



Thursday, August 02, 2012



MARKET OUTLOOK

After closing above 5230, Nifty is quiet close to its immediate resistance level of 5280. Market breadth was highly positive yesterday but declining Average True Range figures suggest that further advance in the market needs some more fuel. Nifty is expected to take cues from the decision that ECB takes with respect to the bond purchase. We expect some disappointment from this front as European markets are somewhat factoring in disappointment. We believe that the market will continue with the uptrend further only because there is no strong case for the trend reversal yet.

The trend deciding levels for the markets are expected to be the following:

	S2	S1	PIVOT	R1	R2
NIFTY	5204.56	5222.53	5234.61	5252.58	5264.66
SENSEX	17143.34	17200.36	17246.17	17303.19	17349.00

IN FOCUS

Exports dip 5.45 pc in June to \$25 bn; imports down 13.46 pc : India's exports contracted for 2nd consecutive month in June by 5.45 per cent, year-on-year, to USD 25 billion on account of growing economic uncertainties in Western markets.

ATF prices hiked by 4.5 pc, 2nd increase in a month: With firming of oil prices in the international market, jet fuel or ATF rates were today hiked by a steep 4.5 per cent, the second increase in a month.

Maruti posts 9.2 pc increase in sales in July : The lockout at its Manesar plant notwithstanding, the country's largest carmaker Maruti Suzuki India today reported 9.2 per cent increase in sales for July at 82,234 units as against 75,300 units in the same month last year.

Samsung copied 'every element' of iPhone: Apple : San Jose (US), Jul 31 (AFP) Samsung executives at the highest level made a decision to copy "every element" of the iPhone to compete in the smartphone market, a lawyer for Apple said as arguments began in a huge patent trial.

EU ups anti-trust war against Visa credit-card fees: EU anti-trust officials stepped up today a long-running probe into Visa credit-card fees, fresh from a court victory over debit-card fees which the company agreed to cap.

Kanpur suffers Rs 450 cr lost due to power failure: Leather industry hub Kanpur suffered losses of about Rs 450 crore on account of the power crisis triggered by the collapse of grids in the past two days, industry body Indian Industries Association (IIA) said on Wednesday.

Focus on entertainment, to add 69 screens this yr: PVR:Ajay Bijli, CMD of PVR said the company is not too dependent on movies; instead the focus is on location building and technology.

Exports all-time high; passenger vehicle segment up: M&M :Arun Malhotra, senior vice-president - sales & customer care, automotive division, M&M, says that the company's domestic sales have grown by 20% and there has been 27% growth in passenger vehicles segment. He also say that in the last four months the company has no shut down or slow production and they are working at full capacity.

	CLOSE	CHNG	% CHNG
NIFTY	5240.50	+11.50	+0.22
SENSEX	17257.38	+21.20	+0.12

	CLOSE	CHNG	% CHNG
Nasdaq	2,920.21	-19.31	-0.66
Dow Jones	12,971.6	-37.62	-0.29
Nikkei 225	8,669.54	27.69	0.32
ST Times	3,047.56	-3.52	-0.12
Hang Seng	19,751.8	-68.52	-0.35
FTSE	5,712.82	77.54	1.36
CAC	3,321.56	29.90	0.90
DAX	6,754.46	-17.80	-0.26

	PURCH	SALE	NET
FII	2014.83	1573.8	441.45
DII	813.64	986.61	-172.97

VOLATILITY		
VIX	16.45	+2.75%

TOP GAINERS	CLOSE	% CNG
CIPLA	353.70	4.46
KOTAKBANK	555.65	3.71
AMBUJACEM	186.20	3.19
JPASSOCIAT	75.65	3.07
RELINFRA	506.95	2.49

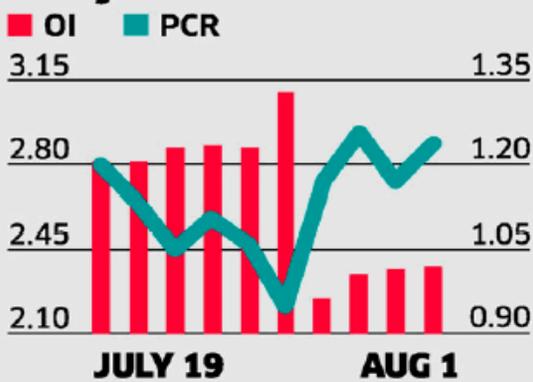
TOP LOSERS	CLOSE	% CNG
COALINDIA	350.05	-2.59
ONGC	279.40	-2.32
SESAGOA	186.15	-2.13
HERMOTOCO	1,967.30	-1.88
TCS	1,224.00	-1.58

For a more comprehensive coverage of market log on to www.kejriwalgroup.in

ADVANCES Vs DECLINE



Nifty OI vs PCR



Global Watch

Greece, running out of cash, awaits next aid installment: Greek Deputy Finance Minister Christos Staikouras said the country is running low on cash, as it waits for international lenders to supply more aid. The nation risks being unable to cover public expenses such as wages for police and other public servants, not to mention pensions and social benefits.

Leaders of France and Italy rally for eurozone: Italian Prime Minister Mario Monti and French President Francois Hollande emphasized their commitment to the eurozone. They reiterated that they and other European leaders want to see confidence in the bloc bolstered. "We will do everything so ... that the eurozone is defended, preserved and consolidated," Hollande said. Monti added: "The eurozone stability, which is at stake, is so vital that we can't allow ourselves to be distracted for even one minute." Their comments come after European Central Bank President Mario Draghi declared he would do "whatever it takes" to preserve the euro.

MF Global trustee expects to retrieve all assets for clients: Louis Freeh, a bankruptcy trustee recovering assets of MF Global Holdings, said clients will get all of their money back. He said in written testimony prepared for the U.S. Senate agriculture committee that investors owed money by MF Global "eventually will be made whole."

