

COMMENTARY

INDIA

The Indian market ended marginally lower, with key indices staging a smart recovery towards the close of trade after being under pressure for most part of the day. The Nifty managed to close above 5400 but the BSE Sensex ended below 18,000 amid concern that strong GDP growth in the first quarter of the current fiscal year will force the RBI to hike interest rates further. The Sensex closed at 17,970, down 61 points or 0.34% over the previous close and the Nifty ended at 5,402 down nearly 13 points or 0.24%. The BSE Small-Cap index and the BSE Mid-Cap index were down by 1% and 0.57% respectively.

The market breadth was weak. Out of 3017 stocks traded on the BSE, there were 883 advances against 2064 declining stocks.

GLOBAL MARKETS

U.S. stocks rose, trimming the biggest August slump since 2001, as regulators approved a Chinese investment in Morgan Stanley and gains in home prices and consumer confidence tempered concern the economy is faltering. The Dow Jones was up by 0.05% at 10,015, the S&P 500 was up by 0.04% at 1,049 and the Nasdaq was down by 0.28% at 2,114.

The Asian Markets have opened in the green on the back of positive cues from the US. The Nikkei is up by 0.7% and the Hang Seng is up by 0.17%.

INDIAN MARKET	31-Aug	30-Aug	% Change
BSE Sensex	17,971	18032	(0.34)
NSE Nifty	5,402	5415.45	(0.24)
BSE Midcap	7,597	7640.46	(0.57)
BSE Smallcap	9,541	9636.47	(1.00)
Nifty Junior	11,798	11828.55	(0.26)
CNX Midcap	8,680	8737.45	(0.66)

GLOBAL MARKETS	31-Aug	30-Aug	% Change
Dow Jones Ind (USA)	10,015	10,010	0.05
Nasdaq Composite (USA)	2,114	2,120	(0.28)
S&P 500 (USA)	1,049	1,049	0.04
FTSE 100 (UK)	5,225	5,202	0.45
DAX (Germany)	5,925	5,912	0.22
Nikkei 225 (Tokyo)	8,824	9,149	(3.56)
Hang Seng (Hong Kong)	20,536	20,737	(0.97)
Shanghai Comp (China)	2,639	2,653	(0.52)
KOSPI (South Korea)	1,743	1,760	(0.98)
STI (Singapore)	2,950	2,957	(0.23)
MSCI Emerging Market	366	367	(0.23)
MSCI Frontier Market	518	517	0.16

CORPORATE/ ECONOMY NEWS

Japan's **Honda** is believed to be in talks to sell its 26% stake in Hero Honda Motors, the 26-year-old joint venture.

Vijay Mallya-owned Kingfisher Airlines receives board approval to raise up to Rs 5,000 crore (about \$1 billion) through various means including preference shares, equity shares or global depository receipts (GDRs).

The US unit of Indian drugmaker **Sun Pharmaceutical** has received a warning letter from the United States Food and Drug Administration (USFDA) after its New Jersey manufacturing plant was inspected & they identified violations of manufacturing regulations.

India's state-run **National Aluminium Co. Ltd (NALCO)** said it wants to buy stakes in Indonesian coal mines to secure supplies for its aluminium project in East Kalimantan.

Anil Ambani group firm **Reliance MediaWorks** said that it will raise funds up to Rs 500 crore by private placement of shares with potential investors.

