

## Market Round Up

July 12, 2010

### Indian Markets

- Markets closed with gains for the second consecutive day last Friday. The rally was led by positive global cues. While the BSE Sensex finally closed 182 pts or 1% higher at 17,834, the Nifty gained 56 pts or 1.1% to close at 5352. Broad market indices too ended higher as the BSE Midcap and Small Cap indices gained 0.9% and 0.4% respectively. Market breadth was positive as the A/D ratio was 1.2:1 on the BSE. NSE cash turnover was Rs.13,530crs. Vs. Rs.11,332crs. on Thursday.
- Barring the BSE FMCG index, all the sectoral indices ended higher. The top gainers were the BSE Realty, Metal and Bankex indices. The top gainers from the BSE 30 were Bharti, DLF, HDFC Bank and RCom. The top losers were HUL, ACC, Rel Infra and ITC.
- As per the provisional figures on Friday, the FIIs were net buyers of Rs. 1,104 crores in the cash markets, while they were net buyers of Rs. 1,634 crores in the F&O markets. DIIs were net buyers of Rs. 39 crores in the cash markets.

### US Markets

- Stocks rallied on Friday, finding momentum at the end of a choppy session ahead of the first wave of quarterly corporate results due out next week.
- Dow Jones added 59 points, or 0.6%. S&P 500 gained 8 points, or 0.7%, and Nasdaq composite rose 21 points, or 1%. All three major indexes drifted on both sides of unchanged during the session before finally turning higher in the last hour.
- It was the best week in nearly a year for the market, with all three major gauges seeing their biggest results since the week ended July 17, 2009. In that week, the three majors all gained between 7% and 7.4%.
- Wholesale Inventories rose 0.5% in May after climbing 0.2% in April. Economists surveyed by Briefing.com expected inventories to rise 0.4%.
- The Internet behemoth renewed its license with the Chinese government to operate its site in that country, following a four-month battle over censorship.
- All the Indian ADRs ended in the green except Dr Reddy's, which fell by 1.4%. Tata Communications and Wipro rose by 4.3% and 3.3% respectively. MTNL gained 2.6% while HDFC Bank and Infosys rose by 2% each. ICICI Bank ended higher by 1.9% while Satyam rose by 0.8%. Tata Motors rose by 0.5%.

### Latin American Markets

- Among the Latin American markets, the Brazilian and Mexican markets rose by 0.3% and 0.1% respectively.

### Asian Markets

- Today, Asian indices are trading in the green with Shanghai up by 0.6% while Hang Seng is trading higher by 0.5%. Strait Times and Kospi are up by 0.3% each while Nikkei and Taiwan are up by 0.1% each.

### Commodities

- Among the metal prices, Copper gained 0.6% while Nickel lost 0.6%. Zinc rose by 0.9% while Aluminium remained unchanged.
- U.S. light crude oil for August delivery rose \$1.01 to \$76.09 a barrel.
- COMEX gold for August delivery gained \$16.30 to \$1,209.80 an ounce.

### Outlook for Today

Today, we expect the Indian Markets to open nominally in the green following positive global cues. It could later face resistance between 18,900-18,950 levels on the Sensex. IT, Realty and Banks look good while FMCg and Healthcare stocks could underperform.

For fresh and / or open calls refer to page 3

| Key Indices            | Jul 09 | % Chg |
|------------------------|--------|-------|
| Sensex                 | 17833  | 1.03  |
| Nifty                  | 5352   | 1.05  |
| BSE 500                | 7163   | 0.85  |
| DJIA                   | 10198  | 0.58  |
| Nasdaq                 | 2196   | 0.97  |
| MSCI Emerging Markets* | 951    | 1.18  |
| MSCI AC Pacific*       | 112    | 0.90  |
| MSCI World*            | 1091   | 0.61  |

\* = in USD

| Sectoral Indices     | Jul 08 | % Chg |
|----------------------|--------|-------|
| <b>Major Gainers</b> |        |       |
| BSE REALTY           | 3263   | 2.48  |
| BSE TECK             | 3417   | 2.36  |
| <b>Major Losers</b>  |        |       |
| BSE FMCG             | 3208   | -0.76 |

| Top Gainers (BSE-100) | CMP (Rs) | % Chg |
|-----------------------|----------|-------|
| Idea Cellular         | 66.85    | 13.31 |
| Bharti Airtel         | 308.10   | 9.70  |
| Ibills Fin Services   | 161.45   | 6.67  |

| Top Losers (BSE-100) | CMP (Rs) | % Chg |
|----------------------|----------|-------|
| Nestle India         | 2983.00  | -2.05 |
| Ambuja Cements       | 111.00   | -1.73 |
| Glenmark Pharma      | 275.15   | -1.70 |

| 52 Week High | Price (Rs) |
|--------------|------------|
| Empee Sugars | 54.70      |
| HDFC Bank    | 2010.90    |

| 52 Week Low | Price (Rs) |
|-------------|------------|
| D B Realty  | 355.00     |
| Mavens BIO  | 27.80      |

| Turnover (Rs bn) | NSE    | BSE   |
|------------------|--------|-------|
| Jul 09           | 136.48 | 42.27 |
| 5 days average   | 107.05 | 37.08 |

| Advance-Divide | NSE    | BSE    |
|----------------|--------|--------|
| Jul 09         | 1.51:1 | 1.19:1 |
| 5 days average | 1.30:1 | 1.23:1 |

| Volatility Index (ViX) | Nifty | CBOE  |
|------------------------|-------|-------|
| Jul 09                 | 20.21 | 24.98 |
| 5 days average         | 21.27 | 26.80 |

| Net Flows (Cr)      | FII    | MF    |
|---------------------|--------|-------|
| July 08             | 1003.9 | 1.4   |
| Cumulative for July | 1525.2 | -85.8 |
| 5 days average      | 198.8  | 7.1   |

| Interest Rates   | 3 month | Chg bps |
|------------------|---------|---------|
| MIBOR            | 6.47    | 16.00   |
| 10 yr bond yield | 7.65    | 6.00    |
| LIBOR – UK       | 0.73    | 0.00    |
| LIBOR – USA      | 0.53    | 0.00    |
| LIBOR – Europe   | 0.74    | 0.00    |

| Exchange Rates | Value | % Chg |
|----------------|-------|-------|
| USD/INR        | 46.66 | -0.45 |
| USD/EURO       | 0.79  | 0.32  |
| USD/YEN        | 88.59 | 0.03  |
| USD/POUND      | 0.66  | 0.56  |

| Other                   | Value   | % Chg |
|-------------------------|---------|-------|
| RJ/CRB Index            | 260.62  | 0.43  |
| Gold (\$ / Oz)          | 1209.60 | 1.15  |
| Crude Oil (\$ / Barrel) | 76.09   | 0.86  |

