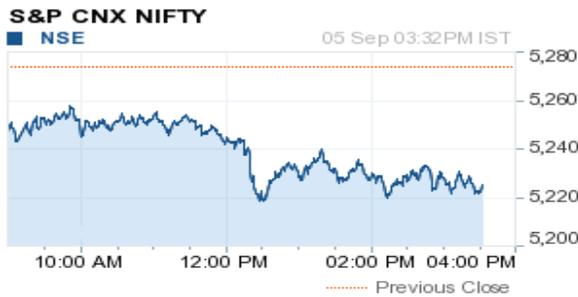




Thursday, September 06, 2012



MARKET OUTLOOK

The Indian stock markets started the day below the dotted line. They continued to trade weak for the rest of yesterday session. The day finally ended on a negative note. The market breadth was more negative with 1.3 declines to every advance. India's largest bank, State Bank of India (SBI) announced a reduction in interest rate on fixed deposits by 0.5% for most of its maturity periods.

The trend deciding levels for the markets are expected to be the following:

	S2	S1	PIVOT	R1	R2
NIFTY	5189.83	5207.76	5233.63	5251.56	5277.43
5307	17164.40	17238.87	17325.27	17399.74	17486.14

	CLOSE	CHNG	% CHNG
NIFTY	5225.70	-48.30	-0.92
SENSEX	17313.34	-127.53	-0.73

IN FOCUS

	CLOSE	CHNG	% CHNG
Nasdaq	3,069.27	-5.79	-0.19
Dow Jones	13,047.8	11.54	0.09
Nikkei 225	8,684.92	5.10	0.06
ST Times	2,990.75	-5.15	-0.17
Hang Seng	19,125.4	-19.66	-0.10
FTSE	5,657.86	-14.15	-0.25
CAC	3,405.79	6.75	0.20
DAX	6,964.69	32.11	0.46

SBI cuts fixed deposit rates by 0.5-1 per cent: SBI on Wednesday announced reduction in interest rate on fixed deposits by 0.5 per cent for most of the maturity periods, a move likely to be followed by other lenders.

National Engineering Industries to invest Rs 700 cr: CK Birla group firm National Engineering Industries Ltd is scaling up investments to Rs 700 crore for the next four years to expand production capacity, a top company official said today.

Improve financial reporting to raise funds: Amid huge investment requirements to bridge infrastructure deficit in cities, apex auditor CAG today asked urban local bodies to improve their financial reporting practices to access markets for funding needs.

HDFC Bank launches new credit card for teachers: HDFC Bank today announced the launch of credit card for teachers, coinciding with the celebration of Teachers Day.

Expect sales to pick up during festive season: Country's largest two-wheeler maker Hero MotoCorp today said it expects sales to pick up in the festive season after having witnessed a slowdown in the past couple of months.

Full worker strength at Manesar by Sept-end: Maruti Suzuki India (MSI) said it expects to have full employee strength at its troubled Manesar plant by the end of September with the completion of fresh recruitments.

Suzlon inks offshore contract with RWE Innogy: Suzlon Group subsidiary, REpower Systems SE, has signed a contract with RWE Innogy to deliver 54 offshore turbines, each with 6.15 MW of rated power, for the Innogy Nordsee 1 wind farm.

HSBC India Services PMI jumps to 6 month high: India's services sector growth improved in August - registering the fastest pace in six months - as the segment continued to show "resilience" amid sagging economic scenario, an HSBC survey said.

	PURCH	SALE	NET
FII	2135.61	2324.26	-188.65
DII	910.44	1076.72	-166.28

VOLATILITY

VIX	17.01	+2.53%
------------	-------	--------

TOP GAINERS	CLOSE	% CNG
BHARTIARTL	256.65	2.76
HINDUNILVR	531.70	2.04
TCS	1,365.00	1.80
ONGC	274.65	1.10
ITC	267.95	0.54

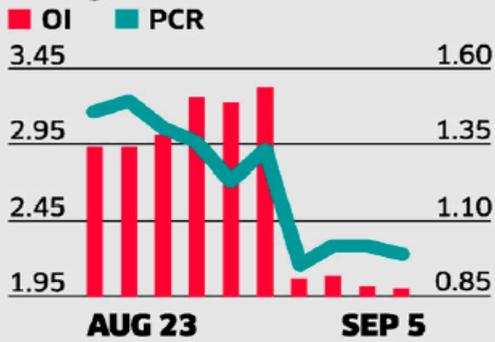
TOP LOSERS	CLOSE	% CNG
JINDALSTEL	332.40	-5.82
BHEL	207.20	-5.32
AXISBANK	931.80	-4.75
TATASTEEL	348.80	-4.10
SESAGOA	163.50	-3.80

For a more comprehensive coverage of market log on to www.kejriwalgroup.in

ADVANCES Vs DECLINE



Nifty OI vs PCR



Global Watch

Eurozone must be restored to growth, Hollande and Monti say: French President Francois Hollande and Italian Prime Minister Mario Monti said action must be taken to restore the eurozone's economic growth. For months, they have been campaigning for pro-growth policies to deal with the debt crisis, rather than sole reliance on austerity measures.

Moody's attaches negative outlook to EU rating: The EU's credit rating was given a negative outlook as Moody's Investors Service brought the rating in line with those for some of the largest eurozone members. "The EU's rating is particularly sensitive to changes in the ratings of the four Aaa countries with large contributions to the EU budget," Moody's said.