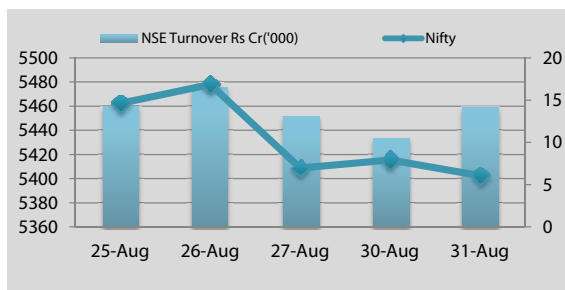
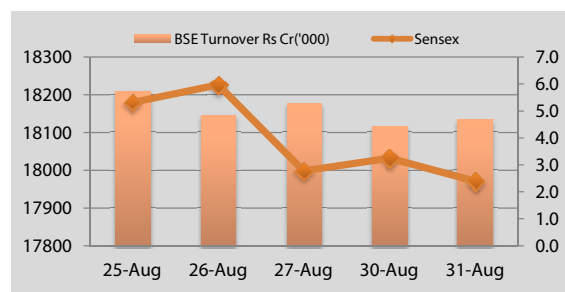
Birla Corporation is expecting to sign an agreement with the Assam government in September for a proposed 1 million tonne cement plant.

Mukand has sold 5 acres of land in Mumbai to Vodafone Essar Shared Services for Rs 42.5 crore.

Reliance Industries has made a fourth gas discovery in a block close to its prolific D6 area in the Krishna-Godavari Basin in the Bay of Bengal.

Maharashtra Seamless has reported a 9.5% hike in the net profit for the year ended March 31, 2010 over the previous financial year ended March 31, 2009. The net profit has increased from Rs 259.91 crore for FY09 to Rs 284.60 crore for FY10. However net sales fell by 21%, from Rs 2038.87 crore for the financial ended March 31, 2009 to Rs 1593.17 crore for FY10.

BOND MARKETS	31-Aug	30-Aug	Change
10yr G-Sec Yield	7.93	7.98	(0.05)
1yr G-Sec Yield	6.53	6.53	0.00
LIBOR (6m)	0.50	0.50	0.00
LIBOR (1m)	0.25	0.25	0.00
Interbank Call rate	5.0	5.1	(0.05)



Disclaimer: This document is compiled by Epite Global Services Private Limited exclusively for Fullerton Securities & Wealth Advisors Ltd (FSWA) customers. This document is not for public distribution and has been furnished to you solely for your information and you are notified that you should not further copy, modify, use or distribute the information in any way unless you obtain written consent from FSWA. While reasonable care to compile the document but the accuracy and completeness cannot be guaranteed either by FSWA or any other person or entity associated with it. The document is prepared only for your information and is not sufficient for making an investment decision. You should rely on your own investigations and seek professional advice for investment decision. Neither FSWA nor any person connected with it, accepts any liability either arising from the use of this document or due to any inadvertent error in the information contained in this document. Financial investments carry risks including principal risk and therefore you should seek professional advice prior to making any investment decision. The risk of any losses occurring by use of this report or document will be entirely yours. The investments covered in this report are not guaranteed. Also past performance of an investment or fund is not an indication of future performance. FSWA, its affiliates, or associates, or any regulatory or other body or entity assumes no liability or responsibility for investment results or losses arising out of investment decisions made by you. This document is not to be considered as an offer to sell or a solicitation to buy any security or financial product. FSWA reserves the right to modify or alter the terms and conditions of the use of this service or discontinue, temporarily or permanently, the information and services provided (or any part thereof) at any time, with or without prior notice and FSWA shall not be liable to you for any suspension, modification, or termination of the information and services provided herein. Website: www.fullertonsecurities.co.in

Call us at
39400800



Daily Newsletter



Volume: 1 | Issue: 347 | September 1, 2010

CORPORATE NEWS

NSL Textiles, which has built up a business with the concept of "Cotton to Clothing", will enter the branded apparel segment by Diwali, launching the "Constello" brand, to cater to the domestic market.

Adani Power, the generation arm of India's biggest coal importer, said it plans to spend about 82,500 crore (\$17.5 billion) to increase capacity almost 17-fold to 16,500 mw in the next four years.

Elder Pharmaceuticals plans to raise up to \$50 million through a qualified institutional placement (QIP) next week, to retire a part of its debt.