[Economy News](#)

For forthcoming Board Meeting on July 12, 2010  
click on the following link  
[http://www.bseindia.com/mktlive/board\\_meeting.asp](http://www.bseindia.com/mktlive/board_meeting.asp)

**Govt is sorting out China telco imports:** India is working to sort out restrictions on Chinese telecommunications equipment imports. Earlier this year, India had barred Indian mobile phone operators from placing orders with China's Huawei Technologies and ZTE Corp because of security concerns. India is concerned that Chinese equipment may have spying technology embedded to intercept sensitive conversations and government documents, highlighting government security concerns.

**June power output up 3.43%:** India's power output grew an annual 3.43 per cent in June, the lowest increase since last November, with thermal generation constrained by limited availability of coal. Coal-based power generation growth slowed to an annual 2 per cent in the month, mainly due to a 12 percent shortfall in supplies. India has 10 percent of the world's coal reserves, the biggest after the United States, Russia and China, but its coal imports have grown rapidly from almost zilch five years ago to an estimated 70 million tonnes in the fiscal year ended March. India aims to import 35 million tonnes of coal for power generation in the current fiscal year.

**Railways register 7% growth in earnings:** Railways have posted over seven per cent growth in earnings during the first three months of this fiscal. During the period between April 1 to June 30, it earned Rs 22,061.13 crore as compared to Rs. 20,610.63 crore during the same period last year, registering an increase of 7.04 per cent. While the total goods earnings went up from Rs 13927.05 crore during this period last year to Rs 14,930.11 this year, the total passenger revenue earnings also went up to Rs 6,190.70. Earnings from other departments stood at Rs 626.01 crore during this period.

[Corporate News](#)

**IndusInd Bank** reported a net profit of Rs 118.55 crore for the first quarter ended June 30, a 37 per cent growth over the year-ago period. The bank's total income rose to Rs 932.50 crore, during the April-June quarter, from Rs 801.58 crore in the same quarter a year ago. The bank's interest income during the quarter rose by 23 per cent to Rs 771.54 crore. The interest expenditure was also up by over three per cent to Rs 475.86 crore. The banks' revenue from corporate banking rose by 28 per cent to Rs 323 crore, and the retail-banking segment witnessed an increase of 22 per cent to Rs 511 crore. Treasury income during the June quarter, however, declined 10 per cent to Rs 215 crore.

**Gujarat NRE Coke** reported a jump of over five-folds in its net profit to Rs 20.04 crore for the first quarter ended June 30, over the corresponding period a year ago. The company had a net profit of Rs 3.64 crore during the first quarter of 2009-10. Total income rose to Rs 452.15 crore in the April-June quarter this fiscal from Rs 310.04 crore last year. For the year ended March 31, 2010, the company has posted a net profit of Rs 51.87 crore.

**Biocon Ltd** has lined up products in new therapies such as glaucoma/eye-care. The company, which has doubled its production capacity of medical devices, including stethoscopes and ophthalmoscopes, at its plant at Palakkad in Kerala is looking to enter Latin American market as it looks to expand business overseas. In the last fiscal it had a turnover of Rs 80 crore and in this financial year, it is hoping to clock Rs 110 crore (up 38 per cent).

[Bulk Deals](#)

| Scrip Name  | Quantity (in lakhs) | Fund Name                            | Price |
|-------------|---------------------|--------------------------------------|-------|
| Mohit Inds  | +0.55               | PASSAGE TO INDIA MASTER FUND LIMITED | 39.75 |
| Seax Global | -0.78               | COLUMBIA GLOBAL LIMITED              | 52.29 |

## Stock Ideas

July 12, 2010

### Update of Index Future Calls:

| Date     | B/S | Positional Call | Entry at  | Sloss  | Targets | Exit Price / CMP | Exit Date | % G/L | Comments            | Time Horizon | Avg. Entry | Abs. Gain/Loss |
|----------|-----|-----------------|-----------|--------|---------|------------------|-----------|-------|---------------------|--------------|------------|----------------|
| 2-Jul-10 | B   | Nifty Fut       | 5275-5285 | 5245.0 | 5365.0  | 5245.0           | 2-Jul-10  | -0.7  | Stop Loss Triggered | 1-2 days     | 5280       | -35.0          |

