

# Daily Newsletter



**TOP GAINERS**

COMPANY	PRICE	GAIN(%)
UNITECH	83.60	2.45
DLF	321.45	1.87
STER	166.35	1.56
WIPRO	408.00	0.93

**TOP LOSERS**

COMPANY	PRICE	GAIN(%)
BPCL	641.05	-2.20
HCLTECH	371.00	-1.93
JPASSO	127.00	-1.89
IDFC	189.45	-1.84

**MOST ACTIVE**

COMPANY	PRICE	Value (Cr)
TATA STEEL	509.35	261.01
UNITECH	83.60	232.09
AXIS BANK	1368.95	220.44
LARSEN	1904.00	194.21
INFOSYS	2759.65	174.37

**TODAY'S PIVOT LEVELS**

R2	5430
R1	5404
PIVOT	5378
S1	5342
S2	5316

## Markets slide, on lack of good global cues

The benchmark Nifty closed marginally lower on Tuesday, after witnessing consolidation for the sixth consecutive session around 5350-5400 level. Indices may be eyeing for earnings of heavyweights.

Fall in European markets and US index futures pulled the markets down in last half an hour of trade. CAC, DAX and FTSE were trading 0.7-1.3% lower, at the time of closing on Indian equities. Dow and Nasdaq futures were down nearly 1% each.

The 30-share BSE Sensex closed at 17,878.14, down 50.28 points and the 50-share NSE Nifty fell 18.45 points to 5,368. The Nifty July futures ended at 16 points discount, as per provisional data.

**TODAY'S OUTLOOK:**

The global trend will be crucial for our markets witnessing any sort of break out. The Nifty will be range bound and is likely to oscillate between 5300-5400 levels. A close below/above the said levels will bring in some momentum in the markets.

**MARKET MOOD:**

The mood remains sticky on the street and its slippery for the markets too. The participants are on the sidelines and are not participating as the trend is not clear. This sort of a sentiment will prevail till the clouds are cleared

## MARKET TECHNICAL VIEW

**NIFTY (5368):** Nifty has given a clear break above 5300. As long as 5300 is maintained Nifty can scale new highs with resistance at every 50 points. The next stop should 5400 be taken out and maintained should be around 5450.

**SENSEX (17874):** Sensex has touched 18000. 17600 is a key support which it must defend for any chances of maintaining the current momentum and scaling a new high. On the upside if 18200 -18300 is not taken out, we may have a minor correction in the index.

## STOCK SPECIFIC TECHNICAL VIEW

**JINDAL STEEL & POWER (619):** The stock has given up majority of its gains. It is near the lower end of its long standing range and hence support is around 600 level. On the upside the targets or the stock are near 645-666.

**PURVA (110):** The stock has given a weekly break out and is headed for higher levels of 124-132 in the coming weeks. The support for this counter near is at 102 zone and is witnessing good price volume action.

**HMT (74):** The stock has given a daily break out and is headed for higher levels of 80-85 in the coming weeks. The support for this counter near is at 70 zone and is witnessing good price volume action.

## MARKET WATCH...

### ..... recap continued

On the one side, financial and auto companies' shares along with Reliance Industries, Infosys, Reliance Communications, HUL and Cipla were witnessing selling pressure while realty companies' shares and stocks like Wipro, Sterlite Industries, L&T, NTPC and ABB capped those losses to major extent.

Goldman Sachs numbers might be the trigger for banking & financial space, which dragged the markets down in late trade. ICICI Bank, HDFC, Kotak Mahindra Bank and IDFC declined 1.3-1.8%. PNB, HDFC Bank and SBI were down 0.2-0.4% while only Axis Bank gained 0.6%.

Auto segment was also under pressure; Tata Motors fell 1.5%. M&M, Maruti Suzuki and Hero Honda slipped 0.35-0.7%. However, realty space outperformed others; Unitech rallied 2.5% and DLF was up 1.9%. In the oil & gas pack, Reliance Industries declined 0.3%. BPCL was down 2.2% and Cairn fell nearly 1% while GAIL rose 0.4%.

Infosys from technology space lost just 0.4% and HCL Tech tumbled 2% while Wipro gained 0.9%. In telecom pack, Reliance Communications was down 1.44% and Idea down 0.7%.