Maple Group seals deal to acquire TMX: After more than a year of negotiations, Maple Group Acquisition acquired control of TMX Group, with more than 90% of shares tendered. The company will own alternative exchange Alpha Trading Systems, clearinghouse Canadian Depository for Securities and the Toronto Stock Exchange.

Spain sees record capital outflow, central bank says: Spain's central bank said capital outflow more than quadrupled in May, to \$50.7 billion, compared with the same month last year. The flight of capital was driven by investors unloading Spanish assets, foreign lenders removing cash from the country and domestic banks sending money elsewhere.

Venezuela joins South American trade group Mercosur: Venezuela was accepted as a full member of Mercosur, a South American trade organization, at a summit in Brazil attended by Venezuelan President Hugo Chavez, Argentine President Cristina Fernandez, Brazilian President Dilma Rousseff and Uruguayan President Jose Mujica. Adding Venezuela to Mercosur creates a "new pole of power," Fernandez said.

Chinese factory output creates concern as it nears contraction: China's manufacturing sector edged toward decline in July, raising doubt about the nation's economic rebound. The National Bureau of Statistics said the purchasing managers' index reached 50.1, compared with 50.2 in June, on a scale in which anything less than 50 indicates contraction.

Property prices, local-government borrowing rebound in China: After brief cooling, prices of Chinese homes are recovering and borrowing by local governments is picking up, according to The Economist. "These twin turnarounds might be good news -- a sign that property prices have stabilised and local governments have restored their creditworthiness," the magazine notes. "But they could also be signs of desperation, evidence that the central government has lost its nerve in the face of falling growth."

Economists expect Fed to indicate it's ready to act: The Federal Reserve is not expected to take aggressive steps but likely will indicate it is prepared to do so should the economy weaken, economists said. Some experts said the Fed might postpone when it expects to raise interest rates from late 2014 to 2015.

Municipal bond market needs overhaul, SEC says: The Securities and Exchange Commission proposed reform for the U.S. municipal bond market in a report but said it needs Congress to provide power to implement it. As an example, the SEC said investors should receive audited financial statements from issuers of municipal bonds, but the regulator doesn't have legal authority to require them.

Basel Committee finalizes capital rules for CCP exposure: Dealers welcomed changes made by the Basel Committee on Banking Supervision as it finalized capital requirements covering exposure to central counterparties. The changes are expected to make clearing over-the-counter derivatives trades less difficult than expected.

Clearinghouses need "living wills," too, regulators say: The International Organization of Securities Commissions and the Bank for International Settlements issued a report saying clearinghouses such as Depository Trust & Clearing and LCH.Clearnet Group have become too important to the financial system to fail. The regulators said clearinghouses must create "living wills" to outline their liquidation or orderly rescue. The profile of clearinghouses, which back up trillions of dollars in derivatives contracts, has risen since the financial crisis.

Regulator rejects mortgage reduction by Fannie and Freddie: The U.S. Federal Housing Finance Agency won't allow Fannie Mae and Freddie Mac to participate in a mortgage-reduction program backed by the Obama administration to help underwater homeowners. "We concluded that the potential benefit was too small and uncertain relative to the known and unknown costs and risks," FHFA Acting Director Edward DeMarco said.

Currency	PRICE	% CNG
INR/USD	55.47	-0.24
INR/EUR	68.20	-0.26
INR/GBP	86.66	-0.56
INR/JPY	0.7094	-0.34

MARKET	PE
INDIA(SENSEX)	13.89
USA(DOW JONES)	13.80
UK(FTSE 100)	10.99
CHINA(SSEA)	11.35
BRAZIL(BOVESPA)	8.89
RUSSIA(MCX)	4.65
FRANCE(CAC40)	10.11
HONG KONG(HANG SANG)	9.35
SOUTH KOREA(KOSPI)	9.69

Disclaimer:

This document prepared by our research analysts does not constitute an offer or solicitation for the purchase or sale of any financial instrument or as an official confirmation of any transaction. The information contained herein is from publicly available data or other sources believed to be reliable but we do not represent that it is accurate or complete and it should not be relied on as such. Santosh Kumar Kejriwal Securities Private. Limited. or any of its affiliates shall not be in any way responsible for any loss or damage that may arise to any person from any inadvertent error in the information contained in this report. This document is provide for assistance only and is not intended to be and must not alone be taken as the basis for an investment decision.

Research Desk

Abhisek Bhutra
+91-33-22254840
abhisek@Kejriwalgroup.in

Mukesh Yadav
+91-33-22544841
mukesh@Kejriwalgroup.in

Shradha Mimani,
+91-33-39837700
shradha@Kejriwalgroup.in

Dealing Desk

Vishal Agarwal
+91-22-22021707

Ram Chander Yadav
+91-22-22831632

Mukesh Kumar
+91-33-39837786

Marketing and Corporate Communication

Brajesh Dhandhanian
+91-33-39837760

Seema Pasari
+91-33-39837742

Saumitra Mukherjee
+91-33-39837749

Santosh Kumar Kejriwal Securities Pvt. Ltd.

Kolkata (Registered Office)

6th Floor, Govind Bhavan

2, Braborne Road, Kolkata • 700001

Voice: 2225 4840, 3983 7700

Fax: +91 33 3983 7741

Mumbai Office

714, Raheja Centre, 7th Floor

214. Nariman Point,

Mumbai400021

Voice: 2202 1707, 2283 1632

Fax: +91 222204 0657

Equity Research | Derivatives | IPOs | Online Trading Currency
Trading | Mutual Funds | Options Research
Commodities | Insurance Broking

NSE | BSE | NSEL | MCX | IRDA