### Update of Stock and Nifty Options Calls:

| Date     | B/S | Positional Call             | Entry at  | Sloss | Targets | Exit Price / CMP | Exit Date | % G/L | Comments                 | Time Horizon | Avg. Entry | Abs. Gain/Loss |
|----------|-----|-----------------------------|-----------|-------|---------|------------------|-----------|-------|--------------------------|--------------|------------|----------------|
| 9-Jul-10 | B   | Nifty 5400 Call Option      | 51.4      | 35.0  | 105.0   | 58.0             |           | 12.8  | Hold                     | 5-10 days    | 51.4       | 6.6            |
| 8-Jul-10 | B   | Essar Oil 140 Call Option   | 5.8-4.3   | 3.0   | 11.0    | 8.8              |           | 50.9  | Hold                     | 5 days       | 5.8        | 3.0            |
| 8-Jul-10 | B   | IDBI 120 Call Option        | 3.7       | 2.5   | 6.1     | 4.1              |           | 10.8  | Hold                     | 2-5 days     | 3.7        | 0.4            |
| 6-Jul-10 | B   | Sterlite 170 Call Option    | 3.50-4.65 | 3.0   | 8.0     | 5.3              |           | 15.4  | Hold                     | 2-3 days     | 4.6        | 0.7            |
| 6-Jul-10 | B   | SAIL July 200 Call Option   | 4.0       | 3.0   | 6.0     | 3.9              |           | -2.5  | Hold                     | 1-3 days     | 4.0        | -0.1           |
| 5-Jul-10 | B   | Ashok Leyland July 65 Calls | 1.8       | 1.2   | 3.0     | 2.6              | 5-Jul-10  | 48.6  | Premature Profits Booked | 2-5 days     | 1.8        | 0.9            |
| 1-Jul-10 | B   | Nifty 5300 Call Option      | 88-79     | 70.0  | 125.0   | 108.0            | 8-Jul-10  | 27.1  | Premature Profits Booked | 5 days       | 85.0       | 23.0           |

### Update of Trading/BTST/Futures Calls:

| Date      | B/S | Positional Call          | Entry at   | Sloss  | Targets | Exit Price / CMP | Exit Date | % G/L | Comments                 | Time Horizon | Avg. Entry | Abs. Gain/Loss |
|-----------|-----|--------------------------|------------|--------|---------|------------------|-----------|-------|--------------------------|--------------|------------|----------------|
| 9-Jul-10  | B   | Raj Oil                  | 50.4-49.35 | 48.0   | 56.0    | 51.4             |           | 1.9   | Hold                     | 10 days      | 50.4       | 1.0            |
| 9-Jul-10  | B   | IRB                      | 266-270    | 260.0  | 290.0   | 264.7            |           | -1.8  | Hold                     | 2-5 days     | 269.5      | -4.8           |
| 8-Jul-10  | B   | Walchandnagar Industries | 217-210    | 205.0  | 240.0   | 216.1            |           | -0.4  | Hold                     | 10 days      | 217.0      | -0.9           |
| 8-Jul-10  | B   | Core Projects            | 247.5-241  | 238.0  | 269.0   | 250.0            |           | 1.0   | Hold                     | 1-2 days     | 247.5      | 2.5            |
| 7-Jul-10  | B   | Graphite Industries      | 105-101    | 98.0   | 115/125 | 106.1            |           | 1.5   | Hold                     | 15 days      | 104.5      | 1.6            |
| 7-Jul-10  | B   | Everest Industries       | 250-257    | 249.0  | 270.0   | 261.7            |           | 2.2   | Hold                     | 2-3 days     | 256.0      | 5.6            |
| 7-Jul-10  | B   | Jayashree Tea            | 295-298.2  | 289.0  | 316.0   | 295.0            |           | -1.0  | Hold                     | 1-3 days     | 297.9      | -2.9           |
| 7-Jul-10  | B   | Chola Financial          | 146.25-143 | 142.0  | 154.0   | 146.5            |           | 0.9   | Hold                     | 1-2 days     | 145.2      | 1.3            |
| 6-Jul-10  | B   | Punj Lloyd               | 137-134    | 133.0  | 145.0   | 138.9            |           | 2.0   | Hold                     | 1-2 days     | 136.2      | 2.7            |
| 6-Jul-10  | B   | JSW Steel                | 1045-1059  | 1023.0 | 1131.0  | 1103.0           | 7-Jul-10  | 4.3   | Premature Profits Booked | 1-3 days     | 1058.0     | 45.0           |
| 6-Jul-10  | B   | Heritage Foods           | 187-180    | 176.0  | 205.0   | 201.5            | 8-Jul-10  | 8.3   | Premature Profits Booked | 7 days       | 186.0      | 15.5           |
| 6-Jul-10  | B   | Jindal Steel and Power   | 622-612    | 609.0  | 645.0   | 631.9            |           | 1.6   | Hold                     | 1-2 days     | 622.0      | 9.9            |
| 6-Jul-10  | B   | IOB                      | 105-102    | 101.0  | 112.0   | 108.0            | 6-Jul-10  | 3.3   | Premature Profits Booked | 1-2 days     | 104.6      | 3.4            |
| 6-Jul-10  | B   | Karnataka Bank           | 174-177.50 | 173.0  | 188.0   | 178.6            |           | 0.8   | Hold                     | 2-3 days     | 177.1      | 1.5            |
| 6-Jul-10  | B   | Grindwell                | 205-210    | 203.0  | 220.0   | 209.0            |           | -0.4  | Hold                     | 2-3 days     | 209.9      | -0.8           |
| 5-Jul-10  | B   | KPIT Infosys             | 137-140    | 134.2  | 152.0   | 143.5            | 7-Jul-10  | 2.6   | Premature Profits Booked | 1-3 days     | 139.9      | 3.6            |
| 5-Jul-10  | B   | NFL                      | 117-121    | 116.0  | 130.0   | 127.6            | 6-Jul-10  | 5.5   | Premature Profits Booked | 2-3 days     | 120.9      | 6.7            |
| 2-Jul-10  | B   | Kirloskar Pneumatic      | 489-500    | 480.0  | 540.0   | 536.0            | 5-Jul-10  | 7.6   | Premature Profits Booked | 2-3 days     | 498.0      | 38.0           |
| 2-Jul-10  | B   | Elecon Engineering       | 88.35-85   | 83.0   | 100.0   | 90.7             |           | 3.0   | Hold                     | 5 days       | 88.0       | 2.7            |
| 2-Jul-10  | B   | Amtek India              | 63.5-65.5  | 63.0   | 69.0    | 64.8             |           | -0.5  | Hold                     | 2-3 days     | 65.1       | -0.3           |
| 2-Jul-10  | B   | M&M Fin                  | 458-450    | 446.0  | 476.0   | 466.9            | 8-Jul-10  | 2.8   | Premature Profits Booked | 1-2 days     | 454.3      | 12.6           |
| 2-Jul-10  | B   | Godrej Industries        | 169-170.7  | 164.6  | 183.0   | 168.8            | 7-Jul-10  | -1.1  | Premature Exit           | 2-4 days     | 170.6      | -1.8           |
| 1-Jul-10  | S   | Cairn Fut                | 300.5-305  | 306.0  | 291.0   | 300.4            |           | 0.0   | Hold                     | 1-2 days     | 300.5      | 0.1            |
| 30-Jun-10 | B   | Hind National Glass      | 225-215    | 210.0  | 245.0   | 228.0            | 8-Jul-10  | 1.7   | Premature Profits Booked | 5 days       | 224.1      | 3.9            |
| 28-Jun-10 | B   | R Power                  | 172.5-169  | 168.0  | 181.0   | 177.6            | 2-Jul-10  | 3.3   | Premature Profits Booked | 1-2 days     | 172        | 5.6            |
| 28-Jun-10 | B   | Camlin                   | 33.5-35    | 32.8   | 40.0    | 38.2             | 7-Jul-10  | 10.6  | Premature Profits Booked | 2-3 days     | 34.5       | 3.7            |
| 28-Jun-10 | S   | Indian Bank Fut          | 219-224    | 228.0  | 205.0   | 228.0            | 7-Jul-10  | -4.1  | Stop Loss Triggered      | 1 week       | 219.05     | -8.9           |
| 28-Jun-10 | B   | Chennai Petro            | 249-254    | 242.0  | 278.0   | 264.5            | 2-Jul-10  | 4.2   | Premature Profits Booked | 2-5 days     | 253.9      | 10.6           |
| 24-Jun-10 | B   | Orchid Chem              | 165.5-162  | 161.0  | 175.0   | 170.3            | 1-Jul-10  | 3.1   | Premature Profits Booked | 2-3 days     | 165.1      | 5.2            |
| 23-Jun-10 | B   | Dishman Pharma           | 230-210    | 205.0  | 250/275 | 212.0            |           | -6.6  | Hold                     | 30 days      | 227.0      | -15.0          |
| 21-Jun-10 | B   | IDBI                     | 120-116    | 115.0  | 128.0   | 123.3            | 8-Jul-10  | 3.1   | Premature Profits Booked | 2-3 days     | 119.6      | 3.7            |

