

Daily Market Review 23rd January, 2012

Indices

BSE Sensex	16739.01	+95.27	+0.57%
Nifty	5048.60	+30.20	+0.60%
FTSE 100	5628.55	-12.60	-0.22%
NASDAQ	2786.70	-1.63	-0.06%
DJIA	12720.48	+96.50	+0.76%
Nikkei	8782.16	+15.80	+0.8%
Hang Seng	20110.37	+167.42	+0.83%

Top Gainers for the Day

Bajaj Auto	+6.38%
ICICI Bank	+5.68%
Axis Bank	+5.65%
Kotak Mahindra	+4.22%
PNB	+4.04%

Top Losers for the Day

ITC	-3.78%
Dr Reddys Labs	-3.24%
Mah and Mah	-2.37%
Maruti Suzuki	-2.34%
Reliance Power	-2.19%

Currency Market

US\$/Re	50.23	-0.09	0.17%
US\$/EURO	0.7769	-0.0056	-0.62%

Commodity Market

Crude oil	\$110.03	0.17	+0.16%
Gold (Rs)	27480	235.0	+0.45%

Net Inflows/Outflows (Rs in Crores)

	Buy	Sell	Net Value
FII	3509.75	2689.91	819.84

Debt

	Yield
10 yr bond yield	8.22%
Call Rate	9.05%

News Headlines: Corporate

Sensex ends in the green on FII inflows

Sensex ended in the green for third consecutive week mainly on account of better than expected results reported by the banking companies followed by persistent buying from foreign investors. The Nifty was up 0.60% or 30.20 points and closed at 5048.60. The Sensex was up 0.57% or 95.27 points to close at 16,739.01. Bajaj Auto, ICICI Bank, Axis Bank, Kotak Mahindra and PNB were the top five Nifty gainers, while ITC, Dr Reddys, Mahindra and Mahindra, Maruti Suzuki and Reliance Power ended in the red. FII's were net buyers of Rs 819.94 crore in the session.

Short term rates up as banks raise additional funds

Interest rates on short-term debt instruments touched double digits on Thursday, as banks raised funds to meet credit growth targets in the last quarter of the current financial year. According to market participants, rates on certificates of deposit (CDs) issued by banks crossed 10 per cent on Thursday. Banks that raised funds at 10.05 per cent through CDs maturing in a year were Axis Bank, Vijaya Bank and Dena Bank.

FII's pump in more than \$3 billion in equity & debt market

Foreign Institutional Investors (FIIs) stayed away from Indian equities in 2011, but have already shopped for stocks worth \$1.16 billion (or Rs.6,007 crore) in the first month of 2012. Beginning this year, foreign investors were more bullish on the debt market making a net investment of Rs.15,933 crore during the same period. The rupee strengthening and easing concerns over inflation and economic growth have helped foreign investors step up buying in recent sessions.

Capital goods & infra companies can dampen results season

Leading auto, IT and banks have reported strong quarter earnings but the outlook looks bleak for major capital goods and infrastructure companies as they are expected to report their results in the next few days. A majority of the capital goods and infrastructure companies have suffered from delay in commencement of project, decelerating capital expenditure on account of high interest costs and sluggish economic growth.

Gold, Silver prices surge on fresh demand

Gold prices recovered smartly at the bullion market here on Saturday on emergence of fresh buying from investors and jewelers as well as investment demand amid bullish overseas sentiment. The industrial metal, silver too rallied to a one-month high owing to speculative investment off take coupled with strong industrial off take. Standard gold of 99.5% purity surged by Rs.235/- to finish at Rs.27,480/- per 10 grams from Friday's closing level of Rs.27,245/-.

Monetary policy easing may not happen this week

The third quarter credit policy meeting scheduled to happen this week but many expect that RBI will loosen its stance on the tight monetary policy by reducing interest rates or at least cutting the cash reserve ratio (CRR). The inflation has dropped down to around 7.5% from the 9% reported in the last several months. But this drop is mainly attributed to the drop in food inflation and the core inflation still continues to remain high. The RBI may continue to adopt a tight monetary policy for a couple of months more before deciding to loosen its monetary policy stance,

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