IT firm **Sonata Software** said that it has opened a new office in Netherlands' capital city Amsterdam in order to cater to the needs of the company's growing number of customers. The new office would help company to strengthen its presence in the Benelux countries.

The world's largest coal producer **Coal India Ltd (CIL)** said that it may consider setting up power plants in the country to utilise excess coal.

Hotel chain operator **Royal Orchid Hotels Ltd** expects to raise room rentals by 10-15 per cent across its 14 properties in the country.

Shasun Pharmaceuticals Ltd has entered into a joint venture with US based Nanoparticle Biochem Inc to explore opportunities in the field of Nanotechnology. As per the joint venture the company will invest close to \$2-3 million over the next 18 months period.

Usher Agro Ltd, one of the leading rice millers in India, reported a robust growth in revenue for the year ended, June 30, 2010. The company achieved an increase in revenue by a 63.67% from Rs. 2.08bn to Rs. 3.42bn during the same period, last fiscal. The profit after tax for the year ended June 30, 2010 stood at Rs. 235.3mn, resulting into an increase of 58.45%, as against Rs. 148.5mn in the corresponding period last fiscal.

DTH operator **Reliance BIG TV (RBTv)** said that it has added 13 channels to its bouquet to take the total number of to 245.

IT major **HCL Technologies** said that it will merge its subsidiary, **HCL Technoparks** with itself.

Godrej Properties is planning to acquire Jet Airways' 2.5 acre Bandra Kurla Complex land rights for Rs5.5bn.

Tantia Constructions Ltd has received a project from Rashtriya Sam Vikas Yojna (RSVY), CPWD, Gaya for 'Development of State Highways in the State of Bihar' for worth Rs150bn.

Kalindee Rail Nirman (Engineers) Ltd. said that it has received a contract for Rs1.8bn from **Talwandi Sabo Power Ltd.**, Punjab, a **Vedanta Group Co.**

Subex Ltd. announced that it has been selected by a major telecommunications service provider in Ecuador to implement its industry leading ROC (Revenue Operations Center) Fraud Management Solution.

SECTOR	31-Aug	30-Aug	% Change
FMCG	3,385	3332.3	1.58
Auto	8,814	8741.49	0.83
IT	5,376	5373.95	0.03
Teck	3,375	3374.6	0.01
Healthcare	5,544	5549.64	(0.10)
Bankex	12,191	12224.6	(0.28)
Capital Goods	14,525	14,632	(0.73)
PSU	9,641	9,717	(0.78)
Power	3,033	3,060	(0.88)
Metal	14,978	15,128	(1.00)
Realty	3,332	3,390	(1.71)
Oil & Gas	9,921	10,118	(1.95)
Consumer Durables	5,669	5,804	(2.32)

BSE Upper Circuit Breakers

Company Name	31-Aug	30-Aug	% Change
EIH Associated Hotels	197.3	164.40	20.00
Alchemist	203.9	169.90	20.00
Agarwal Industrial Corp	186.5	169.6	10.00
Nilchem Capital	79.2	72.0	10.00
Polyplex Corporation	514.6	490.1	5.00

BSE Lower Circuit Breakers

Company Name	31-Aug	30-Aug	% Change
Industrial & Prudential	1510.6	1590.0	(5.00)
Symphony Comfort	551.0	579.9	(5.00)
CMI	26.8	28.3	(5.00)
RDB Industries	54.2	57.1	(5.00)
E.Com Infotech	5.7	6.0	(5.00)

COMMODITY / CURRENCY NEWS

Light Sweet Crude Oil closed down on Tuesday by 2.84 % at \$72.1 per barrel. Gold closed up by 1.10 % at 19147.00 and Silver closed up by 1.81 % at 30,964.00.

The Indian Rupee closed lower against dollar by 0.34 % at 47.07 as the Indian equity benchmarks ended on a negative note.

