

DAILY | FUNDAMENTAL



OUR REPORTS

Fundamental

- Company Report
- Sector Report
- Theme Based Report

Daily & Weekly

- Fundamental Market Update
- Technical Market Update
- Derivative Market Update
- Currency Report
- Debt Mutual Fund Report

Monthly

- India Strategy Report
- IIP Report
- Auto Sector Update
- Cement Sector Update
- Metal Sector Update
- Telecom Sector Update
- Insurance and Mutual Fund Report
- Inflation Report
- Exports-Imports Report

Quarterly

- India and Global Strategy Report
- India Economy Report
- Company Result Expectation
- Company Result Analysis

Others

- Event Based Report
- RBI Monetary Review Report
- Annual Budget Expectation Report
- Annual Budget Review Report

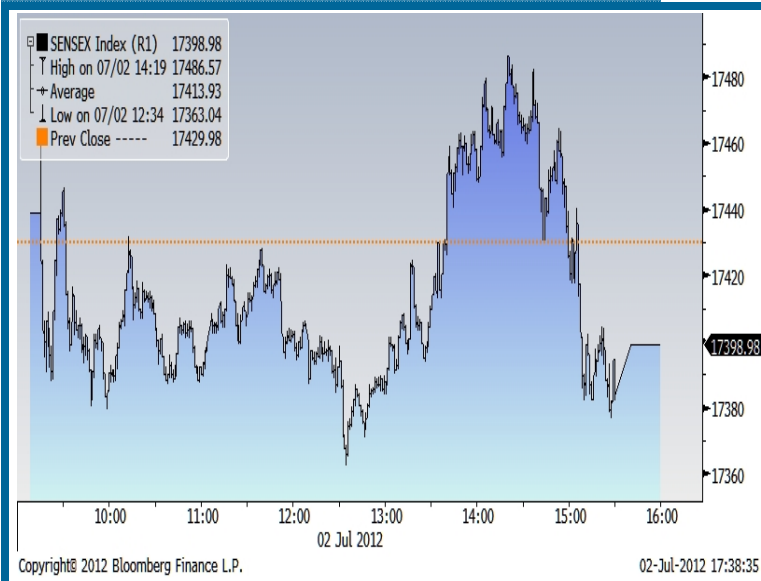
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MARKET UPDATE

INTRA DAY CHART OF SENSEX



Indian equities ended the volatile day on a flat note.

Nifty closed at 5278.60 down by 0.30 points or 0.01percent over the previous day closing 5278.90, after witnessing a low of 5263.35 and a high of 5302.15. Sensex closed at 17398.98 up by 31.00 points or 0.18percent over the previous day closing of 16967.76. It touched an intraday low of 17363.04 and high of 17486.57.

The markets' breadth was positive. Out of 2948 stocks traded, 1807 stocks advanced, 1033 stocks declined and 108 stocks remained unchanged. In Sensex, Out of 30 stocks 16 stocks advanced 13 stocks declined and 01 stock remain unchanged.

Among the sectors, BSE FMCG, BSE Auto and BSE IT were the main losers of the day, which decreased by 2.08percent, 0.56percent and 0.27percent respectively.

In BSE FMCG sector, ITC, HUL and Colgate Palmolive decreased by 3.42percent, 1.61percent and 1.08percent respectively. In BSE Auto sector Cummins India, Ashok Leyland and Tata Motors declined by 2.33percent, 2.00 percent and 1.53 percent respectively. In BSE IT sector TCS, Hexaware Tech, and Mphasis, decreased by 1.36 percent, 0.59 percent and 0.59 percent respectively.

