

	Index Value	Index	P/E	AUTO	CAPITAL GOODS	CONSTRUCTION	Financial	FMCG	Info Tech	LOGISTICS	Metals	Oil & Gas	Pharma	POWER	Telecom
INDIA	4830.10	(1.42)	23.91	(1.45)	(1.46)	(2.45)	(2.09)	(0.46)	(0.77)	N.A	(1.57)	(1.57)	(0.74)	(1.44)	(1.01)
NIKKEI	10371.09	1.63	(42.69)	3.50	2.05	2.15	1.01	(0.03)	1.07	0.99	2.57	4.67	(0.01)	0.01	0.65
KOSPI	1595.81	(0.66)	21.43	(2.14)	0.47	(1.35)	(0.45)	0.38	(1.33)	(1.52)	1.43	(0.89)	0.06	(1.04)	(0.95)
SHANGHAI	2934.71	(0.23)	31.07	N.A	(0.79)	N.A	(0.01)	(1.57)	(1.34)	N.A	0.93	0.14	(0.95)	(0.57)	(1.65)
TAIWAN	7429.61	(1.26)	120.07	(1.31)	0.00	(3.50)	(1.39)	(0.05)	(1.92)	(1.38)	(2.23)	(2.74)	(1.96)	(1.06)	(0.64)
HANGSENG	20272.18	0.14	20.50	N.A	1.12	0.87	(0.32)	1.44	1.46	0.93	1.38	0.33	N.A	(0.09)	0.92
CAC	3784.86	0.61	16.02	N.A	0.41	N.A	1.22	0.76	1.31	N.A	2.00	0.44	(0.54)	0.44	1.02
FTSE	5261.86	0.28	54.09	0.77	1.51	(0.05)	0.41	0.30	1.03	2.14	2.83	(1.75)	0.25	0.24	0.88
DAX	5687.96	0.59	55.31	(0.43)	0.99	0.41	2.19	(0.64)	0.91	1.52	0.99	0.41	0.11	0.41	0.38
US	10185.53	1.17	15.27	2.71	1.43	2.17	1.30	1.27	0.98	1.74	6.10	2.95	0.36	0.74	0.44
AUSTRALIA	3777.50	1.73	66.78	N.A	1.91	3.63	1.01	0.29	(0.05)	0.82	4.37	3.19	0.34	0.46	1.60
BRAZIL	66571.74	1.79	20.55	N.A	N.A	N.A	N.A	N.A	1.64	N.A	N.A	N.A	N.A	N.A	0.34
MEXICO	30391.61	0.00	18.56	N.A	(3.60)	N.A	1.57	N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A

KEY HIGHLIGHTS...

Europe Producer Prices Drop for 12th Straight Month...

European producer prices dropped on an annual basis for a 12th month in December, the longest stretch of declines in a decade, after the economic slump prompted companies to cut costs and eliminate jobs. Factory-gate prices in the euro region fell 2.9 percent from a year earlier after a 4.4 percent drop in November.

Asian Stocks Rise as U.S. Manufacturing Expands; Dollar Gains...

Asian stocks climbed from a two-month low after a report showed U.S. manufacturing expanded more than estimated and as commodity prices advanced.

China's Stocks Drop to Four-Month Low; World's Worst Performer...

China's stocks fell, with the benchmark index capping the world's worst performance this year, as concern the government will curb lending spurred declines by developers and overshadowed gains by commodity producers.

DOMESTIC...

➤ The Petroleum Minister Murli Deora said the government may decide on a mechanism to fix prices of petroleum products after an expert committee on fuel pricing submits its report this week.

SECTOR...

➤ Making a case for allowing BSNL to go ahead with its Rs 36,000 crore network expansion plan, Telecom Minister A Raja has said negotiations with equipment suppliers after the bidding process had resulted in substantial reduction in prices.

➤ Indian investors were responsible for the biggest chunk of real estate sales in Dubai in 2009, a new study has revealed.

COMPANY...

➤ India Glycols, manufacturer of glycol chemicals, with products including ethers, acetates, ethoxylates, oligomers, and potable alcohol, has posted a net profit of Rs 6.82 crore for the quarter ended December 31, 2009 as compared to a loss of Rs 70.87 crore in the corresponding quarter of the previous year. Total income of the company during the quarter rose sharply to Rs 281.49 crore in comparison with Rs 198.83 crore in the same period of the previous year.