COMMODITY	31-Aug	30-Aug	% Change
Crude Oil (USD/bbl)	72.1	74.2	(2.84)
Gold (Rs/10gm)	19,147.0	18,939.0	1.10
Silver (Rs/kg)	30,964.0	30,415.0	1.81

CURRENCY	31-Aug	30-Aug	% Change
INR / USD	47.07	46.91	0.34
USD / Euro	1.26	1.26	-
Yen / USD	84.37	84.51	(0.17)

Disclaimer: This document is compiled by Epitome Global Services Private Limited exclusively for Fullerton Securities & Wealth Advisors Ltd (FSWA) customers. This document is not for public distribution and has been furnished to you solely for your information and you are notified that you should not further copy, modify, use or distribute the information in any way unless you obtain written consent from FSWA. While reasonable care to compile the document but the accuracy and completeness cannot be guaranteed either by FSWA or any other person or entity associated with it. The document is prepared only for your information and is not sufficient for making an investment decision. You should rely on your own investigations and seek professional advice for investment decision. Neither FSWA nor any person connected with it, accepts any liability either arising from the use of this document or due to any inadvertent error in the information contained in this document. Financial investments carry risks including principal risk and therefore you should seek professional advice prior to making any investment decision. The risk of any losses occurring by use of this report or document will be entirely yours. The investments covered in this report are not guaranteed. Also past performance of an investment or fund is not an indication of future performance. FSWA, its affiliates, or associates, or any regulatory or other body or entity assumes no liability or responsibility for investment results or losses arising out of investment decisions made by you. This document is not to be considered as an offer to sell or a solicitation to buy any security or financial product. FSWA reserves the right to modify or alter the terms and conditions of the use of this service or discontinue, temporarily or permanently, the information and services provided (or any part thereof) at any time, with or without prior notice and FSWA shall not be liable to you for any suspension, modification, or termination of the information and services provided herein.

Daily Newsletter



Volume: 1 | Issue: 347 | September 1, 2010

ECONOMY / POLICY NEWS

The economy grew by 8.8% during the quarter ended June on the back of impressive growth in manufacturing output. Manufacturing expanded by strong 12.4% in the April-June quarter as against a mere 3.8% growth in the same period last year. And construction grew from 4.6% to 7.5% during the same period.

The Public Sector Undertakings (PSUs), PEC, MMTC, STC and NCCF have contracted 3.39 lakh tons of pulses during the current financial year so far.

The government will take up eight fresh requests for setting up special economic zones, which have emerged as major sources of exports, on September 16.

FUTURES PREMIUM/DISC	Cash	Futures	P/D%
CESC	377.6	383.7	1.63
Bosch	5976.1	6042	1.10
Renuka Sugar	63.8	64.45	1.10
Ispat Industries	18.7	18.85	1.07
Shri Ramtransport Finance	718.0	725.6	1.06
Noida Toll Bridge	35.2	35.55	0.99
Indian Oil Corporation	411.2	399.6	(2.82)
Shipping Corporation Of India	161.0	157.3	(2.30)
Reliance Capital	758.4	742.4	(2.11)
Idea Cellular	71.6	70.1	(2.03)
HPCL	525.9	517.0	(1.68)
GMDC	119.8	117.9	(1.63)

INSTITUTIONAL ACTIVITY (Rs Cr)	26-Aug	25-Aug	YTD
FII Cash Net	157	(290)	54,987
FII Stock Futures	(217)	288	277
FII Index Futures	(239)	(888)	(7,409)
Mutual Fund	(23)	(419)	(14,842)

VALUATIONS	P/E	P/B	DIV YLD
BSE	21.4	3.41	1.16
NSE	22.73	3.54	1.12
BSE500 Mcap/GDP Ratio	0.59		

MOVERS & SHAKERS

TOP 5 FRONTLINE GAINERS

Name	Rs	▲ %
Mahindra & Mahindra	626.4	2.85
ITC	162.7	2.10
Maruti Suzuki	1,255.9	1.68
Tata Motors	1,007.5	1.61
Bharti Airtel	327.2	1.32

