

Fundamental Daily

Markets fall as rate hikes move into restrictive territory

Benchmark indices gave up previous day's gains on Thursday, dragged down by shares of financial, technology, auto, realty and select power companies. The 30-share BSE Sensex fell 209 points to 18,150 and the 50-share NSE Nifty slipped 65 points to 5,447. All sectoral Indices ended in red, except BSE Power and BSE CD. The RBI upped overnight lending rates by 25 bps in a desperate effort to rein in inflation and also made credit expensive.

Fame India Limited was up 20% for the second consecutive day. Piramal Life Sciences Ltd and Acropetal Technologies were also up 20%. PVR Cinemas and Cinemax also logged hefty gains. Jyothy Laboratories was down 12% after the company picked a 15% stake in Henkel India. In midcaps, United Phosphorus and Biocon were up close to 3%. Mphasis fell for the second day and ended the day at Rs 385, down over 3%.

Food Inflation: India's food price index rose 9.42% and the fuel price index climbed 12.79% in the year to March 5, government data on Thursday showed. The primary articles price index was up 12.31%, compared with an annual rise of 13.96% in the prior week.

Asian Markets: Japanese stocks ended lower Thursday but with much smaller losses than seen in morning trade. The Nikkei Stock Average fell 1.4% to close the day at 8,962.67 and the broader Topix index lost 0.8% to 810.80. Hong Kong's Hang Seng shed 1.83% or 416 points to end the session at 22,284. Shares in Shanghai dropped over a percent, while Australian stocks – S&P/ASX 200 ended flat.

The Japanese currency strengthened to a record 76.25 Yen per dollar earlier on Thursday, passing a previous post-World War II high of 79.75 reached in April 1995. It later pared gains on speculation policy makers will intervene in markets to aid exporters.

European Markets: Equities in Europe started higher early Thursday, as stocks shrugged off weak markets in Asia, even as gains remained capped with concerns over Japan. US index futures also started the day with gains.

Brent reversed early losses to hold above USD 111/ barrel on Thursday as tensions in the Middle East capped downside, while investors continued to weigh the impact on energy demand from a worsening nuclear crisis in quake-hit Japan. Gold dropped to stay below USD 1,400 an ounce on Thursday as mounting fears about a nuclear catastrophe in Japan prompted investors to sell bullion to cover losses in other markets, but buying was seen at lower levels, as ETF holdings inched up.

Indian Indices

Index	Close	Change	% Change
SENSEX	18,149.87	208.82	1.14
NIFTY	5,446.65	64.50	1.17
MIDCAP	6,537.47	18.98	0.29
SMALLCAP	7,859.27	30.35	0.38
S&P CNX DEFTY	4,179.55	52.00	1.23
NIFTY MIDCAP 50	2,380.10	1.95	0.08
S&P CNX 500	4,346.90	39.55	0.90

Advances – Declines		
	Advances	Declines
SENSEX	08	22
NIFTY	15	35

India VIX		
Current	Change	% Change
25.26	0.37	1.49





Index	Close	Change	% Change
BSE FMCG	3,414.60	53.34	1.54
BSE IT	6,082.52	92.53	1.50
BSE Auto	8,659.47	111.58	1.27
BSE Metal	15,293.12	182.42	1.18
BSE TECK	3,571.19	41.68	1.15
BSE Oil & Gas	9,954.27	82.05	0.82

Source: BSE

Sensex Intraday graph



Nifty Gainers & Losers	LTP	% Change
RCOM	106.30	3.20
BHEL	1965.00	2.16
AMBUJACEM	132.25	1.73
CAIRN	346.70	1.55
MARUTI	1167.00	-4.29
HDFC	639.40	-3.10
HINDALCO	198.10	-2.49
DLF	221.50	-2.19

Source: NSE

FII Trend

Date	Net Investment (Rs)
16-Mar	219.40
15-Mar	507.10
14-Mar	(216.30)
11-Mar	(37.10)
10-Mar	206.60

Source: SEBI

Economic indicators

Economic indicators	Percent
Core Sector output (Jan)	7.10
Food Inflation (04 March weekend)	9.42
Monthly Inflation (Feb)	8.31
IIP (Jan)	3.70

Forex Reserves (4 Mar weekend) USD 302.59 bn

Source: Religare Retail Research

New Lows	LTP	New Highs	LTP
Coral Hub	13.50	Tilak Finance	122.45
Glory Polyfilms	4.61	Visagar Poly	199.90
Padmalaya Tele	3.84	Regency Trust	88.80
Todays Writing	8.35	Sharp Trading	52.50
VA TechWabag	1205.00	SANTOWIN	213.60
Eros Intl Media	126.30	Woolite Merc	45.20
VASCON ENG	87.70	VSF Proj	71.40
DENNETWORK	88.00	Arcadia Merc	49.90

Source: BSE

G Sec Quotes

Instrument	Price	Yield
Call	0.00	7.70
7.17% 2015	97.07	8.00
7.49% 2017	98.09	7.89
7.99% 2017	100.37	7.91

Source: Debttonnet

Prior Period Comparison

Week Ago			Month Ago			Year Ago		
Value	Points	%	Value	Points	%	Value	Points	%
18,327.98	-178.11	-0.97	18,506.82	-356.95	-1.93	17,490.08	659.79	3.77

Source: BSE





News

1. **Ramky Infrastructure Ltd** has secured new orders aggregating Rs 288.32 crore across Water and Waste Water and Building verticals.
2. **Venus Remedies Ltd** is the first Indian company to receive GCC approval to market its Oncology & Carbapenem range of products in Gulf.
3. Rating agency ICRA has reaffirmed LAA rating to the NCD programme with positive outlook and A1+ rating for Commercial Paper /short term debt programme of **Tata Power**.
4. **Jyothy Laboratories Ltd** has acquired 14.90% stake in Henkel India Limited.
5. **Areva T&D India Ltd** has informed BSE that the register of members & share transfer books of the company will remain closed from April 28, 2011 to May 04, 2011 for the purpose of payment of dividend & AGM to be held on May 04, 2011.
6. **Sinclairs Hotels Ltd** has declared an interim dividend of Rs 3.50 per equity share (35%) of Rs 10 for the financial year 2010-2011.
7. **HCL Infosystems Ltd** has bagged over Rs 300 crore (approx USD 66 Million) order from Indian Air Force under its Systems Integration Defence Practice.
8. **India Sugars & Refineries Ltd** has informed BSE that the register of members & share transfer books of the company will remain closed from March 24, 2011 to March 30, 2011 (both days inclusive) for the purpose of AGM of the Company.
9. **Reliance Infrastructure Ltd** has been awarded an EPC contract of Rs 7,200 crore (USD 1.6 billion) for the Samalkot Power Project to Reliance Infrastructure Limited.
10. **Timken India Ltd** has informed BSE that the register of members & share transfer books of the company will remain closed from April 11, 2011 to April 21, 2011 (both days inclusive) for the purpose of 24th AGM to be held on April 21, 2011.



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