### Update of Positional Calls (2+ days)

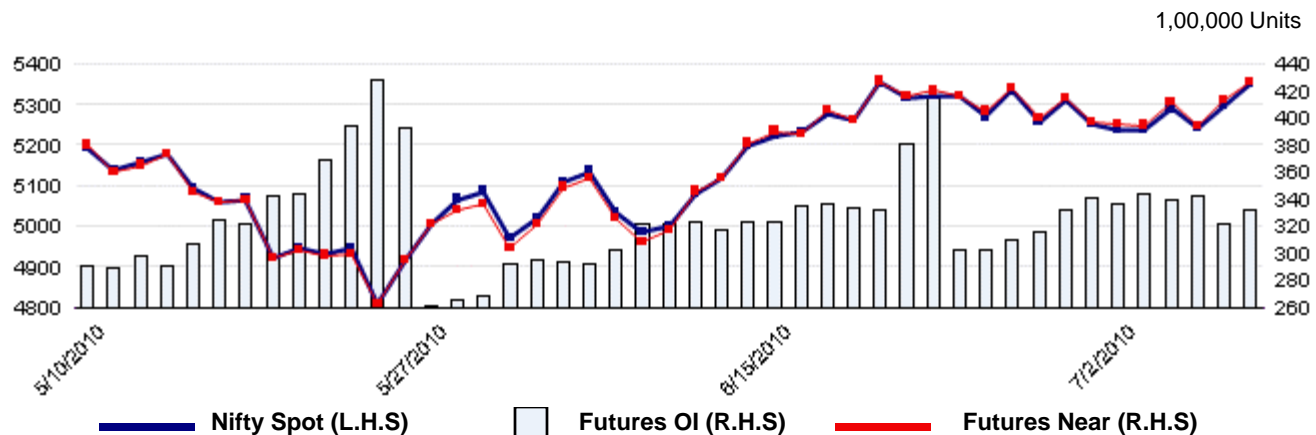
| Date      | B/S | Positional Call    | Entry at  | Sloss | Targets | Exit Price / CMP | Exit Date | % G/L | Comments                | Time Horizon | Avg. Entry | Abs. Gain/Loss |
|-----------|-----|--------------------|-----------|-------|---------|------------------|-----------|-------|-------------------------|--------------|------------|----------------|
| 9-Jul-10  | B   | HCC                | 122-124   | 116.0 | 140.0   | 125.9            |           | 1.6   | Hold                    | 4-8 days     | 124.0      | 2.0            |
| 8-Jul-10  | B   | Apollo Tyres       | 68.2-68.6 | 63.5  | 78.5    | 68.65            |           | 0.1   | Hold                    | 5-10 days    | 68.6       | 0.1            |
| 6-Jul-10  | B   | Agrotech Foods     | 303-290   | 280.0 | 330/350 | 298.0            |           | 0.0   | Hold                    | 1 month      | 298.0      | 0.0            |
| 5-Jul-10  | B   | Jubilant Foodworks | 324-328   | 306.0 | 372.0   | 333.0            |           | 1.6   | Hold                    | 4-10 days    | 327.8      | 5.3            |
| 2-Jul-10  | B   | Petronet           | 78.5-79.5 | 76.8  | 85.0    | 81.9             |           | 3.4   | Hold                    | 7-15 days    | 79.2       | 2.7            |
| 29-Jun-10 | B   | Sterlite           | 167-173   | 165.0 | 186.0   | 165.0            | 1-Jul-10  | -2.9  | Stop Loss Triggered     | 2-3 days     | 170.0      | -5.0           |
| 28-Jun-10 | B   | Finolex Industries | 84-81     | 78.0  | 95.0    | 85.4             |           | 2.0   | Hold                    | 1-2 weeks    | 83.8       | 1.7            |
| 25-Jun-10 | B   | ADF Foods          | 75-81     | 74.0  | 95.0    | 81.7             | 1-Jul-10  | 2.8   | Premature Profit Booked | 5-7 days     | 79.5       | 2.2            |
| 25-Jun-10 | B   | Reliance Capital   | 774-764   | 750.0 | 830.0   | 750.0            | 5-Jul-10  | -3.0  | Stop Loss Triggered     | 1-2 weeks    | 773.5      | -23.5          |
| 24-Jun-10 | B   | Mahindra UGINE     | 63-64.5   | 58.5  | 77.0    | 64.1             |           | -0.5  | Hold                    | 1-3 weeks    | 64.4       | -0.3           |
| 23-Jun-10 | B   | Gujrat Mineral     | 124-129   | 122.5 | 145.0   | 122.5            | 9-Jul-10  | -4.0  | Stop Loss Triggered     | 5-7 days     | 127.7      | -5.2           |

