

MARKET DATA			
	04/03/10	Abs. chg	chg %
Sensex	16971.7	(28.3)	(0.17)
Nifty	5080.3	(7.9)	(0.15)
CNX Midcap	7538.4	105.6	1.01
INTERNATIONAL INDICES			
Dow Jones	10444.14	47.38	0.46
NASDAQ	2292.31	11.63	0.51
Nikkei	10355.63	209.91	2.07
Hang Seng	20755.69	179.91	0.87
FTSE	5527.16	(6.05)	(0.11)
Kospi	1629.92	11.72	0.72
Shanghai	3037.04	13.66	0.45
Sing Nifty			
Fut(Nov Series)	5100.00	20.50	0.40
(Asian MKT at 8.50am)			
ADVANCE / DECLINE			
		Advance	Decline
BSE		1690	1154
NSE		795	507
FII AND MF ACTIVITY (PROVISIONAL)			
(Rs. bn.)	Buy	Sell	Net
FII Cash	24.8	18.4	6.3
MF	9.5	15.9	(6.4)
COMMODITY UPDATE			
	Unit	3/3/10	4/3/10
Gold-MCX (Rs.)	10 gram	17020	17028
Silver MCX (Rs.)	Per kg	26350	26973
Crude Brent (US\$)	per barrel	80.91	80.70
DERIVATIVE UPDATE			
	Current	Diff with Nifty Cash	Remark
Nifty Future	5079.55	(0.70)	Discount
Put/Call Ratio(Vol)	1.30		
Put/Call Ratio(OL)	1.32		
BSE SECTORAL INDICES CLOSING			
	04/03/10	Abs. chg	% chg
REALTY	3399.9	83.1	2.5
CD	4150.7	66.1	1.6
METAL	17553.6	269.9	1.6
FMCG	2775.3	16.0	0.6
CG	13848.5	66.2	0.5
POWER	3085.9	12.6	0.4
PSU	9375.6	30.1	0.3
HC	5034.3	15.7	0.3
AUTO	7553.4	8.8	0.1
BANKEX	10175.5	(20.7)	(0.2)
OIL&GAS	9764.2	(61.7)	(0.6)
TECK	3241.3	(21.9)	(0.7)
IT	5223.1	(54.6)	(1.0)
FOREX UPDATE			
	05/3/10	04/3/10	
RE/USD \$	45.78	45.68	0.11
RE/Euro (€)	62.24	62.61	(0.37)
RE/Yen (¥)	0.5131	0.5165	(0.0034)
MARKET TURNOVER (Rs. In Crs)			
	04/3/10	03/3/10	% Chg
NSE-Cash	15333.4	15289.0	0.3
NSE-F&O	63065.9	67620.3	(6.7)
BSE	5240.1	5036.6	4.0

Corporate News

- Suzlon bags wind energy project from GSPL in Gujarat
- NHPC Dibang proj may cost Rs.2500 cr more on delays
- Strides Arcolab to buy Brazil facility from Aspen
- Titan plans about Rs.100 cr capex in FY11

Economy News

- No service tax breaks for realty
- Food inflation rises to 17.87%
- GST rate likely to be over 12%: FinMin
- Cement industry likely to grow at 12% plus in Feb
- 3G auction plan runs into CVC wall now

International News

- Greece lines up budget cuts of \$6.5 bn more to get EU support

Top Top Gainers	Close (Rs.)	%chng		Top Losers	Close (Rs.)	%chng
Sesa Goa	454.1	6.8		Zee Entert	271.2	(3.1)
Hindustan Zinc	1,228.2	5.5		Indiabulls Fin	111.5	(3.0)
Sintex Inds	259.8	5.2		Oriental Bank	294.6	(2.7)
Moser Baer	82.9	5.1		Axis Bank	1121.7	(2.3)
LIC Housing Fin	814.7	5.0		Mphasis	668.3	(2.1)

