



Broad Indicators	
Sensex	
19426.71	-18.13
Nifty	
5905.10	-3.25
Rs./\$	
55.00	+0.22
NYMEX Crude (\$/bbl)*	
91.82	-
Call Rate	
8.04	
10-Year G-Sec	
8.05	
Technical	
Sensex	
Spot	19427
Support 1	19380
Support 2	19255
Resistance 1	19505
Resistance 2	19633
Nifty	
Spot	5905
Support 1	5891
Support 2	5853
Resistance 1	5929
Resistance 2	5968
Nikkei	
10395.20	-
Kospi	
1997.05	-
Hang Seng	
22656.90	-
FTSE 100	
5897.81	-27.56
Dow Jones	
13104.10	+166.03
Nasdaq	
3019.51	+59.20
* - Bloomberg – 8.00 am	

Corporate News:

- The govt has offered 17 coal blocks with 8,500mn tn of reserves to state-run power and mining corporations. The allocation of coal blocks will take place after over 4 yrs since the government introduced competitive bidding method for coal blocks allocation. Of the 17 coal blocks, 14 have been earmarked for power companies and 3 for mining corporations. Applications, seeking allotment of coal blocks, will have to be submitted by January 30, 2013. The govt had earlier allotted coal blocks to companies through a screening committee, which according to the CAG led to a loss of nearly Rs.1.86tn to the exchequer.
- Sintex Ind raised \$170 mn through a mix of FCCB and shares to QIB as the company inches nearer to repay its bond holders \$290mn by Mar 2013. The company raised \$140 mn from bond holders at a higher coupon rate of 5.37% and additional \$30 mn from QIPs. Sintex raised \$225 mn in 2008. The company will now need to pay \$293 mn as its share price is trading below its conversion price. Sintex will now offer its bondholders, staggered coupon, where the bondholders will get a higher coupon for the first 2 yr and lower coupon for another 3yrs with a conversion price at Rs.75/ share.
- MOIL has evinced interest in picking up a stake in Maravilloso mines in Peru owned by Melrose Mines and Minerals. It has 4 manganese ore concessions with a proven reserve of 2.95mn tons. The actual reserves in the 4 concessions could be more and could be gathered following drilling and due diligence by an acceptable company of international repute to be engaged by MOIL. Melrose has also asked MOIL to work on a draft MOU outlining respective responsibilities with given time-frame. MOIL is already operating at maximum utilizations and in an environment of lukewarm manganese ore price any additional volumes would add to the earnings positively.

Economy:

- The Finance ministry sought more information from IKEA on its India investment plans. It said it will take up the Swedish furniture major's proposal to open cafeterias at its retail outlets next week. The FIPB, has recommended permission to IKEA to invest Rs.42bn for undertaking single - brand retailing of its products. The recommendation has been forwarded to the cabinet committee on economic affairs (CCEA) for final approval. Following a representation from the Swedish firm, DIPP had recently forwarded a request to FIPB for reviewing its November 20 decision, giving only part approval to IKEAs plan.
- The recovery in industrial growth in October may turn out to be an aberration as eight core industries witnessed a slow growth of 1.8% in November against the 8 - month high of 6.5% seen in the previous month. The growth of 8 core industries, which have a weight of 37.9% in the overall IIP, stood at 7.8% in November 2011. Industrial output has been constantly low in the financial year till September. However, in October, it witnessed a robust growth of 8.2%. Official data showed that production of natural gas, coal and cement contracted in November y/y. Also, growth rates of electricity generation and expansion in output of steel and petroleum refinery products saw a decline. Natural gas production fell 15.2% in November against a contraction of 14.9% in October.
- India's total external debt increased 13% to \$365.3bn at the end of September, against \$323.2bn at the end of the corresponding month last year. The rise in external debt was largely due to higher deposits by NRIs, short- term debt and commercial borrowing. These three components together contributed to 94.7% of the total increase in the debt. The external debt recorded an increase of about \$ 20bn, 5.8%, over \$ 345.3 billion at end of March 2012. The disturbing thing is India's foreign exchange reserves provided a cover of 80.7% to the total external debt stock at the end of September, compared with 85.2 % at end of March. Furthermore, the ratio of short-term external debt to foreign exchange reserves increased to 28.7% from 26.6% in March.

(Source of all news from leading dailies)

Economic Calendar:

Country	Event	Month	Survey	Actual	Prior
UK	PMI Manufacturing	Dec	49.1	--	49.1
Germany	Consumer Price Index (YoY)	Dec p	0.019	--	0.019
US	Markit US PMI Final	Dec	54	--	52.8
US	ISM Manufacturing	Dec	50.3	--	49.5
Italy	Budget Balance (Year to date)	Dec	--	--	-62.9B

Nifty				Sensex			
Top Gainers		Top Losers		Top Gainers		Top Losers	
PNB		HCL Tech		GAIL		ITC	
871.30	+3.39%	618.70	-1.21%	356.10	+1.29%	286.80	-0.81%
DLF		IDFC		Tata Power		L&T	
230.60	+2.53%	171.30	-1.04%	110.35	+1.19%	1605.85	-0.76%
ACC		TCS		Hindalco		Maruti	
1432.20	+1.61%	1255.85	-0.92%	130.60	+0.89%	1488.95	-0.75%
GAIL		ITC		Tata Motors		Cipla	
356.75	+1.55%	286.80	-0.90%	312.40	+0.89%	414.10	-0.55%
BPCL		L&T		Wipro		HDFC	
356.35	+1.15%	1607.15	-0.79%	394.35	+0.79%	828.10	-0.53%

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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