

**INDICES**

	Today	Prev.	Change
BSE	17909.46	17938.16	-28.70
NSE	5378.75	5386.15	-7.40
DJIA	32381.06	10366.72	-7.41
NASDAQ	2249.08	2249.84	-0.76
FTSE	5211.29	5253.52	-42.23
DAX	6149.36	6209.76	-60.40
CAC	3581.82	3632.98	-51.16

ACTIVITY INDICATORS**Market Breath (BSE)**

Number of Advance	1332
Number of Declines	1599
Unchanged	93
Total Trades	3024

BSE GAINERS (TOP 5)

Company	Today	Prev.	%Change
Micro Planet	54	45	20.00
Punjab Alkali	39.05	32.55	19.97
Shree Ajit	62.2	51.85	19.96
Super Corp	12.94	10.99	17.74
PVP Ventures	18.65	15.91	17.22

BSE LOSERS (TOP 5)

Company	Today	Prev.	%Change
Quantum Index	597.25	680	-14.78
Creative Eye	12.22	13.57	-9.95
Kay Power	18.6	20.65	-9.93
Devine Impex	34.1	37.3	-8.58
Coral Finance	21.85	23.25	-8.39

INSTITUTIONAL ACTIVITY

(Rs in Crs)

	BUY	SELL	NET
FII's (NET)	2590.95	2225.86	365.09
DII's (NET)	884.24	1427.7	-588.46

CURRENCIES & BOND MARKET

	Today	Prev.
Rs/ US \$	46.61	46.75
Rs/ Euro	60.01	59.36
Euro/US \$	1.2872	1.2712

COMMODITIES

	Today	Prev.
Nymex Oil (US\$/bbl)	75.51	76.78
Gold (US\$/oz)	1205.95	1208.75

Market News➤ **Nifty closes flat amid volatile trade; PSU oil cos slip**

The benchmark Nifty closed the session on a flat note after trading in a narrow range of 5370-5399 for the whole day. PSU oil & gas, capital goods, telecom and realty companies' shares along with SBI, ICICI Bank, HDFC, HDFC Bank, Maruti, Hero Honda Motors, Cipla and Sterlite Industries forced the equity benchmarks to close with negative bias. However, consistent buying in FMCG and technology companies' shares along with SAIL, Reliance Industries, Tata Steel, Tata Motors, Tata Power, ACC and Reliance Infrastructure capped the losses to some extent. Overall, it was another consolidation session for the markets. The 30-share BSE Sensex closed at 17,909.46, down 28.70 points and the 50-share Nifty fell 7.40 points to 5,378.75.

There was a huge selling pressure in shares of oil marketing companies due to lack of clarity on the subsidy sharing formula for under-recoveries and on diesel price de-regulation. HPCL and BPCL recorded a fall of 6% each. IOC was down 3.9%. IOC director-finance SV Narasimhan said upstream companies are likely to share one-third of under recoveries and the government is expected to compensate for the balance two-thirds. On the other side, according to Oil Secretary S Sundareshan, the FY11 under recovery projection has come down to Rs 52,000 Crs.

➤ **European stocks down on weak US data**

European stocks fell as manufacturing data rekindled worries about US economic growth, overshadowing strong results from JP Morgan, bank consolidation in Greek and a strong bond auction by the Spanish government. The Stoxx Europe 600 index ended down 1.2% to 252.97 after moving in and out of negative territory several times earlier in the session. US manufacturing activity grew at a slower pace in July than in June in both the New York and Philadelphia regions. Germany's DAX index fell 1% to 6,149.36 and France's CAC-40 index declined 1.4% to 3,581.82. The UK's FTSE 100 index dropped 0.8% to 5,211.29. Earlier, European shares had gained after JP Morgan said its quarterly profit soared 76%. Asian equities posted losses following data showing a slight slowdown in China's second-quarter economic growth.