Corporate Events		
Company	Event	Date
Eicher Motors Ltd.	Dividend	5-Mar-10
J.K.Synthetics Ltd.	Reduction of Capital	5-Mar-10
Tulive Developers Limited	Right	5-Mar-10
Event To Be Released		
National		
Production index (Index of industrial production)		12-Mar-10
International		
Employment Situation 8:30 AM ET		5-Mar-10
Consumer Credit 3:00 PM ET		5-Mar-10

Corporate News :-

- Suzlon bags wind energy project from GSPL in Gujarat :** Suzlon Energy has bagged a contract from Gujarat State Petronet Ltd (GSPL) for setting up 52.5 MW wind energy project in Gujarat. The company would set-up, operate and maintain GSPL's 52.5 MW wind energy project in Rajkot and Porbanda. As part of the contract, the company would supply 35 units of Suzlon S82-1.5 MW wind turbine generators that would generate 52.5 MW of power. The project is scheduled to be completed and commissioned by July 2010. The company, however, has not disclosed financial details of the project. Pursuant to the order, the overall wind power installed capacity of GSPL's parent company -- Gujarat State Petroleum Corporation Ltd -- stands at 105 MW in Gujarat. GSPL is a leading player in developing energy transportation infrastructure in Gujarat and this repeat order, after the successful execution of the first project for the parent company GSPCL, is an endorsement of customer's trust in Suzlon's technology, services and capabilities.
- NHPC Dibang proj may cost Rs.2500 cr more on delays :** NHPC may face up to Rs.2500 crore escalation in the cost of its Arunachal Pradesh project as it is nearly two years behind schedule due to pending environmental clearances. The 3,000 Mw hydel project being developed by NHPC at Dibang in Arunachal Pradesh was originally scheduled to get commissioned by 2017 but delays in necessary clearances have pushed it back by about two years. The project is about two years behind schedule, it was expected to start producing electricity by the end of the XII Plan Period (2012-17). The project can only come up in the XIII Plan Period (2017-22) i.e. About 10 years from now. It will take about 10 years to complete the project, where nine years will be required for construction and another one for infrastructure development. NHPC has received techno-economic clearance for the project and is awaiting those for forest and land, after which it would enter the process of tendering and contracting of equipment. Meanwhile, the delay in environment and forest (E&F) clearance would affect the financials of the project as the cost of execution would go up. This (delay) would definitely result in cost over-run. At present, an estimated about six per cent escalation every year is expected. Going by the thumb rule, generation of each megawatt of hydel power requires an investment of about Rs.7 crore, which means that originally the cost of the project was pegged at Rs.21000 crore. After the completion of project study, NHPC will take up the matter with the Arunachal Pradesh government and the Ministry of Environment and Forests followed by a public hearing. The company addresses concerns of the people of the state and considers the opinions of the local population before the project goes to the Cabinet for approval at the time of public hearing. Land acquisition starts after Cabinet approval and the entire process takes roughly 10 years. NHPC, which currently has an installed capacity of about 5,175 Mw is constructing projects of about 4,622 Mw.
- Strides Arcolab to buy Brazil facility from Aspen :** Strides Arcolab has entered into a pact with Aspen to acquire its facility in Campos, Brazil, for about \$75 million. The facility is forecasted to deliver \$40 million on an annualised basis. The acquisition would help focus on speciality injectable business.

- **Titan plans about Rs.100 cr capex in FY11:** Titan Industries Ltd is planning about Rs.100 cr of capital expenditure in FY11, and is eyeing expansion opportunities in parts of Asia and South Africa. Part of the planned capex will be used for the firm's retail expansion plans as it adds more stores in the next fiscal. The firm, India's top watch and jewellery retailer, plans to add between 120-150 stores under various brands and will raise the capex through internal accruals. Titan will add 5 large stores in the next fiscal which typically have an area of 2,500 square feet and showcase a larger watch collection. The firm would also spend the capex on manufacturing activities and IT infrastructure. The company sells watches under a range of brands including the premium Titan and the economy brand Sonata. It has two jewellery retail chains-Tanishq and Goldplus. Titan, part of the diversified Tata Group, is also looking for expansion opportunities in parts of Asia and South Africa. Titan, which last year shut down stores in the US because of the global economic slowdown, is currently present across 28 countries globally. The firm is expected to close the year ended March 31 with revenues of \$1 billion, which represents a growth of about 20 percent over the previous fiscal.