Tata Steel and Jindal Steel from metal segment were down 0.4-0.8% while Sterlite Industries rose 1.56%. Hindalco and SAIL were just in positive terrain.

In the power space, Power Grid, Suzlon Energy, Tata Power and Reliance Power declined 0.2-1.2% while NTPC was up 0.27% and Reliance Infrastructure up 0.3%. Siemens from capital goods pack slipped 1.4% while ABB and L&T gained 0.5-0.66%. Cipla and Ranbaxy Labs from healthcare segment were down 0.7-1% while Sun Pharma rose just 0.2%.

Market breadth was negative; about 1405 shares advanced while 1770 shares declined on BSE. Nearly 162 shares remained unchanged. Total turnover reported by markets was at Rs 90,462.89 crore. This included Rs 10,836.92 crore from NSE cash segment, Rs 75,806.48 crore from NSE F&O and the balance Rs 3,819.49 crore from BSE cash segment.

Source: moneycontrol.com

Equity Indices	Today	1 day change (%)
<b>DOMESTIC</b>		
<b>NIFTY</b>	<b>5368.00</b>	<b>0.34</b>
NIFTY JUNIOR	11539.20	0.41
CNX IT	6052.50	0.33
BANK NIFTY	9976.00	0.56
CNX 500	4474.75	0.32
CNX MIDCAP	8385.40	0.44
NIFTY MIDCAP 50	2803.05	0.14
<b>BSE SENSEX</b>	<b>17878.14</b>	<b>0.28</b>
BSE FMCG	3173.22	0.20
BSE CAPITAL GOODS	15048.47	0.04
BSE HEALTHCARE	5659.21	0.90
BSE AUTO	8259.08	0.69
BSE CONSUMER DURABLES	5135.81	0.23
BSE PSU	9427.37	0.34
BSE TECH	3378.42	0.35
BSE IT	5430.23	0.23
BSE POWER	3145.70	0.10
BSE METAL	14957.32	0.20
BANKEX	11374.58	0.43
BSE OIL & GAS	10447.90	0.37
BSE REALTY	3473.21	1.31
<b>ASIA</b>		
NIKKEI 225	9300.46	1.15
HANG SENG INDEX	20264.59	0.86
STRAT TIMES	2948.61	0.11
TAIWAN	7712.03	0.81
KOSPI	1736.77	0.28
SHANGHAI	2528.73	2.15

## TOP NEWS.....

**Gold plummets for the fifth day on weak global cues**

Gold prices declined for the fifth straight day in the Capital yesterday, losing Rs 25 to Rs 18,475 per ten gram on increased selling by stockists, influenced by a similar trend in global markets. Trading sentiment remained weak on concerns that global economic recovery might slow down demand for the yellow metal. Gold prices in global markets, which usually set the trend for the domestic markets, tumbled by \$2 an ounce to trade at \$1,182.10. Traders said apart from weakening prices in overseas markets, increased selling by stockists here kept the prices low. They also said retail customers remained on the sidelines due to high prices amid off-marriage and festival season.

Gold with 99.99 purity and 99.5 purity remained weak and shed another Rs 25 each to Rs 18,475 and Rs 18,375 per ten gram respectively, while sovereign traded lower by a similar margin at Rs 14,625 per piece of eight gram. Silver ready, in line with the general weak trend, fell further by Rs 100 to Rs 28,900 per kg and weekly-based delivery by Rs 125 to Rs 28,620 per kg. Silver coins also declined by Rs 100 to Rs 34,000 for buying and Rs 34,100 for selling of 100 pieces.

**Vedanta's Sesa Goa sees Q2 profit declining on China slowdown**

Vedanta Group firm Sesa Goa yesterday said its profit may fall in the second quarter due to slowing economic activity in China and prevalent monsoon. "Historically in the second quarter, our profit has declined due to the monsoon. Now, Chinese economy is also slowing. On volume, we will be able to deliver to our long-term customers in China. But we have no control over the fluctuating prices. We are not in China out of choice," Sesa Goa Managing Director P K Mukherjee told PTI. China accounts for over 80 per cent of its total sales.