|           |   |                      |           |        |        |        |          |      |                         |           |        |      |
|-----------|---|----------------------|-----------|--------|--------|--------|----------|------|-------------------------|-----------|--------|------|
| 23-Jun-10 | B | Zicom                | 83-87     | 82.0   | 96.0   | 83.6   |          | -3.4 | Hold                    | 5-7 days  | 86.5   | -2.9 |
| 22-Jun-10 | B | Bank of India        | 338-343   | 323.0  | 383.0  | 362.0  | 1-Jul-10 | 5.8  | Premature Profit Booked | 1-3 weeks | 342.1  | 20.0 |
| 22-Jun-10 | B | Gitanjali Gems       | 119-121.5 | 114.0  | 140.0  | 126.4  | 5-Jul-10 | 4.4  | Premature Profit Booked | 1-3 weeks | 121.1  | 5.3  |
| 22-Jun-10 | B | Ucal Fuel            | 88.25-85  | 83.5   | 96.0   | 83.5   | 6-Jul-10 | -5.2 | Stop Loss Triggered     | 1-2 weeks | 88.1   | -4.6 |
| 21-Jun-10 | B | Sun Pharma           | 1743-1725 | 1708.0 | 1860.0 | 1742.0 |          | 0.1  | Hold                    | 1-2 weeks | 1740.3 | 1.8  |
| 15-Jun-10 | B | Ballarpur Industries | 31.5-30   | 29.5   | 38.0   | 32.5   | 1-Jul-10 | 4.7  | Premature Profit Booked | 1-2 weeks | 31.1   | 1.5  |

**Table showing annualized returns of Mutual Funds for the week:**

| Absolute Returns As On 09.07.2010              |          |              |             |             |              |
|--|----------|--------------|-------------|-------------|--------------|
| Scheme Name                                    | Base NAV | 1 Week       | 1 Month     | 3 Months    | 1 Year       |
| <b>Equity - Diversified</b>                    |          |              |             |             |              |
| Franklin India High Growth Companies Fund (G)  | 12.53    | 4.58         | 8.84        | -0.11       | 49.75        |
| Reliance Equity Opportunities Fund (G)         | 34.05    | 3.78         | 9.63        | 7.07        | 76.97        |
| JM Mid Cap Fund - (G)                          | 26.45    | 3.74         | 6.84        | 2.08        | 39.12        |
| L&T Midcap Fund (G)                            | 39.20    | 3.48         | 8.35        | 1.92        | 56.86        |
| ICICI Pru Services Industries Fund (G)         | 16.97    | 3.48         | 7.75        | 1.07        | 42.25        |
| <b>Category Average (Simple)</b>               |          | <b>1.99</b>  | <b>6.40</b> | <b>2.35</b> | <b>35.33</b> |
| <b>Balanced Funds</b>                          |          |              |             |             |              |
| LICMF Balanced Fund- (C)                       | 53.73    | 2.69         | 5.18        | -1.03       | 14.54        |
| SBI Magnum NRI Investment Fund-Flexi Asset (G) | 28.14    | 2.38         | 6.00        | -0.56       | 26.09        |
| Principal Child Benefit Fund-Career Builder    | 87.11    | 2.24         | 5.36        | -0.38       | 32.57        |
| UTI-CCP Advantage Fund - (G)                   | 15.91    | 2.13         | 6.73        | 1.88        | 27.94        |
| Baroda Pioneer Balance (G)                     | 26.90    | 1.97         | 5.53        | 1.78        | 21.77        |
| <b>Category Average (Simple)</b>               |          | <b>1.15</b>  | <b>3.72</b> | <b>2.14</b> | <b>22.44</b> |
| <b>Gilt Funds</b>                              |          |              |             |             |              |
| Religare Gilt - Long Duration (G)              | 11.02    | 3.94         | 7.53        | 12.47       | 14.92        |
| Baroda Pioneer Gilt Fund (G)                   | 13.87    | 0.27         | 0.62        | 1.42        | 13.96        |
| IDFC G Sec Fund - STP (G)                      | 13.94    | 0.18         | 0.80        | 1.14        | 2.35         |
| Edelweiss Gilt Fund (G)                        | 10.30    | 0.16         | 0.24        | 1.31        | 3.92         |
| Sahara Gilt Fund (G)                           | 16.53    | 0.10         | 0.41        | 0.95        | 2.95         |
| <b>Category Average (Simple)</b>               |          | <b>-0.05</b> | <b>0.15</b> | <b>1.25</b> | <b>2.21</b>  |
| <b>Income Funds</b>                            |          |              |             |             |              |
| SBI Dynamic Bond Fund (G)                      | 11.17    | 0.69         | 1.00        | 1.42        | 5.54         |
| Baroda Pioneer Income Fund (G)                 | 14.58    | 0.35         | 0.73        | 1.84        | 4.76         |
| Taurus Short Term Income Fund (G)              | 1581.89  | 0.12         | 0.50        | 1.39        | 3.33         |
| Tata Fixed Income Portfolio - Sch - B2 (G)     | 11.70    | 0.12         | 0.46        | 0.96        | 2.80         |
| Religare Active Income - Inst (G)              | 10.06    | 0.12         | 0.51        | -0.22       | 3.79         |
| <b>Category Average (Simple)</b>               |          | <b>0.00</b>  | <b>0.28</b> | <b>1.37</b> | <b>3.28</b>  |
| <b>Liquid Funds</b>                            |          |              |             |             |              |
| Fortis Overnight Fund - Inst (G)               | 14.29    | 0.15         | 0.48        | 1.41        | 5.18         |
| JPMorgan India Liquid Fund - Super Inst (G)    | 12.07    | 0.12         | 0.50        | 1.37        | 4.59         |
| Kotak Liquid - Inst Premium Plan (G)           | 18.92    | 0.12         | 0.45        | 1.24        | 4.57         |
| DWS Insta Cash Plus Fund Super Inst (G)        | 12.11    | 0.11         | 0.47        | 1.28        | 4.51         |
| Quantum Liquid Fund (G)                        | 13.27    | 0.11         | 0.46        | 1.24        | 4.11         |
| <b>Category Average (Simple)</b>               |          | <b>0.09</b>  | <b>0.37</b> | <b>1.05</b> | <b>3.40</b>  |
| <b>Short Term Income Funds</b>                 |          |              |             |             |              |
| IDFC Saving Advantage Fund - Plan A (G)        | 1313.92  | 0.11         | 0.48        | 1.47        | 4.54         |
| Bharti AXA Short Term Income - Inst (G)        | 10.60    | 0.11         | 0.50        | 1.47        | 4.17         |
| DWS Cash Opportunities Fund - Inst (G)         | 11.97    | 0.11         | 0.47        | 1.33        | 5.14         |
| Fortis Short Term Income - Inst (G)            | 10.68    | 0.11         | 0.44        | 1.30        | 5.32         |
| DSP BR Short Term Fund (G)                     | 15.98    | 0.11         | 0.44        | 1.27        | 4.61         |
| <b>Category Average (Simple)</b>               |          | <b>0.05</b>  | <b>0.33</b> | <b>1.18</b> | <b>3.69</b>  |

