

Daily Market Review 10th January, 2012

Indices

BSE Sensex	15814.72	-34.08	-0.22%
Nifty	4742.80	-4.10	-0.09%
FTSE 100	5649.68	-37.42	-0.67%
NASDAQ	2676.56	2.34	+0.09%
DJIA	12392.62	32.77	+0.26%
Nikkei	8427.83	37.48	+0.44%
Hang Seng	18,446.00	76.17	+0.40%

Top Gainers for the Day

BHEL	+2.97%
Jaiprakash Associates	+2.70%
IDFC	+2.66%
Cipla	+2.64%
Jindal Steel	+2.54%

Top Losers for the Day

Bharti Airtel	-3.16%
Sesa Goa	-2.08%
SBI	-1.91%
Bajaj Auto	-1.80%
Coal India	-1.77%

Currency Market

US\$/Re	52.50	-0.22	-0.42%
US\$/EURO	0.7835	-0.0038	-0.48%

Commodity Market

Crude oil	\$112.53	+0.08	+0.07%
Gold (Rs)	27560	-202.0	-0.73%

Net Inflows/Outflows (Rs in Crores)

	Buy	Sell	Net Value
FII	1790.95	1827.41	-36.46

Debt

	Yield
10 yr bond yield	8.23%
Call Rate	8.50%

News Headlines: Corporate

Sensex ends flat yet again ahead of Q3 results

The Sensex ended flat for the third consecutive day at 15,814.72, lower by 34.08 points, while broad-based National Stock Exchange index Nifty was down by 4.10 points at 4,742.80 at close. Index heavyweights Reliance Industries and Bharti Airtel fell 1% and 3%, respectively. Among financial and banking stocks, SBI fell 2%, HDFC Bank gained 0.8% and ICICI Bank was flat. The broader indices outperformed benchmarks - the BSE Midcap Index was up 0.6% and small cap up 1.4%. In the capital goods space, BHEL was the top gainer, up 3% to Rs.259. The market breadth on the BSE ended positive with 1,636 shares advancing and 1,082 shares declining.

GMR Infrastructure gains on proposed tariff hike

GMR infrastructure is one of the very few stocks in the infra space that has witnessed a lot of volatility in the last few trading sessions. The proposed increase in tariff at the Delhi Airport by Airports Economic Regulatory Authority and a report indicating that Maldives has given the nod to collect airport development and insurance charges from passengers at the Male International Airport helped the stock gain 8% to Rs 25.10

Satyam sues Price Waterhouse for fraud

Satyam Computer Services, which has been acquired by Tech Mahindra, has filed a suit against its former Board of Directors, certain employees and the company's audit firm Price Waterhouse in a Hyderabad Court seeking damages for perpetrating a fraud three years ago. Last year the US regulator SEC had imposed a penalty of USD 17.5 billion jointly on Satyam, Price Waterhouse India and affiliate auditors for the account fraud.

Monetary Policy

The RBI will be meeting later this month and is expected to loosen its current tight monetary policy stance. Market experts believe that a small rate cut will not only help in easing the interest cost burden but also increase sales of many companies. Therefore, it might be a good strategy to invest in index heavyweights in both the auto and banking space barring infrastructure and real estate stocks.

Small and mid-cap IT stocks surge on hopes of positive numbers

Shares of small and mid-sized information technology (IT) companies surged on Monday, as many believed that the weak rupee may help these companies report strong positive results this quarter. The stocks of these companies climbed between four and 20 per cent, even as the Bombay Stock Exchange's benchmark Sensex and IT indices closed with losses. Infosys is all set to announce the results for the third quarter this Thursday.

KFA confident of raising funds by March

Responding to the queries put forward by the regulator DGCA, Kingfisher has assured the regulator that it can raise the necessary funds latest by March. Kingfisher has already approached the government for help and is currently in talks with several lenders for financial assistance. Reports indicate that a few lenders have responded favorably and are committed to support the cash strapped airline. However, a clear picture on the sources of funding will emerge only by March end.

Our Team

Mrunmay Das	mrunmay@dascap.com	Ph:91-80-25460501	<i>Mob: 91-9845026333</i>
Arun Thirumalai	arun@dascap.com	Ph:91-80-25460501	<i>Mob: 91-9740077809</i>

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