

**INDICES**

	Today	Prev.	Change
BSE	17700.90	17534.09	166.81
NSE	5312.50	5256.15	56.35
DJIA	9774.02	9870.30	-96.28
NASDAQ	2109.24	2135.18	-25.94
FTSE	4916.87	4914.22	2.65
DAX	5965.52	5952.03	13.49
CAC	3442.89	3432.99	9.90

ACTIVITY INDICATORS**Market Breath (BSE)**

Number of Advance	1598
Number of Declines	1266
Unchanged	115
Total Trades	2979

BSE GAINERS (TOP 5)

Company	Today	Prev.	%Change
AgroTech Fds	328.25	273.55	20
InterState	0.66	0.55	20
Vadilal Inds	117.35	97.8	19.99
Ventura Tex	11.96	9.97	19.96
Bhagwati Banq	98.9	82.45	19.95

BSE LOSERS (TOP 5)

Company	Today	Prev.	%Change
Kriti Nutri	4.4	5.4	-18.52
Shrishakti	6.55	7.73	-15.27
CMM Brdcast	1.91	2.23	-14.35
Dynamic Inds	18.65	20.7	-9.9
SolitaireMach	10.72	11.89	-9.84

INSTITUTIONAL ACTIVITY (Rs in Crs)

	BUY	SELL	NET
FII's (NET)	3243.49	2653.61	589.88
DII's (NET)	1422.78	1573.89	-151.11

CURRENCIES & BOND MARKET

	Today	Prev.
Rs/ US \$	46.45	46.49
Rs/ Euro	57.02	56.51
Euro/US \$	1.2277	1.2156

COMMODITIES

	Today	Prev.
Nymex Oil (US\$/bbl)	76.31	75.70
Gold (US\$/oz)	1244.65	1230.95

Market News➤ **Sensex ends 167 pts higher; FMCG, oil & gas, financials up**

The benchmark Sensex recouped more than half of Tuesday's losses by gaining 167 points, while the Nifty closed above the 5300 level led by positive global cues and short covering. Indian equities outperformed global markets on Wednesday. European markets like CAC, DAX & FTSE and US index futures like Dow Jones & Nasdaq were trading 0.6-0.7% higher, at the time of closing of Indian equities, after ECB tender results. European Central Bank lent banks Euro 131.9 Bn in 91-day operation.

Asian markets closed lower following sharp fall in the US markets. Shanghai and Taiwan fell 1.2% each. Nikkei was down 2%. Hang Seng and Kospi was down 0.6% each while Straits Times rose 0.2%. The 30-share BSE Sensex closed at 17,700.90, up 166.81 points or 0.95% and the 50-share NSE Nifty rose 56.35 points or 1.07% to settle at 5,312.50. The Nifty July futures ended at 6.5 points premium, as per provisional data.

World News➤ **ECB lends banks less than estimated in sign of health**

The European Central Bank said it will lend banks Euro 131.9 Bn (USD 161.5 Bn) for three months, less than economists forecast and a sign that the region's financial industry may be stronger than investors estimated. Banks today need to repay Euro 442 Bn in 12-month funds, the biggest amount ever awarded by the ECB and a key plank in its efforts to fight the financial crisis last year. Demand for the three-month cash, yesterday was a litmus test for the health of Europe's banking system.

The Frankfurt-based ECB still lends banks as much cash as they want at its benchmark rate of 1 percent for periods of up to six months. It said 171 banks asked for the three-month funds yesterday. Banks can currently borrow three-month money from each other in the market at about 0.76 percent. Eliminating the 12-month facility was part of the ECB's long-term exit strategy and the bank has taken "every precaution" to avoid a liquidity squeeze. The difference between the three-month dollar London interbank offered rate and the overnight indexed swap rate, a gauge of banks' reluctance to lend, climbed to 0.338 % point on June 25, the widest spread in a year. It was at 0.328 % point.

Economy News➤ **TRAI issued recommendations for FDI in broadcasting sector.**

It has recommended to increase FDI in DTH, IPTV, MSOs to 74%; foreign investment limit for local cable operators to be 26%; foreign investment in news channels & FM radio to be 26% and all foreign investment less than 26% via automatic route. TRAI sent these recommendations to Information & Broadcasting Ministry. Reliance Media Work, Dish TV and Hathway Cable rose 4-5.4%. Entertainment Network rallied 6% and DEN Networks rose 1%. WWIL rallied 8%.



➤ **Firms to invest USD 1.1 Bn in oil exploration: Government**

Oil Minister Murli Deora said on Wednesday companies have committed an investment of USD 1.1 Bn in the eighth oil and gas blocks auction round held in 2009. Deora said, India will be signing contracts for 31 exploration blocks awarded to 23 companies, including BHP Billiton Petroleum International, BG Exploration and Production and Cairn India in the eighth round. "Out of (the) 31 blocks, 17 blocks are awarded to national oil companies like ONGC, Oil India Ltd and NTPC," Deora said in his written speech at the event to sign the contracts for the blocks.