Economy News:-

- **No service tax breaks for realty :** Finance Ministry said that there was no reason to exempt from service tax payments made to builders during the period of construction, a proposal made during the Budget for 2010-11. The Budget announced on February 26 clarified that realty developers must pay service tax on payments made to them during the period of construction, a move which the developers said would raise home prices and crimp demand. But Revenue Secretary Sunil Mitra said the proposal would not hike prices by more than 3.5 per cent, an increase that could be afforded by the customers. "Construction is a service. As a service, there is no reason why it should not be taxed," Mitra told. "It is only 3 percent or 3.5 per cent that gets added up (for the buyer)." The new rule, which will take effect when Parliament approves the Budget, says service tax would be imposed if payments were made before the completion of construction. Most realtors charge customers in instalments during the construction period, which gives them a steady stream of funds for building and ensures there is no pile-up of unsold houses.
- **Food inflation rises to 17.87% :** Food inflation accelerated slightly in late February, defying government predictions that price rises would start to moderate, adding to pressure on the Reserve Bank of India (RBI) to raise interest rates in April. The food price index rose 17.87 percent in the 12 months to Feb 20 and the fuel price index was up 9.59 percent. The rise in the food price index was higher than an annual rise of 17.58 percent in the previous week. With food inflation showing signs of impacting the wider economy, the RBI is widely expected to raise borrowing rates at its next policy review given that inflation has already topped its revised end-March forecast of 8.5 percent. Farm Minister Sharad Pawar told India's parliament food prices have started easing and would further ease following a good winter crop. However, the government's decision to raise petrol prices by about 6 percent and diesel by 7.75 percent in last week's budget to help increase revenues and cut the budget deficit may prevent food prices from easing. The government's decision to raise fuel prices for the first time since July has met with anger from both the opposition and ruling coalition allies, underlining the challenge in cutting a near 7 percent fiscal deficit. High food prices coupled with a pick in manufacturing and fuel prices are expected to push the headline inflation to double-digits by end-March from 8.56 percent in January. In January, the Reserve Bank of India surprised markets with a bigger-than-expected rise in banks' cash reserve requirements, but left the borrowing rates unchanged. Inflation in manufacturing picked up to 6.55 percent in January from about 5 percent in December, a sign that inflationary pressures were spreading to other sectors of the economy.
- **GST rate likely to be over 12%: FinMin:** The Finance Ministry said that the proposed Goods and Services Tax rate is likely to be higher than 12 per cent, which was suggested by the task force set up by the 13 Finance Commission. The Finance Commission (task force) had recommended an overall GST rate of 12 per cent "but it is likely to be higher than that", Revenue Secretary Sunil Mitra said. However, he clarified that he was not talking about the Central GST but the combined tax at the Union and state governments' level. The task force had recommended five per cent GST rate at the Central level and seven per cent at the state level. GST was earlier scheduled to be implemented from April 1 2010, but now the Central GST will replace most of the indirect taxes at central and states levels like service tax, excise duty, VAT, and local levies.