Economy News➤ **Food inflation inches up; fuel inflation eases**

Primary Articles inflation stood at 16.25% versus 16.08% in the previous week. Inflation in this group stood at 6.38% during the week ended July 4, 2009. The WPI for this group rose by 0.1% to 306.2. Food Articles inflation stood at 12.81% versus 12.63% in the week ended June 26. It was at 11.57% in the corresponding period of last year. The WPI for Food Articles group declined by 0.1% to 295.8. Fuel group inflation stood at 14.27% versus 18.02% in the preceding week. It was at (-)10.05% during the corresponding week of the previous year. The WPI for this major group declined by 0.1% to 386.7. Inflation in the Non-food Articles group came in at 18.85% against (-)1.78% in the year-ago period. The index for Non-Food Articles group rose by 0.4% to 288.2.



World News

- **US Industrial Production up just 1%, Manufacturing Activity contracts**

US industrial production recorded a nominal growth of 0.1% in June, marking the twelve straight monthly increase, though the output of the manufacturing sector dropped. The June rise in industrial production an indicator of the output of mines, factories and utilities, followed an increase of 1.3% in the previous month. Manufacturing, the index's largest component, dropped 0.4% in June after three months of gains at or near 1%. The output of mines rose 0.4% and utilities increased 2.7%, as temperatures moved further above seasonal norms. The report also showed that overall industrial capacity utilization-a key measure of slack in the industrial economy remained unchanged 74.1% in June, a rate 5.9% points above the rate from a year earlier but 6.5% points below its average from 1972 to 2009.
- **Goldman will pay USD 550Mn to settle SEC charges**

Goldman Sachs Group Inc agreed to pay USD 550 Mn to regulators to settle civil fraud charges over how it marketed a subprime mortgage product, ending a weeks long probe that rattled clients and weighed on its share price. The investment bank paid the largest settlement against a financial services firm with the Securities and Exchange Commission. But many investors viewed the USD 550 Mn as just a slap on the wrist for a bank that earned more than USD 13 Bn last year. The SEC accused Goldman of creating and marketing a debt product linked to subprime mortgages without telling investors that a prominent hedge fund helped choose the underlying securities and was betting against them.

Corporate News

- **L&T to raise USD 600Mn via QIP, NCD, FCCBs, warrants**

Larsen & Toubro (L&T) is looking to raise about USD 600 Mn or Rs 2,700 Crs. The engineering behemoth will seek shareholders approval when it holds its annual general meeting on July 26. The company will consider various options of fund raising, which includes placement of shares with institutional investors, foreign currency convertible bonds (FCCB), qualified institutional placement (QIP), non-convertible debenture (NCD), fully convertible debenture (FCD), or warrants. If it chooses the QIP route, the process will be completed within 12 months. The company said it is looking at raising this fund in order to meet their fund requirements to enter infrastructure development projects and also that any equity issuance won't exceed 5% of the current paid-up capital.
- **TCS Q1 cons PAT at Rs 1906 Crs; beats street estimates**

The company's Indian GAAP consolidated net sales were up 6.21% at Rs 8,217.28 Crs, quarter-on-quarter basis; up 14% on YoY. Its Indian GAAP consolidated net profit was down 4.51% at Rs 1,906.07 Crs, QoQ; up 24.3% on YoY. Operating Profits at Rs 2245 Crs; Growth of 24.6% YoY and 3.7% QoQ, Dividend Per share of Rs 2, Earning Per share of Rs 9.71. TCS Q1 revenues were up 6.4% sequentially at USD 1794 Mn. Operating profits up 5.1% at USD 487 Mn, QoQ. Profit after tax up 4.9% at USD 403 Mn. Earnings per share at USD 0.21.
- **Novartis raises sales goal as new drugs sell well**

Novartis AG kicked off the Big Pharma reporting season on a positive note by raising its full-year sales goal on the back of strong demand for its newest products, shrugging off drug price cuts across Europe. The Swiss drug-maker's second-quarter earnings per share rose 18% to a forecast-beating USD 1.06 as higher-than-expected demand for its pandemic flu vaccine also boosted its top line. Novartis was sticking by its offer to buy out minority shareholders in eyecare group Alcon, bumped up its full-year group sales guidance to mid- to high-single-digit growth rates in constant currencies. This is in line with its forecast for its pharmaceuticals unit as key drugs like top-selling Diovan perform well.

Upcoming Results

- Chambal Fertilizer
- Zydus Wellness
- Supreme Industries
- BASF India
- Karuturi Global
- Rallis India

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