



Thursday, August 09, 2012



## MARKET OUTLOOK

The market after giving a nice rally for a couple of days is showing indecisiveness move which could be confirmed in a rest couple of days after major bank SBI results are out on Friday which could decide the near term view of the market.

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

	S2	S1	PIVOT	R1	R2
NIFTY	5302.33	5320.16	5348.88	5366.71	5395.43
SENSEX	17492.64	17546.60	17636.62	17690.58	17780.60

## IN FOCUS

**4 states indicate support for FDI in retail:** Only four states and UTs have so far indicated their support for allowing FDI in multi-brand retail, a development which will further delay entry of global chains like Walmart and Carrefour in India.

**Govt releases 4 lakh tonne more sugar in mkt:** The government today released 4 lakh tonnes (LT) additional sugar in the open market to control its retail prices that have increased by Rs 5 a kg in the past one month.

**Govt working on strict norms for plastic recycling:** The Commerce Ministry is working on stricter norms for SEZ units engaged in recycling of plastics following the Environment Ministry's concern on illegal imports of the hazardous waste.

**31 KF flights off as employees strike, board to meet:** Kingfisher Airlines on Wednesday cancelled over 30 flights from Delhi and Mumbai due to a strike by a section of its employees protesting non-payment of salary.

**ISRO gets ready for historic 100th mission :** The Indian Space Research Organisation is preparing for its 100th mission next month with the commercial launch of two foreign satellites from the spaceport of Sriharikota in Andhra Pradesh.

**Bharti Airtel Q1 Net down 37 pc to Rs 762.2 cr:** Telecom major Bharti Airtel's net profit fell for the tenth quarter in a row, declining 37 per cent to Rs 762.2 crore for the quarter ended June 30, 2012.

**Veritas report factually wrong; will take action: IBulls:** Under attack for alleged poor governance standards, Indiabulls Financials has hit back at Canada-based research firm Veritas report, calling it "factually incorrect". Clarifying its position, Indiabulls Finance said that the report has ignored disclosures made in the public domain. "We will initiate criminal proceedings against the authors of the report," a company official said.

**Insurance cos may be allowed to invest upto 20% in equities:** It could be the big boost to market and the government's divestment agenda. Govt sources have indicated that the investment cap on insurance companies may be hiked. Insurance companies may now be allowed to invest upto 20% in market, reports CNBC-TV18's Aakansha Sethi. The current cap for insurance companies is only 10%.

	CLOSE	CHNG	% CHNG
NIFTY	5338.00	+1.30	+0.02
SENSEX	17600.56	-1.22	-0.01

	CLOSE	CHNG	% CHNG
Nasdaq	3,011.25	-4.61	-0.15
Dow Jones	13,175.4	7.04	0.05
Nikkei 225	8,918.94	37.78	0.42
ST Times	3,052.25	-15.49	-0.51
Hang Seng	20,185.2	119.71	0.59
FTSE	5,845.92	4.68	0.08
CAC	3,438.26	-15.02	-0.44
DAX	6,966.15	-1.80	-0.03

	PURCH	SALE	NET
FII	2751.6	1637.39	1114.21
DII	928.83	1723.53	-794.70

VOLATILITY		
VIX	16.37	+0.99%

TOP GAINERS	CLOSE	% CNG
M&M	724.00	3.87
BPCL	351.65	3.02
HINDALCO	121.15	1.98
GRASIM	2,980.00	1.73
RANBAXY	517.80	1.67

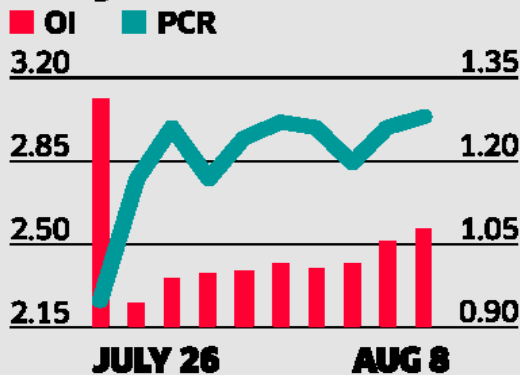
TOP LOSERS	CLOSE	% CNG
BHARTIARTL	274.90	-6.43
GAIL	367.25	-3.02
DLF	212.65	-2.07
PNB	738.20	-1.86
ICICIBANK	957.90	-1.68

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## ADVANCES Vs DECLINE



## Nifty OI vs PCR



## Global Watch

### Moody's: Sovereign defaults rarely are resolved the first time:

Of 30 sovereign distressed exchanges since 1997, more than a third incurred another default, with investors' losses ranging from 5% to 95%, according to Moody's Investors Service. "It was rare that defaults were resolved quickly and in one round," said Elena Duggar, group credit officer at Moody's. The credit rating agency said the rate of second default among sovereigns after a distressed exchange was aligned with that of corporate borrowers.

### Few traders expect Libor to survive unaffected, survey finds:

F&C, a U.K. asset manager that arranges derivatives trades with financial institutions, surveyed traders on banks' interest-rate-dealing desks. Only a third of respondents expect the London Interbank Offered Rate to survive the scandal unscathed, the poll found.

### Software glitches on 3 exchanges prompt differing responses:

Exchanges in Spain, Japan and the U.S. were affected by software glitches in the past week. The incidents prompted a range of responses as well as calls for change.

### Eurozone slowdown hits German factory orders:

Lower demand from the eurozone led to a 1.7% drop in German factory orders in June compared with May. The decline was more than double economists' forecast. "Exports are badly hit by the current cyclical slowdown, and the export-led German industrial sector is not going to be spared from the slump in trade activity," said Annalisa Piazza, an economist at Newedge Strategy.

### More companies' cash holdings include ABS:

More companies are investing cash in asset-backed securities, according to Clearwater Analytics. By the end of July, ABS had risen 0.17 percentage point, to 3.06% of cash holdings. Assets are backed largely by auto loans and credit card receivables.

### Citigroup is ready to double its presence in China:

In the next three years, Citigroup will increase outlets in China to 100, said Jonathan Larsen, global head of retail banking. With 50 branches in 13 cities, "the pace of growth is largely dictated by the speed at which we can get new branches approved by the regulators," he said.

### Australian central bank sees growth signs from rate cuts:

Australia's economy is signaling that rate cuts by the central bank are bearing fruit, Reserve Bank of Australia Governor Glenn Stevens said. The remark indicates no further reduction is likely soon, leaving Australia's official borrowing cost the highest in the developed world.

### Germany's proposed HFT rules could do more harm than good:

While proposed rules in Germany could slow down high-frequency trading, they would not prevent a Knight Capital Group-like crisis, lawyers said. Among the more stringent requirements of the German legislation is that high-frequency traders hand over algorithmic trades and strategies to regulators. Some say that between the German measures and Markets in Financial Instruments Directive II, many business models would be trashed, not to mention havoc wreaked on market efficiency and liquidity.

### 2 U.S. lawmakers call for higher capital buffer for banks:

U.S. Sens. David Vitter and Sherrod Brown contacted Federal Reserve Chairman Ben Bernanke to seek increased capital requirements for the biggest banks. "You must have the board revisit the proposed rule to implement Basel III and modify the rule to include a [systemically important financial institution] surcharge significant enough to change the incentives for the largest banks," according to a letter from the lawmakers, who are members of the Senate banking committee.

Currency	PRICE	% CNG
INR/USD	55.42	+0.63
INR/EUR	68.37	+0.14
INR/GBP	86.69	+0.77
INR/JPY	0.7064	+0.83

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

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