

Daily Market Review September 25, 2009

Indices

BSE Sensex	16781.4	+61.9	+03%
Nifty	4986.5	+16.6	+0.3%
FTSE 100	5079.2	-60.1	-1.1%
NASDAQ	2107.4	-23.8	-1.1%
DJIA	9707.1	-411	-0.4%
Nikkei	10239.0	-305.1	-2.8%
Hang Seng	20841.7	-209.5	-1.0%

Top Gainers for the Day

LG Balakrishnan & Bros Ltd	+19.3%
Surana Industries limited	+18.7%
UCO bank Ltd	+12.3%
Madhucon Projects Limited	+11.8%
Liberty Shoes Limited	+10.9%

Top Losers for the Day

Lalshmi vilas bank Ltd	-10.7%
Kesar Enterprises Ltd	-9.8%
Rajesh Exports Ltd	-7.9%
Ibn 18 Broadcast Ltd	-7.3%
ATN International Limited	-6.7%

Currency Market

\$/Re	47.94	48.00	-0.1%
US\$/EURO	0.6771	0.6764	+0.1%

Commodity Market

Crude oil	\$66.4	-3.1	-4.4%
Gold	\$998.9	-15.5	-1.5%

Net Inflows/Outflows (Rs in Crores)

	Buy	Sell	Net Value
FII	4311.2	2478.5	+1832.0
MFs	886.3	776.7	+109.6

Debt

	Yield
10 yr bond yield	7.1%
Call Rate	3.2%

Markets View

Markets closed in green on the settlement day of the September derivative series. Sensex gained 61 points and closed at 16781, while Nifty gained 16 points and finished at 4986. Overall turnover is at Rs.143948 crore, the highest ever on an expiry day. BSE IT and Metal indices were the top losers down by 1.6% and 1.1% respectively. Bankex and healthcare indices gained by 1.5% and 0.9% respectively.

News Headlines: Corporate

Ambani brothers in fresh gas dispute

Earlier this month, Reliance Infra wrote a letter to RIL stating that it would not pay any marketing margins on the gas, since charges were illegal and does not have any government approval. RIL issued a notice to Reliance Infrastructure, threatening to stop gas supplies for non payment of dues for the first fortnight of September. Reliance Infrastructure operates a 220MW power plant in AP. The plant requires 1.1 million standard cubic meter gas per day.

The two companies have signed a gas sale and purchase agreement on April 27, 2009 after a group of empowered ministers allocated the gas supplies.

Maruti plans to increase SX4 sales numbers with new engine

Maruti has stopped manufacturing its most expensive SX4 current model. It is planning to relaunch the SX4 within a fortnight with 1.6 litre engine, which will have higher pick up. It will be more expensive than current Zxi variant, which comes at Rs. 7.5 lakh. The new SX4 will have an additional automatic variant, and it will deliver 165-175 newton meters of power, much higher than the outgoing model. This car also meets the latest emission norms.

TechM, IBM, TCS in race for \$400-m SSTL contract

TECH Mahindra, IBM and TCS are in the race to bag an IT outsourcing contract worth of Rs.\$400 million from Sistema Shyam Tele Services (SSTL)

Negotiations are in progress with these companies for 10 years, but the contract will contain a clause that SSTL can exit after 5 years. Final decision on the deal is expected to be taken by the year end. The proposed deal will not include BPO operation. It has already been outsourced to Essar Group's Aegis. The firm that bags the deal will manage the IT systems across the 22 telecom circles in India.

GE extends contract with Mahindra Satyam

General Electric (GE) has extended its contract with Mahindra Satyam for three years starting from January 2010. Around 1500 employees will work on the GE deal. GE has signed a similar deal with eleven other vendors.

Two months ago, global pharma major Glaxo SmithKline extended its contract with Mahindra Satyam for five years period to provide SAP and other critical systems support.

Over the last four months, Mahindra Satyam gained over 32 new customers including some large clients. At present it has 430 clients.

Raymond to dilute stake in apparel and engineering subsidiaries

Raymond is planning to sell stakes in its apparel and engineering subsidiaries to private equity funds. The proceeds will be used to fund the expansion plans of the two subsidiaries. Raymond apparel is planning to set up 88 small-format stores in the next one year, and it is also looking at repositioning of its brands. Raymond is working on a re-structuring plan to boost the revenues and improve the profits.

Balmer Lawrie's \$5-m Plant

Balmer Lawrie & Co is setting up a \$5 million grease and lubricant plant in Indonesia. It has forged a 50:50 JV with PT Imani Wicaksana to set up the unit. Balmer Lawrie will invest \$1.25 million in the JV through its wholly owned subsidiary Balmer Lawrie UK. It has cash reserves of \$8.6M.

Our Team

Mrunmay Das	mrunmay@dascap.com	Ph:91-80-28440501-Ext 31	Mob: 91-9845026333
Arun Thirumalai	arun@dascap.com	PH:91-80-28440501-Ext 32	Mob: 91-9740077809
Mamatha Pendurthy	mamatha@dascap.com	PH: 91-80- 28440501-Ext 26	

Disclaimer

This report is not directed to, or intended to or use by, any person or entity who is a citizen of or located in any locality, state, country or other jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation or which would subject Das Capital Management and Advisors Pvt Ltd to any registration or licensing requirements within such jurisdiction. This report is provided for information purposes only. The report is based on information generally available and is deemed reliable but no assurance is given as to its accuracy or completeness. Das Capital Management and Advisors Pvt Ltd is not accountable for any decision based on the contents of this report. Neither the information nor the opinions contained are to be construed as an offer to buy and sell securities mentioned above. This report is not to be relied upon in substitution for the exercise of independent judgment. Investors should judge the suitability of the securities to their needs. Das Capital Management and Advisors Pvt Ltd makes no representation that the preparation or distribution of this report is in compliance with the legal requirements or regulations of any jurisdiction, and it disclaims all liability in case the preparation or distribution of this report is found to be non-compliant with any such legal requirements or regulations. Das Capital Management and Advisors Pvt Ltd may, to the extent permitted by law, act upon or use the information or opinions presented herein, or the research or analysis on which they are based, before the material is published