MARKET TURNOVER (Rs.Cr)

| NAME | LAST | PREVIOUS DAY |
|----------|-----------|--------------|
| NSE CASH | 11322.10 | 8002.48 |
| NSE F&O | 213032.69 | 148134.39 |

NIFTY TOP TURNOVERS

| COMPANY | LAST PRICE | SHARE TRADED | TOTAL TURNOVER (Rs. Cr) |
|-----------|------------|--------------|-------------------------|
| SBIN | 2178.10 | 2362836 | 514.31 |
| ICICIBANK | 891.50 | 4684227 | 418.20 |
| ADANIEN | 233.85 | 15123115 | 345.74 |
| ITC | 248.00 | 9825212 | 249.82 |
| CAIRN | 313.30 | 7111569 | 222.65 |

NIFTY TOP GAINERS

| COMPANY | LAST PRICE | CHANGE | % CHANGE |
|------------|------------|--------|----------|
| ACC | 1318.50 | 50.45 | 2.74 |
| DLF | 204.55 | 6.00 | 1.49 |
| GRASIM | 2697.85 | 56.95 | 1.49 |
| HDFCBANK | 575.00 | 11.45 | 1.31 |
| BHARTIARTL | 310.95 | 5.90 | 1.23 |

NIFTY TOP LOSERS

| COMPANY | LAST PRICE | CHANGE | % CHANGE |
|------------|------------|--------|----------|
| ITC | 248.00 | 10.90 | (4.21) |
| JINDALSTEL | 454.30 | 16.05 | (3.41) |
| HEROMOTOCO | 2108.00 | 41.40 | (1.93) |
| TATAMOTORS | 237.80 | 4.65 | (1.92) |
| HUL | 446.60 | 7.90 | (1.74) |

OUTLOOK

Indian markets closed on a strong footing which were in line with our expectations. With positive vibes from the PM and FM on GAAR and other economic policy, backed by strong global markets towards weekend helped gain in Indian markets. The EU concluded their 2-day meeting with euro-zone leaders agreeing to relax conditions for recapitalizing lenders amid speculation China may do more to help economy grow faster. Cement, Auto and Metal production data and the news-flow on monsoons may hog the limelight during the week, and so shall policy measures from the government. We recommend to BUY M&M, Andhra Bank, Godrej Ind. with trading perspective and Cummins India, Indian Hotels, and IL&FS Transportation with long term investment perspective. We may also BUY on DIPS only L&T, Exide, Castrol, LICHF, TCS.

DOMESTIC INDICES

| NAME | LAST PRICE | CHANGE | % CHANGE |
|----------------------|------------|--------|----------|
| SENSEX | 17398.98 | -31.00 | (0.17) |
| NIFTY | 5278.60 | -0.30 | (0.005) |
| BSE MID-CAP | 6209.24 | 55.52 | 0.90 |
| BSE SMALL-CAP | 6615.29 | 71.54 | 1.09 |
| NSE CNX MIDCAP INDEX | 7423.20 | 71.40 | 0.97 |

SECTORAL INDICES

| NAME | LAST PRICE | CHANGE | % CHANGE |
|-------------------|------------|---------|----------|
| AUTO | 9405.41 | -52.50 | (0.55) |
| CAPITAL GOODS | 10085.78 | 60.43 | 0.60 |
| FMCG | 4887.95 | -104.08 | (2.08) |
| METAL | 10850.84 | 65.46 | 0.60 |
| OIL & GAS | 8094.99 | 19.32 | 0.24 |
| HEALTHCARE | 6905.04 | 21.15 | 0.30 |
| POWER | 2000.56 | 13.00 | 0.65 |
| REALTY | 1706.61 | 38.74 | 2.32 |
| CONSUMER DURABLES | 6285.65 | 76.82 | 1.23 |
| BANK | 11987.67 | 78.96 | 0.66 |
| IT | 5749.48 | -15.68 | (0.27) |

GLOBAL INDICES

| NAME | LAST PRICE | CHANGE | % CHANGE |
|--------------------------|------------|---------|----------|
| DOW JONES | 12880.09 | 277.83 | 2.20 |
| NASDAQ | 2935.05 | 85.56 | 3.00 |
| S&P 500 | 1362.16 | 33.12 | 2.49 |
| FTSE | 5613.56 | 42.71 | 0.76 |
| CAC | 3248.89 | 52.26 | 1.63 |
| DAX | 6504.26 | 87.72 | 1.37 |
| MEXICO BOLSA | 40199.55 | 561.89 | 1.41 |
| BRAZIL BOVESPA | 54354.63 | 1702.38 | 3.23 |
| RUSSIAN RTS | 1358.11 | 7.55 | 0.56 |
| NIKKEI 225 | 9003.48 | -3.30 | (0.03) |
| HANG SENG | 19441.46 | 416.19 | 2.18 |
| TAIWAN TAIEX | 7345.16 | 48.88 | 0.67 |
| SHANGHAI | 2226.11 | 0.68 | 0.03 |
| KOSPI | 1851.65 | -2.36 | (0.12) |
| FTSE BURSA MALAYSIA KLCI | 1600.85 | 1.70 | 0.10 |
| JAKARTA COMPOSITE | 3991.54 | 35.96 | 0.91 |
| PSEI - PHILIPPINE SE | 5300.24 | 53.83 | 1.02 |
| STOCK EXCH OF THAI | 1188.74 | 16.63 | 1.41 |