- **Cement industry likely to grow at 12% plus in Feb :** The domestic cement industry is all set to strike once again a growth of over 12 per cent in February, making it a third consecutive month to see double-digit growth curve. The robust demand for the building material along with incremental capacities getting commissioned on a regular basis are pushing the actual monthly despatches towards 20 million tonnes. In January, industry's despatch growth rate had hit close to 13 per cent. It is despite the fact that the cement prices are on the boil since mid-November and with the recent excise duties rollback from 8 per cent to 10 per cent, another hike of Rs.8-10 is on the card. Already, prices have risen by Rs.20 per 50 kg bag of cement taking the national average rate to Rs.240 per bag. Jaiprakash Associates, which is benefitting from its newer units commissioned in the current financial year, scored a 61 per cent rise in its despatches in February at 1.16 million tonne. Similarly, another north major J K Lakshmi sold 21 per cent more cement. Despatches by Dalmia Cement too went up by 28 per cent. Birla firms - UltraTech and Grasim industries, sold 3.2 million tonnes, a rise of 9.4 per cent on a year-on-year basis. Shree Cement could manage a rise of only 5.54 per cent in its despatches mainly due to high base effect. However, amid cement makers making the most of the robust demand scenario, country's giants - ACC and Ambuja Cements continued to lose out the opportunity on the back of their capacity constraints. Though, Ambuja still managed to remain in the positive territory by selling marginally more cement, its sister concern ACC slipped into the negative territory with its despatches going down by 2.3 per cent. ACC commissioned a few of its new units recently, but the company is undergoing the stabilisation mode of these plants before the capacity utilisation level is increased. Since, it is the peak of construction period, infrastructure projects, housing and real estate are the main contributors for pushing the demand for cement. The cement industry, which is currently undergoing expansion projects worth Rs.50000 crore, is expected to have close to 250 million tonnes by the end of the current financial year.
- **3G auction plan runs into CVC wall now :** The auctions for third generation (3G) telecommunication spectrum, which was scheduled for April 9, has hit fresh roadblock. The Central Vigilance Commission (CVC) has warned the communications ministry that the country's 3G policy was 'biased' towards Indian telecom firms and existing mobile licence holders. The CVC has demanded that the Department of Telecom (DoT) bring out policy changes to ensure that foreign companies and new entrants stand a fair chance to win the upcoming auctions. Adding a new twist, which could further delay the sale process of airwaves, CVC has also sought that DoT maintain "fairness and transparency in 3G auctions and offer equal opportunity to all potential bidders". 3G is expected to ring in a new era of ultra-fast broadband access for mobile users in the country. ET had reported in January that a series of policy flip-flops by DoT could drive away foreign players from the upcoming 3G auctions by denying them a fair chance of getting 2G spectrum, which is vital for offering a full complement of telecom services. Global telcos, with no presence in India, are unlikely to enter the 3G race unless they can offer full-fledged mobile services. As per the current policy, fresh entrants in India's telecom scene that win 3G spectrum, essential for offering value-added services such as video conferencing and ultra-fast internet on mobiles, in the auctions to be held next month will be placed last in the queue of the 343 applicants for 2G airwaves. The move is heavily loaded in favour of existing telecom players that offer services on 2G airwaves. Currently, only state-run telcos BSNL and MTNL offer 3G services. A key demand by foreign players was to allow them to bid for two 3G slots as it would enable them to overcome the lack of start-up airwaves, but this was never considered, executives with foreign telcos say. International operators say since norms stipulate that new 3G players, if successful in the auctions, will have to shell out an additional Rs.1651 crore to obtain a licence, they must also be given the start-up 2G spectrum that is required to provide traditional voice and data services. The Universal Access Service Licence (UASL), which costs Rs.1651 crore, came bundled with start-up 2G spectrum and this criteria must be respected in the case of 3G spectrum also, they argue. The CVC has also pointed out several flaws with the government's 3G policy, and said: "Acquiring UAS licence is a prerequisite for bidding in 3G auctions. This would necessarily mean that new 3G entrants would need to acquire a 2G licence from the market at a very high price. In our view the policy is not offering a level-playing field to bidders," CVC's director Surendra Mohan said in a communication to DoT secretary PJ Thomas.

