

	Index Value	Index	P/E	AUTO	CAPITAL GOODS	CONSTRUCTION	Financial	FMCG	Info Tech	LOGISTICS	Metals	Oil & Gas	Pharma	POWER	Telecom
INDIA	4887.75	(0.53)	24.44	(0.72)	(0.45)	(2.12)	0.26	(0.46)	0.19	N.A	(1.37)	(2.01)	0.05	(0.67)	0.06
NIKKEI	10335.69	0.28	(162.32)	(0.30)	0.53	(0.53)	0.47	0.45	(0.23)	0.09	0.23	(0.11)	0.34	(0.95)	(0.16)
KOSPI	1621.19	(0.38)	22.74	(0.55)	0.95	(0.79)	(0.81)	(0.53)	(0.44)	(0.53)	(0.71)	(2.04)	0.25	(0.38)	0.01
SHANGHAI	3018.13	1.09	31.87	N.A	0.46	N.A	0.94	0.49	1.30	N.A	1.56	1.60	(0.51)	0.40	0.60
TAIWAN	7441.84	0.00	95.88	1.50	0.00	1.36	0.92	0.94	(0.01)	1.08	2.43	(0.66)	2.98	2.37	1.52
HANGSENG	20422.15	(0.54)	20.49	N.A	(0.45)	(0.79)	(0.49)	(0.00)	(1.00)	0.05	(1.67)	(0.78)	N.A	(0.04)	(0.28)
CAC	3733.92	0.23	15.50	N.A	(0.25)	N.A	3.03	1.53	2.52	N.A	0.71	0.39	0.79	0.39	0.90
FTSE	5310.79	0.65	34.50	(0.19)	0.35	0.75	1.44	0.29	0.28	1.10	0.27	0.67	0.08	0.15	(3.09)
DAX	5656.42	0.14	30.85	(4.49)	0.62	0.96	1.07	(0.87)	0.26	0.17	0.62	(0.25)	0.89	(0.25)	0.50
US	10309.24	0.39	15.46	1.16	0.42	0.81	(0.54)	0.75	0.55	(0.10)	(0.78)	(0.35)	0.47	(0.26)	0.32
AUSTRALIA	3815.00	(0.29)	37.41	N.A	(0.06)	0.24	(0.14)	1.70	0.67	(1.71)	(1.98)	(0.42)	0.41	0.44	0.82
BRAZIL	67284.56	2.17	20.12	N.A	N.A	N.A	N.A	N.A	1.79	N.A	N.A	N.A	N.A	N.A	(0.47)
MEXICO	31892.12	0.78	18.84	N.A	(0.08)	N.A	(0.08)	N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A

KEY HIGHLIGHTS...

U.S. Stock-Index Futures Fall; Wal-Mart Declines in Europe...
<i>U.S. stock-index futures dropped, indicating a two-day gain for the Standard & Poor's 500 Index will stall, before earnings reports from Wal-Mart Stores Inc. and Dell Inc., and as the dollar rose toward a nine-month high.</i>
European Stocks Fluctuate; Asian Shares, U.S. Futures Retreat...
<i>European stocks fluctuated as disappointing results from Akzo Nobel NV offset better-than-estimated earnings from ABB Ltd. Asian shares and U.S. index futures declined.</i>
U.K. Posts First January Deficit Since at Least 1993...
<i>Britain posted its first budget deficit for January since records began in 1993 as the longest recession on record shrieved the nation's tax take. Government spending exceeded revenue by 4.3 billion pounds (\$6.7 billion) last month, said the Office for National Statistics in London.</i>
Asian Stocks Drop, Yen Rises on Fed Minutes, Greece Concerns...
<i>Asian stocks dropped and the yen strengthened on speculation the Federal Reserve is moving closer to pulling economic stimulus measures and concerns about the European Union's financial rescue of Greece resurfaced.</i>

DOMESTIC...

➤ Food inflation rose marginally to 17.97 per cent for the week ended February 6 on account of rising prices of potatoes and onions against 17.94 per cent in the previous week. The wholesale price-based food inflation has gone up for the fourth consecutive week.

COMPANY...