Spain might join Greece on EU leaders' October summit agenda: Debt solutions for Greece and Spain might be the product of a summit of EU leaders next month, French President Francois Hollande said. Spain has not sought financial aid, despite severe economic pressure.

Assessing litigation claims' effect on banks can be tricky: Big banks don't have to say how much they have set aside to pay lawsuit claims, making it difficult for investors to tell how much a huge settlement would affect a company's finances. For example, Citigroup recently announced that it will cough up \$590 million to resolve litigation, but the market's reaction was subdued.

Financial advisers shift strategy to cope with eurozone crisis: Many financial advisers who once used mutual funds to invest in the eurozone are turning to traditional company-by-company stock picking to minimize risk in case the currency union breaks up. They look for European companies with significant revenue from outside the eurozone, no sovereign-debt holdings and no liquidity issues.

Rapid growth is predicted for fixed-income ETFs: Fixed-income exchange-traded fund assets are poised for explosive growth during the next 10 years, reaching \$2 trillion by 2022, according to iShares.

Foreign investors back off Australian bonds: Foreign investment in Australia's sovereign bonds has declined from record purchases in the first quarter. The government's fiscal position faces a less robust future because of a decelerating mining boom. Foreign holdings in Australia are at 77.5%, compared with Q1's 79%, but it is still double the level 10 years ago.

Auto sales hit 3-year high in U.S., led by pickups: The U.S. auto industry had its strongest sales last month since August 2009, according to Autodata. The increase was driven by 16% growth in sales of full-size pickups.

U.S. manufacturing posts sharpest drop in 3 years: U.S. manufacturing activity in August contracted the most in three years, according to a survey by the Institute for Supply Management. It was the third consecutive month of decline, the longest period of slowdown in the sector since the recession ended in 2009.

U.N. and World Bank call for action on surging food prices: World Bank President Jim Yong Kim and the U.N.'s three major food and agricultural programs urged governments to act to prevent hunger because of a spike in food prices. They expect the world to be hit with the third food-price shock in five years.

Europe is urged to adopt U.S.-style regulatory regime for IPOs: U.K. lawyers are pushing European policymakers to adopt a regulatory regime for initial public offerings that is in line with the U.S. one. Europe's IPO model is not as efficient as the U.S. method, experts said, and the shift would ensure that European and U.K. equity capital markets remain competitive.

Group drafts guidelines for auditing banks' rate estimates: Audits of banks' interest-rate estimates might be in store as the Institute of Chartered Accountants in England and Wales, a global accounting body in London, draws up guidelines for restoring confidence as concerns remain about setting the London Interbank Offered Rate. Iain Coke, the institute's head of financial services, said banks likely will either face regulations requiring external audits or voluntarily introduce them to build confidence.

Currency	PRICE	% CNG
INR/USD	55.91	+0.45
INR/EUR	70.35	+0.58
INR/GBP	89.04	+0.77
INR/JPY	0.7128	+0.45

MARKET

PE

	INDIA(SENSEX)	13.77
	USA(DOW JONES)	13.88
	UK(FTSE 100)	11.97
	CHINA(SSEA)	11.14
	BRAZIL(BOVESPA)	9.71
	RUSSIA(MCX)	4.68
	FRANCE(CAC40)	11.33
	HONG KONG(HANG SANG)	9.81
	SOUTH KOREA(KOSPI)	9.56

Disclaimer:

This document prepared by our research analysts does not constitute an offer or solicitation for the purchase or sale of any financial instrument or as an official confirmation of any transaction. The information contained herein is from publicly available data or other sources believed to be reliable but we do not represent that it is accurate or complete and it should not be relied on as such. Santosh Kumar Kejriwal Securities Private. Limited. or any of its affiliates shall not be in any way responsible for any loss or damage that may arise to any person from any inadvertent error in the information contained in this report. This document is provide for assistance only and is not intended to be and must not alone be taken as the basis for an investment decision.

Research Desk

Abhisek Bhutra
+91-33-22254840
abhisek@Kejriwalgroup.in

Mukesh Yadav
+91-33-22544841
mukesh@Kejriwalgroup.in

Shradha Mimani,
+91-33-39837700
shradha@Kejriwalgroup.in

Dealing Desk

Vishal Agarwal
+91-22-22021707

Ram Chander Yadav
+91-22-22831632

Mukesh Kumar
+91-33-39837786

Marketing and Corporate Communication

Brajesh Dhandhanian
+91-33-39837760

Seema Pasari
+91-33-39837742

Saumitra Mukherjee
+91-33-39837749

Santosh Kumar Kejriwal Securities Pvt. Ltd.

Kolkata (Registered Office)

6th Floor, Govind Bhavan

2, Brabome Road, Kolkata · 700001

Voice: 2225 4840, 3983 7700

Fax: +91 33 3983 7741

Mumbai Office

714, Raheja Centre, 7th Floor

214. Nariman Point,

Mumbai400021

Voice: 2202 1707, 2283 1632

Fax: +91 222204 0657

Equity Research | Derivatives | IPOs | Online Trading Currency
Trading | Mutual Funds | Options Research

Commodities | Insurance Broking

NSE | BSE | NSEL | MCX | IRDA