

Daily Market Review Oct 9th, 2009

Indices

BSE Sensex	16843.5	+36.8	+0.2%
Nifty	5002.2	16.5	+0.3%
FTSE 100	5154.6	+45.7	+0.9%
NASDAQ	2123.9	+13.6	+0.6%
DJIA	9786.6	+61.2	+0.6%
Nikkei	9832.4	+32.8	+0.3%
Hang Seng	21492.9	+251.3	+1.1%

Top Gainers for the Day

Fiem Industries Ltd	+20.2%
Halonix Ltd	+16.8%
Premier Ltd	+15.2%
Sun Pharma Advanced Research Company Ltd	+12.7%
Gammon India Limited	+12.4%

Top Losers for the Day

Alkali Metals Ltd	-13.9%
Treadsdirect Ltd	-7.9%
Uniply Industries Ltd	-7.3%
Soma Textiles and Industries Ltd	-6.9%
Maxwell Industries Limited	-6.8%

Currency Market

\$/Re	46.31	46.92	-1.3%
US\$/EURO	0.6792	0.6792	-0.3%

Commodity Market

Crude oil	\$71.4	+1.8	+2.6%
Gold	\$1056.3	+11.9	+1.1%

Net Inflows/Outflows (Rs in Crores)

	Buy	Sell	Net Value
FII	4071.7	3298.5	773.1
MFs	476.1	1382.8	-906.7

Debt

	Yield
10 yr bond yield	7.2%
Call Rate	3.1%

Markets

Indian markets underperformed its Asian peers for the second consecutive day. Benchmark indices could not sustain the gains made in first half and closed flat. Sensex gained 36 points and finished at 16843, while Nifty gained 16 points and closed at 5002.

BSE Mid-cap and Small-cap indices gained 1.4% and 0.5% respectively. BSE realty and FMCG were the top gainers up by 2% each, while Teck and IT indices were the top losers down by 2.8% and 1.9% respectively.

News Headlines: Corporate

L&T raises \$600m through QIP FCCB

Larsen & Turbo (L&T) has raised \$600 million through sales of shares and bonds to institutional investors to expand its infrastructure business. It has raised \$400 million selling shares to qualified institutional buyers at 1% discount to the closing price on Wednesday at Rs.1660. It raised \$200 million by issuing foreign currency convertible debentures at 15% premium to closing price.

According to executive Vice President, the proceeds will be utilized for infrastructure projects. He further added, it is expected to bag infrastructure projects worth Rs.30,000 crore in the next three years, if government continues its thrust on this sector.

The FCCBs will carry a coupon rate of 3.5% with a maturity of five years. The FCCB holders reserve the right to convert the bonds into equity before five years.

Tata Motors to launch Manza Sedan next week

Tata Motors is looking to strengthen its presence in the sedan segment with the launch of Manza, next week. It will be priced in the range of Rs.5-7 lakh.

The car will be equipped with engines sourced from joint venture partner Fiat Auto. A 1.4 liter petrol and 1.3 liter multi jet diesel

engine is expected to be in the Manza, which is capable of generating peak power in the range of 90 bhp and above.

The car has five speed manual gearbox, power assist steering, music system and air conditioning etc. It is available in seven colors.

On Price, Manza will compete with models like Chevrolet Aveo, Ford Fiesta, Maruti Swift Dzire and Hyundai Accent etc.

Indus Mandhana sets up two units for retail fray

Textile and apparel exporter Indus Mandhana is venturing into the retail sector with apparel brand John Hill for men and women on one end and infant care chain Baby Center on the other end. The enterprise has set up two different entities Vir Retail and Viva Retail to grow these businesses.

It has entered in tier II cities in Karnataka and Gujarat. It has outlined an investment of Rs.25 crore towards establishing John Hill nationally in FY10.

Vir Retail is focusing on its core strategy of 'buy one get three' garments or one garment at 60% discount. It has already launched 50 stores in three months.

The metro specific Baby Center spans from accessories to infant apparel, was piloted in Bangalore and Maharashtra.

Zamtel next on MTNL's takeover radar

MTNL is looking at expanding its operation to the African continent. The Zambian government plans to sell 75% equity of Zamtel, valued at around \$200 million. The remaining 25% is retained by the state.

MTNL has signed a non-disclosure agreement with the Company. It is in the process of appointing an investment banker to assist the transaction. Zamtel has a subscriber base of around 0.25 million including mobile service subscriber base of 0.1 million.

China Wireless signs deal with RCom to sell handsets in India

China Wireless Technologies forayed into the Indian high-end dual sim smartphone market in partnership with Reliance Communication (RCom) targeting to get Rs.800 crore revenue in next five years.

The Company will invest Rs.400 crore as capex and opex over the next three years for Indian operations. Company's Indian subsidiary, Coolpad Communications signed an agreement with RCom's retail subsidiary, Reliance Webstore. The handsets would be available in the brand name of "Coolpad".

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