INDUSTRIAL METALS & ENERGY MARKETS

| NAME | LAST PRICE | CHANGE | % CHANGE |
|-------------------------|------------|--------|----------|
| COPPER (USD/T) | 7625.00 | -55.00 | (0.78) |
| ALUMINUM (USD/T) | 1899.00 | -12.00 | (0.62) |
| ZINC (USD/T) | 1872.00 | -3.25 | (0.26) |
| LEAD (USD/T) | 1867.50 | 6.50 | 0.35 |
| OIL (USD/BBL) | 83.70 | -1.26 | (1.48) |
| NATURAL GAS (USD/MMBTU) | 2.77 | -0.05 | (1.88) |

PRECIOUS METALS

| NAME | LAST PRICE | CHANGE | % CHANGE |
|-----------------|------------|--------|----------|
| GOLD (USD/OZ) | 1588.60 | -8.85 | (0.55) |
| SILVER (USD/OZ) | 27.29 | -0.18 | (0.66) |

INDUSTRY INDICES

| NAME | LAST PRICE | CHANGE | % CHANGE |
|--------------------------|------------|--------|----------|
| BALTIC DRY INDEX | 1004.00 | 10.00 | 1.00 |
| BBG WORLD IRON/STEEL IDX | 179.34 | 0.87 | 0.48 |

CURRENCIES

| NAME | LAST PRICE | CHANGE | % CHANGE |
|---------|------------|--------|----------|
| USD-INR | 55.42 | -0.21 | (0.37) |
| EUR-INR | 69.97 | -0.12 | (0.17) |
| GBP-INR | 86.86 | -0.03 | (0.03) |
| INR-JPY | 1.43 | -0.004 | (0.27) |

INSTITUTIONAL FLOW IN Cr (29/06/2012)

| INSTRUMENT | PURCHASE | SALE | NET |
|------------|----------|---------|----------|
| FII (P) | 4033.60 | 4728.50 | (694.90) |
| DII | 1532.57 | 1783.28 | (250.71) |

FII DERIVATIVE SEGMENT IN Cr (29/06/2012)

| INSTRUMENT | PURCHASE | SALE | NET |
|--------------|----------|----------|----------|
| INDEX FUTURE | 3077.63 | 1509.29 | 1568.34 |
| INDEX OPTION | 11951.88 | 10576.20 | 1375.67 |
| STOCK FUTURE | 1156.96 | 1998.33 | (841.37) |
| STOCK OPTION | 728.35 | 670.92 | 57.43 |