## Nifty Spot with Nifty Near Month Fut and Nifty Fut OI



### Market Wrap & Outlook

Markets closed with gains for the second consecutive day. The rally was led by positive global cues. Traders were however seen building shorts as Nifty Fut OI increased by 18,811 contracts and the premium on Nifty July Fut narrowed to 1.6pts from 12.6pts in the previous session. FIIs were seen helping the rally as they were net buyers to the tune of 39,698 contracts in the index fut segment. Nifty IV dipped to 18.3% while Nifty OI PCR climbed to 1.41. In the index option segment, call writing was seen in the 5400-5600 strikes. Put writing was seen in the 5300-5200 strikes.

Coming to the stock fut segment, fresh longs were seen in Idea, DCHL, Bharti and Hexaware. Shorts were built in Glaxo, ITC, NTPC and Sun Pharma. With the Singapore Nifty trading marginally higher, we too could open on a positive note. Traders will need to watch if the Nifty can hold above the 5320 supports for the current uptrend to continue.

### Strategy for the day

| Scrip | Strategy | Entry At | Stop Loss | Target |
|-------|----------|----------|-----------|--------|
|       |          |          |           |        |

### Nifty Synopsis

| Nifty Index | 9-Jul-10 | 8-Jul-10  | 7-Jul-10  | 2-Jul-10  | 11-Jun-10 | Last Expiry | Chg (T -(T-1)) | Chg (T -(T-1)) % |
|-------------|----------|-----------|-----------|-----------|-----------|-------------|----------------|------------------|
| Nifty       | 5,352.45 | 5,296.85  | 5,241.10  | 5,237.10  | 5,119.35  | 5,320.60    | 55.60          | 1.05             |
| Near Basis  | 1.60     | 12.60     | 6.60      | 13.75     | -2.50     | -0.05       | -11.00         | -87.30           |
| C-o-C       | 0.55     | 4.13      | 2.09      | 3.55      | -1.37     | -0.74       | -3.80          | -87.43           |
| Fut(OI)*    | 662,854  | 644,043   | 685,475   | 671,856   | 635,070   | 603,989     | 18,811         | 2.92             |
| Fut(Vol)*   | 333,594  | 391,481   | 417,391   | 429,776   | 474,500   | 915,987     | -57,887        | -14.79           |
| Fut(Vol)**  | 8,927.28 | 10,413.73 | 10,977.04 | 11,313.11 | 12,139.62 | 24,388.20   | -1,486.45      | -14.27           |
| OI/Vol      | 1.99     | 1.65      | 1.64      | 1.56      | 1.34      | 0.66        | 0.34           | 20.78            |

\* - contracts    \*\* - Crores

### Nifty Sentiment Indicators

| Indicator | 9-Jul-10 | 8-Jul-10 | 7-Jul-10 | 2-Jul-10 | 11-Jun-10 | Last Expiry | Chg (T -(T-1)) | Chg (T -(T-1)) % |
|-----------|----------|----------|----------|----------|-----------|-------------|----------------|------------------|
| PCR OI    | 1.41     | 1.39     | 1.38     | 1.39     | 1.56      | 1.28        | 0.02           | 1.48             |
| PCR Vol   | 0.96     | 1.06     | 1.03     | 1.01     | 1.22      | 1.07        | -0.10          | -9.73            |
| IV Call   | 15.90    | 16.72    | 17.68    | 17.59    | 19.63     | 16.44       | -0.82          | -4.93            |
| IV Put    | 20.66    | 21.53    | 21.95    | 21.92    | 26.76     | 21.74       | -0.87          | -4.03            |
| Hist.Vot  | 16.65    | 16.72    | 15.56    | 17.08    | 22.23     | 11.95       | -0.07          | -0.42            |