India aims to launch the ninth round of oil and gas blocks licensing in the third quarter of 2010, Deora said. "The total investment under the earlier NELP (new exploration licensing policy) rounds stands at USD 13.8 Bn," he said, referring to the earlier seven auction rounds.

➤ **India to set up new panel on Bauxite mining in Orissa, impact on tribes**

India will immediately set up a new four-member panel to consider proposals to mine bauxite in districts of the eastern state of Orissa, including the potential impact on tribal communities, the Environment Ministry said in a statement on Wednesday. The panel will review all previous reports relating to the use of forest land for mining in the districts of Kalahandi and Rayagada. The committee will give its findings within 30 days of its formation. Vedanta Resources Plc. wants to mine bauxite in the state.

➤ **India May start to auction Shale-Gas areas in a year to boost reserves**

India, beaten by China in the race for energy assets across the world, plans to offer shale-gas areas for exploration for the first time, the nation's oil regulator said. The Government will appoint an expert by early July to assess potential reserves and then create rules to tap unconventional energy sources before auctioning areas in about a year, S.K. Srivastava, director general of hydrocarbons, India's exploration regulator. Preliminary estimates show India's shale-gas reserves may be larger than its proven conventional gas deposits, said P.K. Bhowmick, president of the country's Association of Petroleum Geologists. India plans to join a boom in shale-gas exploration that has fueled more than USD 39 Bn of acquisitions in the U.S. by companies including Exxon Mobil Corp., Royal Dutch Shell Plc and Reliance Industries Ltd.

Corporate News

➤ **Kotak Mahindra Bank to raise USD 300 Mn via stake sale**

Kotak Mahindra Bank is all set to raise nearly USD 300 Mn via a stake sale to Japan's Sumitomo Mitsui Banking Corporation. Sumitomo Mitsui Banking Corporation plans to acquire approximately 4.5% stake, via the preferential route, for Rs 1,366 Crs in Kotak Mahindra Bank. The proposed investment by Sumitomo Mitsui Banking Corporation stands at Rs 833/share as against yesterday's market price of Rs 744.55/share. Kotak Mahindra Bank is likely to use the stake sale proceeds for its growth and expansion plans. Sumitomo Mitsui Banking Corporation would be the third largest shareholder in the bank after the Uday Kotak family and Warburg Pincus, which hold little under 10%. The bank is looking at inorganic moves. Holding of promoter, Anand Mahindra will come down to 49%.

➤ **MTNL considering a bond issue to repay 3G debt**

Telecom operators opened their hearts out and with all their might bid for more circles in the 3G allocation auction. Post the auction, though the government treasury is getting filled thick and fast, it looks like the telecom operators may land in soup soon and are weighing various options to fund the debts. Telecom operator MTNL is considering a bond issue for repayment of 3G debt. It is learnt that MTNL may look at long-term debt. To fund the debt, MTNL had earlier taken six-month bridge loan of Rs 7,000 Crs for payment of 3G auctions. MTNL is currently paying 7.35% interest on bridge loan.

➤ **A glance at base rate of all the banks**

Ahead of the Reserve Bank of India's (RBI) review of monetary policy on 27 July, most of the banks have announced their base rates. RBI had directed all the banks to switch over to the base rate system from the existing Benchmark Prime Lending Rates (BPLR) system with effective from 1 July. All new loans sanctioned after 1 July and those falling due for renewal from 1 July, (except exempt categories as per RBI Guidelines will now be priced with linkage to base rate)

Banks	Base Rate (PA)
State Bank of India	7.50%
Punjab National Bank	8%
Bank of Baroda	8%
ICICI Bank	7.50%
HDFC Bank	7.25%
Canara Bank	8%

**NVS BROKERAGE PRIVATE LIMITED**

Registered Office: 1 &1-A, 3rd Floor, Birla Mansion, 134, Nagindas Master Road, Fort, Mumbai- 400 023.

Corporate Office: 702/703, Embassy Centre, Nariman Point, Mumbai- 400 021.

EQUITY RESEARCH DESK

Boardline : 61539100

Mr Nalin Shah

Tel : 61539105 / 09 / 10

Mr Rau Thakur

Fax : 61539134-35 / 66315520

Ms Hiral Daiya

Email : nvsb.research@gmail.com

Web : www.nvsbrokerage.com

EQUITY DEALING DESK

Tel : 66348301 / 02

Mr Nalin Shah

: 61539101 / 110

Mr Rau Thakur

Fax : 61539134-35 / 66315520

Mr Tejas Dalal

Email : nvsb.research@gmail.com

Web : www.nvsbrokerage.com

Disclaimer: This document has been prepared by the Research Desk of M/s NVS Brokerage Pvt. Ltd. and is meant for use of the recipient only and is not for circulation. This document is not to be reported or copied or made available to others. It should not be considered to be taken as an offer to sell or a solicitation to support any security. The information contained herein is obtained and collated from sources believed reliable and we do not represent it as accurate or complete and it should not be relied upon as such. The opinion expressed or estimates made are as per the best judgment as applicable at that point of time and are subject to change without any notice. NVS Brokerage Pvt. Ltd. along with its associated companies/ officers/ employees may or may not, have positions in, or support and sell securities referred to herein.