BULK & BLOCK DEALS

http://www.bseindia.com/mktlive/market_summ/bulk_deals.asp

http://www.bseindia.com/mktlive/market_summ/block_deals.asp

- ◆ The dismal trend in car sales continued in June on the back of negative market sentiment. Demand is believed to be subdued given the combination of high interest rates, petrol prices and policy uncertainty over diesel cars. Tata Motors, the third largest player, posted a 22 per cent drop in sales for the month to 17,244 units. While sales of the Nano compact were up 3 per cent (5,605 units), those of the Indica range fell 35 per cent to 5,332 units. The Indigo range saw an even sharper dip of 46 per cent (2,658 units), while sales of utility vehicles (Sumo/ Safari/ Aria/Venture) were up 5 per cent (3,649 units).
- ◆ In the midst of a slowdown in the economy, Hindalco Industries, Aditya Birlas flagship firm, is on an aggressive drive to raise funds for what is its biggest greenfield project in Odisha. The countrys largest non-ferrous metals producer plans to tap about INR9,000 crore for the project, which is being re-configured mirroring the ambitions of its peer, Anil Agarwals Vedanta Aluminum. If completed, this proposed exercise would also make the current fiscal one of the most hectic fund raising schedules for Hindalco as the company only last week completed a INR1,500 crore bond issue, in addition to raising 3,000 crore through a similar instrument in April. It is planning to raise up to INR9,000 crore for the (Aditya) project and are still deciding on the route, whether it will be a bank term borrowing or any other instrument, said one of the company officials directly involved in the exercise. Hindalco senior executives are scheduled to announce their plans at an investor meet later this week. The fund-raising plan will likely affirm talks that Hindalco has revamped the project size to compete with Vedanta Aluminum which already operates a 1 million tonne alumina refinery and a 0.5 million tonne smelter in Odisha and has recently made efforts to acquire a bauxite mine in the state. Earlier, Hindalco said it would build a 0.36 million tonne aluminum smelter along with a 1 million tonne alumina refinery. The revised size includes a 0.72 million tonne smelter to be completed in phases. The company has applied to the Odisha state government for approval. Hindalco has been pursuing a clear strategy of dominating the primary aluminum space through its operations in India while allowing its international subsidiary, Novelis, to focus on making high value products. Vedanta Aluminum, which had to earlier scale down its refinery expansion plans after the government shot down the proposal on environmental grounds, is now going full steam in Odisha after it received shareholder approval for a mega merger that brings together all metal operations of the group. Vedanta Aluminum has also acquired a 25% stake in a bauxite mine promoted by engineering major Larsen & Toubro to lower its production cost. More than anything else, it would be interesting to see Hindalco's plans on bauxite and coal linkages for the project, said Jagdish Agarwal, senior research analyst with Emkay Global. Currently their bauxite supplies are in line with a 360,000-tonne smelter. Coal is also a major issue.
- ◆ The pricing of gas produced from coal bed methane (CBM) blocks by explorers such as Essar Oil and Reliance Industries Ltd continues to hang in limbo. According to Essar Oil, the discovered price for gas flowing from its CBM block in West Bengal is \$4.2/mmBtu (well head). Reliance Industries has arrived at a price of about \$13/mmBtu. Though both have followed the same mechanism to arrive at the price there is a huge differential in the end prices. The Petroleum Ministry is in the process of preparing a note for the Committee of Secretaries (CoS) that would look into the issue. In September 2011, Essar Oil submitted a proposal for pricing of gas produced from blocks – SP (West)-CBM-2001/1 and SP (East) – CBM-2001/1. In February Reliance submitted its request for pricing of CBM gas from its block in Madhya Pradesh. Great Eastern Energy Corporation Ltd (GEECL) is the only explorer that is commercially selling gas produced from a CBM block. The Petroleum Ministry has approved a minimum well-head price for GEECL at \$6.79/mmBtu. However, the delivery cost would differ from one customer to another depending on transportation and other charges. The rights to decide on the pricing of gas produced from CBM blocks is with the Petroleum Ministry. However, the Ministry is said to have referred this decision to the Empowered Group of Ministers (eGoM), say industry experts. Currently, the eGoM takes the call for gas price produced from blocks auctioned under New Exploration and Licensing Programme (NELP).
- ◆ Steel Authority of India (SAIL) will invest INR3,000 crore to quadruple capacity of its Gua iron ore mine in Jharkhand to 10 million tonnes per annum (mtpa) and put up a four mtpa pelletisation plant.

CORPORATE ACTION
BONUS / RIGHTS / STOCK SPLIT / ADR & GDR / FCCB / M&A / WARRANTS ETC.

| COMPANY | RECORD DATE | Ex-DATE | DETAILS |
|------------|-------------|------------|------------------------|
| TIRUMALCHM | | 03/07/2012 | ANNUAL GENERAL MEETING |

OTHER EVENTS

- ♦ U.S. factory data for the month ended June,2012 .

- Investment Banking
- Equity, Commodity & Currency Broking
- Wealth Management
- Insurance Broking
- Club Kautilya
- prpsolutions.com



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