### Market Snapshot

| Indicator     | 9-Jul-10  | 8-Jul-10  | 7-Jul-10  | 2-Jul-10  | 11-Jun-10 | Last Expiry | Chg (T -(T-1)) | Chg (T -(T-1)) % |
|---------------|-----------|-----------|-----------|-----------|-----------|-------------|----------------|------------------|
| Vol(Contract) | 682,597   | 539,547   | 561,573   | 585,548   | 621,337   | 1,325,862   | 143,050        | 26.51            |
| Vol(Crs)      | 19,666.17 | 15,688.33 | 15,765.84 | 16,615.36 | 18,345.58 | 38,194.33   | 3,977.85       | 25.36            |
| OI(Contract)  | 1,656,177 | 1,620,935 | 1,615,341 | 1,557,564 | 1,538,294 | 1,153,809   | 35,242         | 2.17             |
| OI(Crs)       | 45,450.45 | 43,995.11 | 43,347.39 | 41,625.15 | 41,634.15 | 33,270.24   | 1,455.34       | 3.31             |
| PCR(OI)       | 0.31      | 0.29      | 0.27      | 0.30      | 0.40      | 0.34        | 0.02           | 7.41             |
| PCR(Vol)      | 0.27      | 0.28      | 0.23      | 0.26      | 0.40      | 0.36        | -0.01          | -2.32            |

**Institutional Flows (Rs.Crs.) as On 09-07-2010**

|           | FII       |           |           |           |          | Mutual Fund |
|-----------|-----------|-----------|-----------|-----------|----------|-------------|
|           | Index Fut | Stock Fut | Index Opt | Stock Opt | Cash     | Cash        |
| Buy       | 2,547.05  | 922.30    | 4,630.99  | 90.99     | 2,552.40 | 421.90      |
| Sell      | 1,092.17  | 476.23    | 4,544.27  | 102.52    | 1,361.50 | 420.50      |
| Net       | 1,454.88  | 446.07    | 86.72     | -11.53    | 1,190.90 | 1.40        |
| OI        | 16,719.48 | 29,612.57 | 49,538.29 | 1,308.96  | -        | -           |
| Chg In OI | -1,401.05 | 350.11    | 959.41    | 57.83     | -        | -           |

**Vol and OI Analysis**

| Vol Breakup | 9-Jul-10  | 8-Jul-10  | 7-Jul-10  | 2-Jul-10  | 11-Jun-1  | Last Expiry | Chg (T-(T-1)) | Chg (T-(T-1)) % |
|-------------|-----------|-----------|-----------|-----------|-----------|-------------|---------------|-----------------|
| Index Fut   | 10,545.81 | 12,192.37 | 12,771.21 | 12,914.68 | 14,080.50 | 27,594.53   | -1,646.56     | -13.50          |
| Stock Fut   | 16,122.45 | 13,128.42 | 13,377.37 | 13,996.68 | 15,015.49 | 34,580.67   | 2,994.03      | 22.81           |
| Index Opt   | 35,972.50 | 43,397.40 | 40,455.48 | 35,069.76 | 55,695.19 | 88,233.58   | -7,424.91     | -17.11          |
| Stock Opt   | 3,543.72  | 2,559.91  | 2,388.48  | 2,618.68  | 3,330.09  | 3,613.66    | 983.82        | 38.43           |
| Total       | 66,184.48 | 71,278.10 | 68,992.54 | 64,599.80 | 88,121.27 | 154,022.44  | -5,093.62     | 30.62           |

| OI Breakup (In cr.) | 9-Jul-10   | 8-Jul-10   | 7-Jul-10   | 2-Jul-10   | 11-Jun-10  | Last Expiry | Chg (T-(T-1)) | Chg (T-(T-1)) % |
|---------------------|------------|------------|------------|------------|------------|-------------|---------------|-----------------|
| Index Fut           | 20,311.87  | 19,323.34  | 20,171.68  | 19,951.48  | 18,412.49  | 18,598.05   | 988.53        | 5.12            |
| Stock Fut           | 37,977.16  | 36,902.00  | 36,462.77  | 35,527.02  | 34,722.92  | 31,133.78   | 1,075.16      | 2.91            |
| Index Opt           | 61,905.58  | 60,095.73  | 60,241.42  | 54,600.80  | 62,733.87  | 34,077.77   | 1,809.85      | 3.01            |
| Stock Opt           | 7,473.29   | 7,093.11   | 6,884.62   | 6,098.13   | 6,911.23   | 2,136.47    | 380.19        | 5.36            |
| Total               | 127,667.90 | 123,414.18 | 123,760.49 | 116,177.43 | 122,780.50 | 85,946.07   | 4,253.72      | 16.40           |

**Stocks With Positive Bias**

| Scrip      | Price % Chg | OI % Chg | Vol % Chg | DelVol % Chg |
|------------|-------------|----------|-----------|--------------|
| IDEA       | 12.86       | 17.44    | 2,290.65  | 2,042.47     |
| DCHL       | 11.99       | 65.77    | 1,480.35  | 1,632.94     |
| BHARTIARTL | 9.86        | 6.71     | 692.48    | 499.15       |
| HEXAWARE   | 6.34        | 45.06    | 451.40    | 397.94       |

**Stocks With Negative Bias**

| Scrip     | Price % Chg | OI % Chg | Vol % Chg | DelVol % Chg |
|-----------|-------------|----------|-----------|--------------|
| GLAXO     | -1.27       | 1.71     | 50.67     | 244.82       |
| ITC       | -0.92       | 3.27     | 8.76      | 20.16        |
| NTPC      | -0.60       | 3.71     | 77.25     | 53.85        |
| SUNPHARMA | -0.59       | 3.25     | 53.26     | 207.34       |

**Highest C-O-C**

| Scrip    | Cash     | Futures  | C-O-C% |
|----------|----------|----------|--------|
| BOSCHLTD | 5,742.55 | 5,795.95 | 16.97  |
| PATELENG | 432.20   | 436.15   | 16.68  |
| FORTIS   | 153.15   | 154.50   | 16.09  |
| TTML     | 22.85    | 23.05    | 15.97  |

