

## Daily Market Review 17<sup>th</sup> January, 2012

### Indices

BSE Sensex	16189.36	+34.74	+0.22%
Nifty	4873.90	+7.90	+0.16%
FTSE 100	5657.44	+20.80	+0.37%
NASDAQ	2710.67	-14.03	-0.52%
DJIA	12422.06	-48.96	-0.39%
Nikkei	8378.36	-121.66	-1.45%
Hang Seng	19,0124.20	-192.22	-1.01%

### Top Gainers for the Day

BHEL	+3.82%
Maruthi Suzuki	+3.17%
Sterlite Ind	+2.70%
Larsen	+2.49%
IDFC	+2.40%

### Top Losers for the Day

Reliance Power	-2.85%
NTPC	-2.62%
Reliance	-2.58%
Kotak Mahindra	-2.37%
HDFC Bank	-1.94%

### Currency Market

\$/Re	51.36	-0.18	-0.35%
US\$/EURO	0.7896	-0.0017	-0.002%

### Commodity Market

Crude oil	\$111.27	+0.83	+0.75%
Gold	27527.00	+20.00	+0.07%

### Net Inflows/Outflows (Rs in Crores)

	Buy	Sell	Net Value
FII	1980.81	1623.13	+357.68

### Debt

	Yield
10 yr bond yield	8.26%
Call Rate	8.70%

### News Headlines: Corporate

#### Sensex marginally up as Inflation dips

The Sensex rose around 0.22% as the WPI inflation index came down to 7.47%, almost in line with the street expectations. This comes as a relief to RBI, which will help to unwind its tight monetary policy and boost investment into corporate sector.

Sensex closed at 16,189 Nifty was also up by 0.16%, closed at 4873.

#### Suzlon to set up 3,000mw wind power in Andhra Pradesh

Suzlon Energy signed a memorandum of understanding with the state government to develop a wind power capacity totaling 3,000mw between 2012 and 2016, creating a potential investment of up to Rs 18,000 crore. The state government will facilitate necessary permissions, registration, approvals and clearances.

Suzlon will play the role of a developer and facilitate the channelization of investments into the state through its customers investing in wind energy. Andhra Pradesh is a key emerging wind market in India with medium to low wind sites ideally suited to Suzlon's new S9X suite of turbines.

#### Oil India in talks with Conoco for Shale Gas assets

India's state run explorer Oil India is in talks with US based companies, including Conoco Phillips, to buy stake in shale gas assets in US. The company is looking for a minority stake of around 20-30% in US shale acreage with an investment of about \$200 million. Oil India was looking at buying shale gas assets in Latin America, US and Australia. US is the largest producer of shale gas in the world.

#### Exports up 6.7% in Dec, could touch \$300b annual target

India's exports rose for the first time in five months, encouraging the government to reaffirm that it would achieve its \$300 billion target for the year. Exports grew 6.7% to \$25 billion over the previous month.

The lag effect of an exchange rate depreciation, improved business confidence and growing competitiveness of sectors such as chemical and engineering goods could lead to better export figures in the next quarter. Exports grew 35.8% to \$217.6 billion in the first three quarters of 2011-12.

**Core Inflation down marginally to 7.7% in Dec, from 8% in Nov**

Inflation rose at its slowest pace in two years in December which gives some reason to cheer about, for the government. Headline Inflation, as measured by the wholesale price index (WPI), dropped to 7.47% in December on lower food prices, as compared with 9.11% in November.

The marginal decline may have partly been because of 20% fall in the rupee between August and December, which could have pushed the prices. Inflation had been above 9% for a year despite 13 consecutive interest rate hikes by the RBI that crippled Industrial growth.

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