

Broad Indicators	
Sensex	
19906.41	+242.77
Nifty	
6024.05	+72.75
Rs./\$	
54.50	-0.26
NYMEX Crude (\$/bbl)*	
94.04	-0.10
Call Rate	
7.86	
10-Year G-Sec	
7.80	
Technical	
Sensex	
Spot	19906
Support 1	19850
Support 2	19721
Resistance 1	19979
Resistance 2	20108
Nifty	
Spot	6024
Support 1	6007
Support 2	5968
Resistance 1	6046
Resistance 2	6085
Global Markets	
Nikkei	
10940.30	+138.71
Kospi	
1993.47	-14.11
Hang Seng	
23439.80	+26.52
FTSE 100	
6107.86	-13.72
Dow Jones	
13507.30	+18.89
Nasdaq	
3117.50	-8.13
* - Bloomberg – 8.00 am	

Corporate News:

- GVK has informed the stock exchanges that it has terminated an agreement it had with the NHAI. The project, awarded to GVK in Jan last year, was to convert the Shivpuri Dewas section of National Highway 3 into four lanes, involving 1,330 lane km, the biggest in the company's transportation portfolio. Besides this one, the company has 3 projects — Jaipur- Kishangad, DeoliKota and Bagodara- Vasad. The clause 34.8, according to media, says a concessionaire or developer of a project can terminate the agreement if the nodal agency does not demonstrate enough initiative to fulfill responsibilities that are part of the agreement. Some of NHAI's responsibilities include securing the land required and obtaining approvals, such as the environmental and forest clearances. This is the 2nd project where an infra major has exited lately. Recently, GMR Infra took the same stand and terminated a contract with NHAI to build a high-way connecting Kishangarh, Udaipur and Ahmedabad.
- TCS has come out with Q3FY13 numbers and has exceeded market expectation. Topline has grown 2.86% Q/Q to Rs 160.7 Bn while operating profit grew 5% Q/Q to Rs 46.60 Bn. Operating margin has improved by 60bps Q/Q. Net profit for the quarter stood at Rs 35.49 Bn(3.34% Q/Q. In geographic term Latin America and India grew in double digit . Among mature market US and UK led the growth story. BFSI segment followed by Energy and Utilities have been top performers. Management has declared interim dividend of Rs.3 per share of face value of Rs 1. **AT CMP of Rs 1334, the stock is trading at 19x FY13E Consensus earnings and 17.3X FY14E Consensus earning and leaves room for upside potential when compared to peers.**

Economy:

- In a breather to FIIs, especially those coming via Mauritius, the government deferred the controversial General Anti- Avoidance Rules (GAAR) by 2yrs, making the norms effective from the 2016 - 17 assessment year. **The Parthasarathi Shome committee had recommended that GAAR be pushed 3 yrs further. All other major recommendations of the panel were accepted, with some deviations. The finance ministry said GAAR would override the double- taxation avoidance agreement if an arrangement was solely aimed at avoiding taxes but experts said those coming under Indo- Singapore tax treaty and having tax residency certificates from Mauritius would escape GAAR. It would, however, not be invoked on those investing in stock markets through participatory notes. The GAAR decision would clear the air on taxes, helping Finance Minister P Chidambaram reassure investors on the state of the Indian economy.**
- India, Pakistan and Sri Lanka, are expected to stand out with higher fiscal deficit levels in 2013 while most countries in the Asia- Pacific will show improvement on this profile, according to rating agency Moody's. **With the ongoing fiscal consolidation efforts, it said the median fiscal deficit for the region was likely to improve to 2.6% GDP from 2.8% in 2012. The ratio had shot up to 3.9% of GDP for the region in 2009, at the height of the global financial crisis. India, Pakistan, Sri Lanka and Japan are all expected to maintain fiscal deficits around double the regions median. Also, their general government debt levels might stay in excess of 60% of GDP, says Moody's. On India, it said fiscal improvement would depend on the extent to which GDP growth revived and yielded higher tax revenue. A stable investor base of domestic financial institutions and restrictions on capital investment abroad ensure availability of domestic funding for government debt, it said. Moody's rating for India's government bonds is Baa3. The outlook is negative. For the Asia- Pacific, the improvement in deficit levels and robust nominal GDP growth will help maintain the downward trajectory of general government debt. This is expected to decline from a median of 42.7 per cent of GDP in 2011 to 40 per cent by end-2013.**

(Source of all news from leading dailies)

Economic Calendar:

Country	Event	Month	Survey	Actual	Prior
Japan	Japan Money Stock M3 YoY	Dec	0.019	--	0.019
Germany	Consumer Price Index (YoY)	Dec F	0.021	--	0.021
Germany	GDP (YoY) NSA	2012	0.008	--	0.03
UK	CPI (YoY)	Dec	0.027	--	0.027
US	Empire Manufacturing	Jan	0	--	-8.1

Nifty				Sensex			
Top Gainers		Top Losers		Top Gainers		Top Losers	
DLF		Maruti		ONGC		Maruti	
247.20	+7.27%	1539.10	-1.67%	304.50	+4.28%	1539.05	-1.72%
ONGC		Lupin		Infosys		Cipla	
305.25	+4.41%	579.10	-1.46%	2807.25	+3.49%	416.20	-1.23%
HCL Tech		Cipla		Jindal Steel		Bajaj-Auto	
672.80	+4.33%	416.30	-1.23%	446.55	+3.34%	2092.80	-1.14%
Infosys		Bajaj-Auto		TCS		Tata Motors	
2806.50	+3.48%	2093.35	-1.17%	1334.30	+2.14%	328.00	-0.65%
Jindal Steel		Power Grid		HDFC		M&M	
446.85	+3.44%	112.05	-0.97%	825.20	+1.93%	935.25	-0.64%

INDSEC Rating Distribution

BUY : Expected total return of over 25% within the next 12 months.

ACCUMULATE : Expected total return between 10 to 25% within the next 12 months.

REDUCE : Expected total return below 10% within the next 12 months.

SELL : Expected total return is below the market return within the next 12 months.

NEUTRAL: No investment opinion on the stock under review.

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