**Lowest C-O-C**

| Scrip      | Cash   | Futures | C-O-C% |
|------------|--------|---------|--------|
| ORCHIDCHEM | 182.85 | 173.30  | -95.32 |
| GESHIP     | 300.30 | 293.85  | -39.20 |
| ASHOKLEY   | 69.55  | 68.20   | -35.42 |
| IDBI       | 123.35 | 121.05  | -34.03 |

**Most Active Nifty Options (Contracts)**
**Call Options**

| Strike | Vol     | OI      | Chg In OI |
|--------|---------|---------|-----------|
| 5,500  | 124,247 | 186,356 | 1,898     |
| 5,400  | 215,529 | 152,861 | 5,502     |
| 5,600  | 62,744  | 127,103 | 11,540    |

**Put Options**

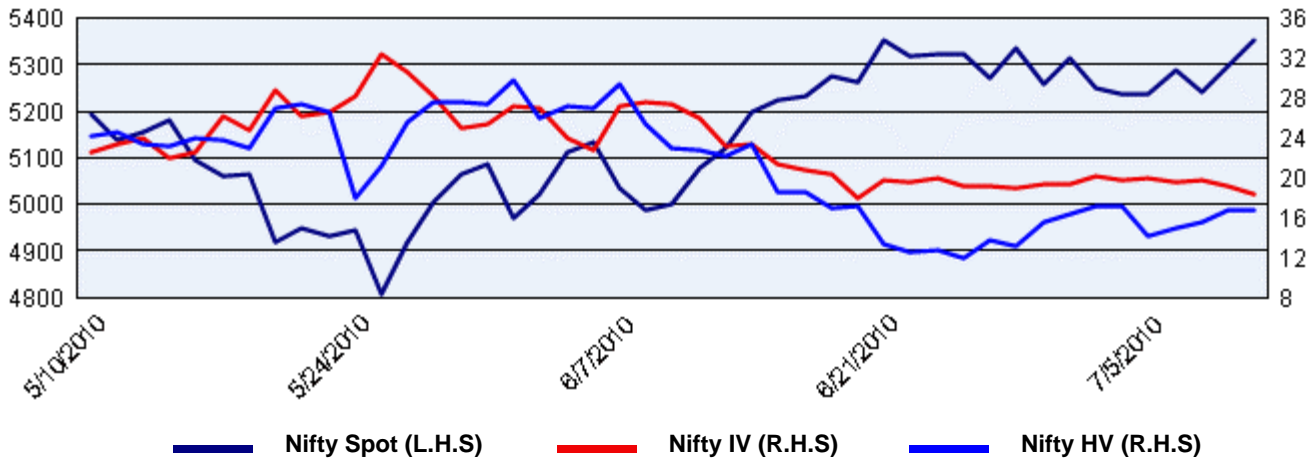
| Strike | Vol     | OI      | Chg In OI |
|--------|---------|---------|-----------|
| 5,200  | 109,192 | 175,138 | 2,641     |
| 5,000  | 60,532  | 155,078 | 2,555     |
| 5,300  | 170,836 | 141,556 | 25,681    |

**Most Active Stock Options (Contracts)**
**Call Options**

| Scrip  | Strike | Vol   | OI    | Chg In OI |
|--------|--------|-------|-------|-----------|
| IFCI   | 60     | 3,243 | 3,632 | 6         |
| SUZLON | 60     | 939   | 3,153 | 93        |
| RNRL   | 50     | 799   | 1,964 | 113       |

**Put Options**

| Scrip   | Strike | Vol | OI    | Chg In OI |
|---------|--------|-----|-------|-----------|
| UNITECH | 70     | 400 | 1,004 | 105       |
| SUZLON  | 60     | 58  | 815   | 13        |
| IFCI    | 55     | 347 | 599   | 35        |

**Nifty Spot with IV and HV**

**Most Active Near Month Futures**

| Scrip    | OI     | Chg In OI(%) |
|----------|--------|--------------|
| IFCI     | 22,670 | -0.75        |
| SUZLON   | 20,647 | -0.06        |
| UNITECH  | 12,822 | 5.43         |
| ISPATIND | 7,136  | 1.33         |
| GTILNFRA | 4,588  | 1.01         |

**Above Average Deliveries**

| Scrip      | Price    | % Chg | %Del  | 5DMA  |
|------------|----------|-------|-------|-------|
| SAMRUDDHI  | 478.50   | -0.04 | 90.59 | 85.37 |
| ASIANPAINT | 2,384.25 | 1.44  | 86.25 | 67.48 |
| DIVISLAB   | 758.25   | -0.34 | 82.79 | 62.26 |
| GRASIM     | 1,890.30 | 1.49  | 82.70 | 78.69 |
| CANBK      | 467.10   | 0.75  | 81.74 | 58.16 |

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**Primer of terms used:** Open Interest (OI) - The total number of futures and/or options contracts that are open, undelivered or unsettled on a particular day. Basis - The difference between the futures price and the spot price of the underlying expressed in terms of basis points i.e. bps. Put Call Ratio (PCR) - The ratio of the trading volume or OI of put options to call options. A high volume of puts compared to calls indicates a bearish sentiment in the market and vice-versa. Cost of Carry (CoC) - It explains the relationship between the futures price and the spot price. It can be defined as interest + storage cost - income earned. It is calculated as an annualised percentage. Implied Volatility (IV) - Implied volatility (IV) measures the market's expected best guess of future volatility of the underlying. It is calculated using the market price of an option, along with other inputs used in price models, and then solving for volatility. Historical Volatility (HV) - The realized volatility of the underlying over a given time period. It can be calculated simply by taking the past prices and price changes (from close to close), then taking an average of those price changes in percentage terms over a period of time, and subtracting the daily percentage price changes from this average change to derive deviations from the daily average change for a period. Moving Average - The average price of a security over a specified time period (the most common being 5, 13, 34, 89 and 200 days), used in order to spot pricing trends by flattening out large fluctuations."

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