- **Suzlon Energy** said it has received its first ever order from a subsidiary of Larsen and Toubro to set up a 8.7-MW wind energy project in Tamil Nadu. The project is likely to be completed by March 30, 2010,
- **Bharat Petroleum Corporation's** overseas partner, Anadarko Petroleum Corporation, has encountered more than 145 net meters of natural gas in Windjammer exploration well, Rouvama Basin, offshore Mozambique. BPCL's wholly owned subsidiary Bharat PetroResources holds 10 per cent in the block through its overseas subsidiary BPRL Ventures Mozambique.
- The government permitted **ONGC and GAIL** to pick 12.5 per cent stake in a pipeline that China is building in Myanmar, and allowed them to invest another \$1billion in fields that will provide gas to be shipped to China through the pipeline.
- Castrol India net profit rose by 71.91 per cent to Rs 80.8 crore for the quarter ended December 31, 2009. The company also announced that it will issue bonus shares to its shareholders. Total income for the December quarter increased to Rs 615.5 crore from Rs 547 crore in the same period last year,
- **BEML** has tied up with Polish company Obrum to jointly design and develop futuristic main battle tanks for the Indian Army that will be lighter, faster and transportable through helicopters. This would include auxiliary power unit for the tanks air conditioners and communication equipment and a 1,000-hp engine to provide its greater mobility.
- **Reliance Anil Dhirubhai Ambani Group** has diversified into direct selling of telephony products and services under its retail arm Reliance Webstore and is eyeing a revenue of Rs 110 crore in the first year.
- **Nestle India** is looking to add new facilities to meet the growing demand for its products in the long term. According to industry sources, the company will set up a few new facilities which would enhance its current production capacity by 20-30 per cent.
- **Dishman Pharmaceuticals and Chemicals** announced that it has raised Rs 750 million via issuing and allotting secured redeemable non convertible debentures.
- **JK Lakshmi Cement** has advanced on the back of company's plans to raise Rs 600 crore to help in expansion.
- The initial public offer of pipe manufacturer **Texmo Pipes & Products** got fully subscribed on the third day of its issue today.
- After acquiring 17,500 towers from Aircel, telecom infrastructure company **GTL** is planning to take its total cell sites to 50,000 in the next three years.
- K K Birla Group company **Zuari Industries** said its board will meet next week to discuss merger of Gobind Sugar Mills with itself.

PRECIOUS METALS (SPOT PRICES)			
Name	Last Trade	% CHG 1D	% CHG 5D
GOLD	1106.00	(1.09)	2.48
SILVER	15.87	(2.07)	2.79
PLATINUM	1515.00	(1.78)	(0.39)

ENERGY			
Name	Last Trade	% CHG 1D	% CHG 5D
CRUDE OIL	76.82	(0.62)	3.13
NATURAL GAS	5.37	(0.28)	1.49

BASE METALS			
Name	Last Trade	% CHG 1D	% CHG 5D
Copper	7099	(0.42)	2.32
Aluminum	2101	(0.86)	2.32
Nickel	20055	(0.67)	8.43
Lead	2256	(1.51)	6.14
Zinc	2271	(1.13)	4.31

LME INVENTORY (metric tonnes)			
Name	Inventory	% CHG 1D	% CHG 5D
Copper	555075	0.94	1.79
Aluminum	4605675	(0.08)	0.97
Nickel	163818	(0.40)	(1.53)
Lead	160250	0.03	1.38
Zinc	541300	(0.01)	8.29

CURRENCY			
Name	Last Trade	% CHG 1D	% CHG 5D
RS/\$	46.23	0.25	(0.45)
\$/€	1.36	(1.02)	(1.20)
DOLLER INDEX	80.52	0.03	0.59
¥/\$	90.76	0.27	1.09

Today's Major Economic Events			
IST	Data	Expected	Prior
19:00	Producer Price Index (MoM)	0.80%	0.20%
19:00	PPI Ex Food & Energy (MoM)	0.10%	0.00%
19:00	Producer Price Index (YoY)	4.40%	4.40%
19:00	PPI Ex Food & Energy (YoY)	0.80%	0.90%
19:00	Initial Jobless Claims	438K	440K
19:00	Continuing Claims	4500K	4538K
20:30	Leading Indicators	0.50%	1.10%

COMMODITY & CURRENCY...