International News :-

- Greece lines up budget cuts of \$6.5 bn more to get EU support :** Greece froze pensions and raised a string of taxes to save 4.8 billion euros on Wednesday in a last-ditch bid to persuade its EU partners and the markets that it can avoid bankruptcy. The government said it would increase sales, tobacco and alcohol taxes and institute a 30% cut in public sector holiday allowances to save 4.8 billion euros (\$6.5 billion), equal to about 2% of gross domestic product (GDP). Pensions in the public and private sector were also being frozen. "These decisions are necessary for the survival of the country and the economy," Prime Minister George Papandreou told. They would be carried out "so that Greece can exit the vortex of speculators and defamation, so that we can breathe and keep on fighting", he added. The prime minister, who warned that Greece risked bankruptcy if it did not come up with credible measures, said he now expected "solidarity" from Europe's big guns as he prepared for talks in France and Germany. But he also applied some pressure of his own, reportedly saying that if the EU did not now offer support, he was not ruling out the option of asking the International Monetary Fund for help. Manuel Barroso, the head of the European Commission, which is charged with policing new Greek austerity measures, said that its European partners would show "solidarity" with Athens in its debt crisis. A German government spokesman said in reaction that Berlin was "confident (the measures) will be greeted with a clear show of confidence in the determination (of the Greek government) for consolidation measures." As Europe's biggest economy, Germany is widely seen as first in line for any bailout of fellow euro zone member Greece. The European Union had told Greece that it must come up with additional measures to cut spending before it could expect any EU help.

Fund Action (s) :-

Company	Details
Indiabulls Sec	Indiabulls Securities Limited Bought 3800000 Shares @ Rs. 32.75/-
Tata Power	Tata Sons Limited Bought 2250000 Shares @ Rs. 1334.55/- Tata Steel Ltd Sold 2250000 Shares @ Rs. 1334.55/-
Unisys Soft	Narayan Suppliers Pvt.Ltd Sold 600000 Shares @ Rs. 25.5/- Zodiac Commotrade Private Limited Sold 510000 Shares @ Rs. 25.5/- Hamsafar Marketing Privet Limited Sold 340000 Shares @ Rs. 25.5/-
Modipon	Cresta Fund Ltd Bought 339295 Shares @ Rs. 20.15/- Mavi Investment Fund Limited Sold 339295 Shares @ Rs. 20.15/-

Trend Watch :

Rising Volume, Rising Delivery and Rising Price									
Company	2-Mar-10			3-Mar-10			4-Mar-10		
	Traded Quantity	Delivery Quantity	NSE Price	Traded Quantity	Delivery Quantity	NSE Price	Traded Quantity	Delivery Quantity	NSE Price
1 Aurob Pharma	119538	55059	923.5	314101	146560	939.4	531327	173266	960.7
2 Educomp Soln	1391600	296411	677.9	2044802	414890	693.2	2938705	827833	698.0
3 GMDC	846239	350428	141.2	1127840	424970	142.3	3380078	944394	149.4
4 Guj NRE Coke	5073597	2619498	76.9	7713823	2647384	81.1	10119713	4074196	84.8
5 HDFC Bank	846113	557250	1745.0	1190512	876693	1776.7	1412314	1146658	1781.2

Rising Volume, Rising Delivery and Falling Prices									
Company	2-Mar-10			3-Mar-10			4-Mar-10		
	Traded Quantity	Delivery Quantity	NSE Price	Traded Quantity	Delivery Quantity	NSE Price	Traded Quantity	Delivery Quantity	NSE Price
1 Avance Techno	248716	248716	5.0	1190330	1190330	4.9	1441537	1441537	4.9
2 Birla Corpn	70874	46663	373.6	148687	129150	367.5	217186	196249	366.2
3 Guj Alkalies	43137	25011	133.6	47245	26079	133.1	54107	29759	133.0
4 Indian Oil Corp	680527	269625	311.9	1158338	782341	308.1	1691903	1133237	304.3
5 Jhaveri Flexo	269	269	39.6	9001	1700	37.8	33265	5233	36.7

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