The company saw its profit growing three-folds in the first quarter of the current fiscal to Rs 1,301 crore over the year-ago period on account of increased sales after the acquisition of Goa-based V S Dempo last year for Rs 1,750 crore. The mining firm sold about 5.4 million tonnes of iron ore in the first quarter. It had a profit of Rs 422 crore in the first quarter of the last fiscal. The company said it will try to contain input cost in the second quarter. To reduce its dependence on China, the company is actively looking at supplying iron ore to customers in other parts of the world. It is negotiating higher prices for its iron ore supplied to Japanese and South Korean mills in the first quarter of the fiscal. "We had also recently made a trial-supply to Tata Steel Thailand. Indian steel firms mostly do not use fines to produce steel," he added.

On iron ore prices, which had touched a peak of \$150 a tonne in the first quarter, he said, could hover in the range of \$100-110 a tonne in the next few months. The company operates mines in Goa, Karnataka and Orissa. Supplies from Goa will be affected due to the ongoing monsoon in the second quarter, Mukherjee said. The Vedanta Group firm saw its sales increasing to Rs 2,413 crore in the first quarter, as against Rs 1,011 crore in the corresponding period a year ago. Sesa Goa produced about 21 million tonnes of iron ore in the last fiscal and expects the output to grow in the current financial year, as it targets the 50 million tonnes mark in next 2-3 years. The company is actively scouting for properties in India and overseas.

Source: business standard

## TOP NEWS.....

**Zee Entertainment April-June net up 64%**

India's top-listed television broadcaster Zee Entertainment Enterprises Ltd said on Tuesday its June-quarter net profit rose 64 per cent on higher advertising and subscription revenue. Zee posted a net profit of Rs 150 crore in April-June compared with about Rs 91.3 crore a year ago on a 42 per cent rise in net sales. The numbers include financials of Taj TV and ETC Networks. It also includes results of the regional general entertainment channel businesses that it acquired from Zee News. The firm's advertising revenue grew 55.7 per cent to Rs 377 crore in the June quarter on higher share of its channels, a buoyant economy and continued preference of advertisers towards television, it added. Subscription revenue grew 39 per cent to Rs 260 crore, it added. The network also operates Zee Cinema, Zee Cafe, Zee Studio, Zing and regional general entertainment channels such as Zee Marathi, Zee Talkies, Zee Bangla, Zee Telugu and Zee Kannada.

**NIIT Tech's Q1 net more than doubles, risks remain**

Software services firm NIIT Technologies Ltd said on Tuesday its quarterly net profit more than doubled although currency risks remained a challenge in coming quarters. NIIT Tech's net profit rose to Rs 40.8 crore from Rs 17.6 crore. Its revenues rose 34 per cent to Rs 291 crore. NIIT Tech's profits improved on the back of lower forex losses which halved from a year earlier along with more business and efficiency, Arvind Thakur, chief executive officer told reporters. The firm posted forex losses of Rs 7.8 crore in this quarter from Rs 15.3 crore in the year ago quarter. NIIT's revenues jumped 34 per cent on the back of a healthy order intake during the period, Thakur said. "Strong growth came on the back of a significant intake of fresh orders in the last quarter," he added.

The firm booked new orders worth \$40 million, taking the current orderbook to \$149 million, to be completed over a year. Thakur said its non-linear business such as IP assets, platform-based services and cloud computing would drive growth from the next quarter onwards. He also said emerging markets would drive growth. India's share in the overall revenue of the firm stood at 16 per cent, up from 10 per cent last year. Although the firm remained optimistic about its business outlook, it said its margins may come under pressure in the coming quarters from currency risks due to the eurozone crisis. "The problem we are facing now is not on business but on realisation because of currency volatility," Thakur said.

**Omnitech Q1 net profit at Rs 13.6 cr**

Omnitech Infosolutions has declared its first quarter results. The company's Q1 net profit was at Rs 13.6 crore. The company's trailing 12-month (TTM) EPS was at Rs 28.42 per share. (Mar, 2010). The stock's price-to-earnings (P/E) ratio was 6.77. The latest book value of the company is Rs 116.39 per share. At current value, the price-to-book value of the company was 1.65. The dividend yield of the company was 0.62%.

Source: business standard



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