➤ Siemens, a global powerhouse in electronics and electrical engineering, has announced that the company will invest more than Rs 1600 crore in India over the next three years. A major part of this will be invested to set footprints in the renewable energy market and to expand presence in value priced products.

➤ Upset by deteriorating market share and falling revenues, the employees' associations of BSNL have sought Prime Minister Manmohan Singh's intervention and demanded change in management and induction of professionals in the Board to run the PSU.

➤ At least two people were killed in an incident of ammonia leakage at Coromandel International plant at Kakinada late Monday evening, the company said in a BSE filing.

➤ Two-wheeler manufacturer Honda Motorcycle & Scooter (HMSI) India today reported 24.84 per cent growth in its total sales at 1,18,571 units in January.

➤ Pune-based Bajaj Auto today reported over two fold jump in its motorcycle sales at 2,32,939 units in January. The company had sold 1,09,666 units in January last year, Bajaj Auto (BAL) said in a statement.

➤ IT firm Zylog Systems today said it has acquired Canada-based consulting and engineering company Brainhunter for 35 million Canadian dollars (around Rs 150 crore).

➤ Advertisement market of news channels is expected to grow by 13 per cent this year and cross Rs 1,800 crore mark with the next level of growth likely to be witnessed in regional and local markets, a study has claimed.

➤ Contractual disputes with Korean vendor Doosan for the 1,320 MW Sipat project may derail state-run NTPC's target of adding 3,300 MW power generation capacity in the current fiscal.

➤ Ruchi Soya Industries, the market leader in edible oils and soya food industry, has posted 254 per cent increase in net profit at Rs 40.24 crore for the quarter ended December 31, 2009 as compared to Rs 11.38 crore in the corresponding quarter last year. Net sales of the company rose 26.84 per cent from Rs 2,995.35 crore to Rs 3,799.45 crore..

➤ The public sector National Fertilisers Ltd (NFL), a Mini Ratna company and the country's second largest producer of urea, has won approval from the Cabinet Committee on Economic Affairs (CCEA) over change in feedstocks at the company's three plants at Panipat, Bathinda and Nangal.

➤ Orbit Exports, the country's largest exporter of specialty made-ups, has chalked out a Rs 25 crore investment for setting up a state-of-the-art weaving facility, which will increase its product line four-fold. The company will use a combination of fresh issue and debt for its expansion plan to be carried out in two years.

➤ Mavens Biotech Ltd., a company engaged in tissue culture plant and bio-informatics, is planning to set up three biomass power plants with a total capacity of 30 MW. The Rs 70 crore investment on the proposed power project is likely to be met with internal accruals and debt.

➤ Synthetic yarn and polyester chips manufacturer JBF Industries Ltd has signed an MoU with Oman Oil Company (part of Oman Refinery) owned by Government of Oman for setting up a 1.2 million tonnes per annum of purified terephthalic acid (PTA) plant at Oman as a joint venture, at an approximate cost of US \$680 million.

PRECIOUS METALS (SPOT PRICES)			
Name	Last Trade	% CHG 1D	% CHG 5D
GOLD	1111.98	2.96	1.94
SILVER	16.73	3.14	(0.77)
PLATINUM	1555.50	2.64	2.13

ENERGY			
Name	Last Trade	% CHG 1D	% CHG 5D
CRUDE OIL	75.18	1.03	0.66
NATURAL GAS	5.44	0.07	0.09

BASE METALS			
Name	Last Trade	% CHG 1D	% CHG 5D
Copper	6856	0.83	(7.24)
Aluminum	2110	0.96	(5.18)
Nickel	18300	1.28	0.16
Lead	2091	1.96	(5.23)
Zinc	2162	0.79	(6.75)

LME INVENTORY (metric tonnes)			
Name	Inventory	% CHG 1D	% CHG 5D
Copper	541150	(0.44)	1.42
Aluminum	4608225	(0.07)	(0.42)
Nickel	165828	(0.03)	1.99
Lead	157725	0.14	2.39
Zinc	499000	0.38	1.03

CURRENCY			
Name	Last Trade	% CHG 1D	% CHG 5D
RS/\$	46.25	(0.26)	0.34
\$/€	1.39	0.32	(1.10)
DOLLER INDEX	79.17	(0.01)	0.95
¥/\$	90.78	0.58	1.41

Today's Major Economic Events			
IST	Data	Expected	Prior
0:30	Fed's Senior Loan Officer Survey		
20:30	Pending Home Sales MoM	1.00%	-16.00%
20:30	Pending Home Sales YoY	- -	19.30%

COMMODITY & CURRENCY...