TOP 5 MIDCAP GAINERS

Name	Rs	▲ %
United Brew	398.0	9.43
Emami	454.4	4.69
Radico Khaitan	159.7	4.38
KGNI Industries	262.2	3.84
Marico	126.1	3.62

TOP 5 SMALLCAP GAINERS

Name	Rs	▲ %
EIH Associated	197.3	19.98
AP Paper	204.4	16.57
Premier	122.3	12.98
Piramal Glass	132.8	7.84
Jindal Poly	876.2	6.53

TOP 5 FRONTLINE LOSERS

Name	Rs	▼ %
Reliance Communication	156.0	-3.61
Jaiprakash Associates	109.0	-3.54
Reliance Industries	918.9	-3.05
Jindal Steel	685.3	-2.11
DLF	301.8	-1.82

TOP 5 MIDCAP LOSERS

Name	Rs	▼ %
EIH	140.0	-7.13
State Bank Mysore	1,084.0	-6.79
Rajesh Exports	92.9	-5.69
State Bank Travancore	801.6	-5.69
State Bank Bikanare	695.4	-5.29

TOP 5 SMALLCAP LOSERS

Name	Rs	▼ %
Emami Paper	49.3	-7.59
Gitanjali Gems	193.0	-6.88
Rollatainers	347.0	-6.72
Shristi Infrastructure	271.1	-6.13
Rei Six Ten Retail	88.5	-5.95

BULK DEALS

SCRIPT NAME	CLIENT NAME	TYPE	QTY %	PRICE
NSE				
Aqua Logistics	Crosseas Capital Services	BUY	0.76%	632.2
Axis-IT&T	Bp Fintrade	BUY	0.54%	84.2
Camlin	Ravi Shankaran	BUY	0.53%	48.4
Vakrangee Softwares	Morgan Stanley Mauritius Company	SELL	1.29%	200.0
Mudra Lifestyle	Gateway Vinimay	SELL	0.78%	42.0
BSE				
Jagson Airlines	Sushil Kumar Agarwal	BUY	1.86%	21.94
RS Software	Padam Chand Mehta	BUY	0.68%	41.6
Spanco	Yash Shares And Stock	BUY	0.94%	90.0
Well Pack Papers	Tushar Rameshbhai Patel	SELL	1.02%	75.84
Winsome Textile Industries	Preeti Saraf	SELL	1.35%	5.95

Disclaimer: This document is compiled by Epitome Global Services Private Limited exclusively for Fullerton Securities & Wealth Advisors Ltd (FSWA) customers. This document is not for public distribution and has been furnished to you solely for your information and you are notified that you should not further copy, modify, use or distribute the information in any way unless you obtain written consent from FSWA. While reasonable care to compile the document but the accuracy and completeness cannot be guaranteed either by FSWA or any other person or entity associated with it. The document is prepared only for your information and is not sufficient for making an investment decision. You should rely on your own investigations and seek professional advice for investment decision. Neither FSWA nor any person connected with it, accepts any liability either arising from the use of this document or due to any inadvertent error in the information contained in this document. Financial investments carry risks including principal risk and therefore you should seek professional advice prior to making any investment decision. The risk of any losses occurring by use of this report or document will be entirely yours. The investments covered in this report are not guaranteed. Also past performance of an investment or fund is not an indication of future performance. FSWA, its affiliates, or associates, or any regulatory or other body or entity assumes no liability or responsibility for investment results or losses arising out of investment decisions made by you. This document is not to be considered as an offer to sell or a solicitation to buy any security or financial product. FSWA reserves the right to modify or alter the terms and conditions of the use of this service or discontinue, temporarily or permanently, the information and services provided (or any part thereof) at any time, with or without prior notice and FSWA shall not be liable to you for any suspension, modification, or termination of the information

