Production Data from the US.

Economy News➤ **June inflation up at 10.55% versus 10.16% in May**

Inflation figures for the month ended June, 2010 came in at 10.55% as against 10.16% in May, 2010. Meanwhile, the April wholesale price index inflation has been revised to 11.23% versus 9.59% the previous month. Commenting on the high index numbers, Deputy Chairman of the planning commission said he expected the inflation to come down well double digits by year-end. Food price inflation will start easing by December-end.

➤ **Govt. to sell 20% in Manganese Ore**

The government is looking at divesting 20% in Manganese Ore India Limited. Out of which 10% of this stake will be divested by the Central Government, 5% by the Maharashtra Government and 5% by the Madhya Pradesh Government. This is the first case of divestment where both the Central and State Governments are divesting stake. Up till now, only the Central Government that has divested its stake on whatever issues have arisen in the government's disinvestment drive. It is also learnt that there is a stock split in bonus likely before the issue hits the markets and the bonus issue is likely to be in a 1:5 ratio.



World News

➤ **Fed cuts US GDP growth forecast**

US stock advance faltered on Wednesday after the Federal Reserve's minutes from its June policy meeting showed that central bank officials downgraded their expectations for economic growth, stoking fears about a slowdown in the second half of the year. Fed officials last month discussed contingency plans to further stimulate the world's largest economy if the outlook were to worsen appreciably, the minutes showed. The Fed officials pruned its outlook for US gross domestic product. GDP is now projected to grow between 3.0% and 3.5% this year, down from an earlier forecast of 3.2% to 3.7%. In the first quarter, GDP rose at an annual rate of 2.7%. In addition, the Fed predicts the unemployment rate will range between 9.2% to 9.5% this year, slightly worse than the 9.1% to 9.5% range it forecast in April. Unemployment was 9.5% in June, but has averaged 9.7% over the first half of the year.

Separately, the Commerce Department said that retail sales fell 0.5% in June after dropping 1.1% in May, while sales excluding autos slipped 0.1%. Economists expected total sales to have fallen 0.2%, and sales excluding autos were forecast to have held steady after falling 0.8% in May. Mortgage applications fell last week to their lowest level in more than 13 years, according to the Mortgage Bankers Association.

Corporate News

➤ **BSE, Eurex to launch F&O on BSE Sensex Index**

BSE, the Indian securities market operator and Eurex, the international derivatives exchange, yesterday announced that they will launch futures and options on the BSE Sensex, the blue-chip index of the Bombay Stock Exchange (BSE), on 4 October 2010 at Eurex. The new contracts will be denominated in US dollars and settled in cash. Two market-making schemes will be in effect until the end of December 2011 – one to support liquidity during the overlap of Indian and European trading hours and one for European market hours only.

➤ **Bajaj Auto mulls issuing 1:1 bonus share**

Nearly 13 years after it last issued bonus shares, India's second largest two-wheeler maker Bajaj Auto says it will be considering a bonus issue when its board meets on July 22. The announcement is expected to be made on July 22 when the board meets to announce its first quarter results. Bajaj board is expected to approve a 1:1 ratio bonus keeping in line the past history of the company. The Bajaj Group has actually issued 1:1 bonus in the last five times out of nine times as far as the history of bonus shares is concerned. This will be the first bonus issue of Bajaj Auto post restructuring approved which means that earlier the bonus was issued out of the company called Bajaj Holdings and Investment Limited. Apart from rewarding the shareholders, this bonus issue will help improve liquidity of the stock.

➤ **HDFC Q1 net profit up 23% at Rs 694 Crs**

Housing Development Finance Corporation (HDFC) has announced its first quarter results of FY11. It has reported net profit at Rs 694 Crs as against Rs 565 Crs, a growth of 22.83% on a year-on-year (YoY) basis. Net interest income was up 29.81% to Rs 1077.54 Crs from Rs 830.09 Crs, (YoY). HDFC's management also sold loans worth Rs 5,636 Crs sold in the last 12 months.

➤ **L&T gets Hyderabad metro project**

Engineering and construction conglomerate Larsen & Toubro Ltd. won rights to develop the Hyderabad Metro Rail project. Larsen emerged as the lowest bidder, with a bid of Rs 12132 Crs to build and operate the project. The 71-kilometre-long elevated metro rail project in Hyderabad will have 66 stations and is expected to be completed within five years. The state government invited fresh bids in July 2009, attracting interest from several bidders including Reliance Infrastructure, Lanco Infratech and GVK Power & Infrastructure.

Upcoming Results

- Tata Consultancy Services Ltd.
- Axis bank
- Colgate Palmolive
- Castrol India
- LIC Housing Finance
- Polaris Software

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