- **Crude oil rose** for a second day after manufacturing in the U.S. increased at the fastest pace since August 2004, adding to signs that fuel use in the world's biggest energy-consuming country may gain. Oil advanced the most in four weeks after the Institute for Supply Management's factory index climbed to a higher-than-anticipated 58.4 in January. European manufacturing also increased as companies raised output to meet reviving global demand, a separate report showed. Energy Department data may show a drop in U.S. distillate fuel inventories. "The manufacturing data came in quite encouraging and that pushed prices higher," said Eliane Tanner, an analyst at Credit Suisse Group AG in Zurich. "The U.S. inventory numbers will be important. Demand in the U.S. has been rather weak and inventories have been falling only because of low import numbers, not because of strength in demand."
- **Copper dropped** for the fifth time in six days as concerns on monetary tightening in China escalated. Chinese banks advanced a record 9.59 trillion yuan of new loans last year, helping spur record imports of metals such as copper and aluminum from the world's largest user. The regulator has capped new loans at 7.5 trillion yuan for 2010 and took steps to curb lending last month. "The downward correction might not have completed yet," said Cao Yanghui, an analyst at Nanhua Futures Co.. "Investors are still eager to place their sell bets in anticipation of more credit curbs from China." China's government, seeking to stem property speculation, told banks to raise rates on third mortgages and demand bigger down payments for such loans, a person with knowledge of the matter said.
- **Gold weakened** as some investors opted to sell the metal after the biggest advance in three months and the dollar resumed its rise against major currencies. "The rally is luring some buyers to lock in gains," said Yu Kyung Kyu, a trader with Eugene Investment & Futures Co. in Seoul. Still, "some are betting on a further rally given that gold's passed the key \$1,085 support level." Bullion, which typically moves inversely to the dollar, declined for a second month in January as the dollar rallied 2 percent against the six-currency basket. The decision pushed the Australian dollar to the lowest level in six weeks.
- The People's Bank of China may revalue its currency by the end of June and start a series of interest-rate increases "soon," said Nomura Securities Co.. **A stronger yuan** will make Japan's exports more competitive and may push up the nation's trade surplus to 11.5 trillion yen (\$127 billion) by the end of March 2012, from 7 trillion yen at the end of this fiscal year, said Takahide Kiuchi, Nomura's chief economist in Tokyo. China has kept the yuan at about 6.83 per dollar since July 2008, following a 21 percent gain in the three years after it ended a peg to the dollar in 2005. "The yuan's revaluation will begin in the second quarter, increasing the currency's value 5 percent by the end of the year," Kiuchi said. "The PBOC will likely lift interest rates three times this year by a total of 0.8 percentage points."
- **The South Korean won led gains** in Asian currencies after manufacturing reports in the U.S. and Europe suggested the global economic recovery is picking up, improving the outlook for the region's exports. The won, Taiwan dollar and the Thai baht rose from one-month lows as the MSCI Asia-Pacific Index of shares climbed the most in more than two weeks. U.S. manufacturing expanded in January at the fastest pace since August 2004, while Europe's output rose the most in two years, according to surveys of purchasing managers published. "It was a very strong U.S. ISM manufacturing, which bodes very well for global growth expectations and Asian exports in the next one or two months," said Thomas Harr.
- **The Australian dollar fell** to the lowest level in almost six weeks against its U.S. counterpart after the nation's central bank unexpectedly avoided raising interest rates to keep the economic recovery on track. The Aussie fell against all 16 of its most-traded peers monitored by Bloomberg, dropping the most versus the South Korean won and yen. Reserve Bank of Australia Governor Glenn Stevens left the overnight cash rate target at 3.75 percent, confounding the prediction for a quarter-point increase from all 20 economists surveyed by Bloomberg. The U.S. dollar stayed near the strongest level in almost seven months against the euro. "It's a surprise they didn't hike today," said Lee Hardman, a currency strategist in London.

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