- **Crude oil fell** for the first time in three days as the dollar strengthened and an industry report showed an increase in U.S. fuel supplies, fanning concern demand in the world's biggest energy user is slow to recover. Oil dropped from a four-week high as the U.S. currency extended gains against the euro, damping investor demand for commodities. The American Petroleum Institute said U.S. gasoline inventories rose last week to the highest since March 1999 and distillate fuel stockpiles ended a four-week drawdown. "Demand in the U.S. is still really weak," said Hannes Loacker, an analyst with Raiffeisen Zentralbank Oesterreich in Vienna. "Today's figures will be a trigger for prices. You'd have to see a draw in crude stocks of around 3 million barrels to move prices substantially higher."
- **Gold fell** for a second day in London after the International Monetary Fund said it will begin selling bullion from its reserves on the open market. The IMF has 191.3 metric tons left to sell and said it will conduct the on-market sales in a "phased manner over time." Prices also slid as the dollar strengthened before a report that may show the index of U.S. leading indicators rose for a 10th month, pointing to an economy that will keep expanding through this year's first half, economists said. "The psychological effect of mobilization of IMF gold weighs on the gold price," said Bayram Dincer, a commodity analyst at LGT Capital Management in Pfaffikon, Switzerland. "The dollar appreciation is an additional effect."
- **Copper fell** for a second day in London as the dollar strengthened, reducing the appeal of commodities as an alternative investment. The U.S. Dollar Index, a six-currency gauge of the greenback's strength, gained as much as 0.4 percent. A stronger dollar makes metals priced in the currency more expensive for holders of other monies. Copper also slid without demand from China, where markets are closed this week for the Lunar New Year holiday. "In the absence of the Chinese and any significant economic data, metals are following the dollar," said David Thurtell, an analyst at Citigroup Inc. in London. The dollar index has advanced 3.5 percent this year after dropping 4.2 percent in 2009.
- **The dollar rose** toward a ninth-month high against the euro as signs the U.S. economy is gaining momentum added to speculation the Federal Reserve will be one of the first major central banks to remove stimulus measures. The greenback advanced versus 14 of the 16 major currencies before U.S. reports today that may show an index of leading indicators increased for a 10th month and manufacturing in the Philadelphia area expanded. The dollar also gained as gold prices fell after the International Monetary Fund said it would begin selling reserves of the metal. The yen climbed after the Bank of Japan refrained from expanding its lending and asset-purchase programs. "Strong economic data buoy expectations that the Fed will exit from stimulus ahead of its peers in Japan and Europe," said Tomohiro Nishida, a Tokyo-based foreign-currency dealer.
- **A stronger yen** won't hamper Japan's economic recovery as long as the currency's volatility stays in check, according to Credit Agricole Securities. Even with the yen at about 90 per dollar, increasing exports are driving a rebound in the world's second-largest economy said Susumu Kato, chief economist in Tokyo at the unit of France's Credit Agricole AG. Volatility in the currency is a greater threat than the actual level of the yen, Kato said. "The yen around 90 won't do any harm to the economic recovery," Kato said in an interview. "We measure risks by volatility." Japanese exporters would struggle to secure earnings if yen volatility jumps, a scenario that is becoming less likely as the U.S. economy recovers, Kato said.
- **Asian currencies weakened**, led by the South Korean won and Indonesian rupiah, as investors spurned emerging-market assets on signs bond investors aren't convinced the European Union can fix its budget woes. The won, rupiah and the Malaysian ringgit declined from the strongest levels in four weeks as the yield on Greece's two-year notes has remained above 5 percent, more than four percentage points higher than those of Germany, even after officials urged the nation this week to reduce its deficit. A report tomorrow may show Singapore's economy shrank in the fourth quarter from the previous three months. "The data suggests recovery will be choppy at best, so it's too early to be optimistic," said Suresh Kumar Ramanathan, a currency strategist at CIMB Investment Bank Bhd.

For suggestions, clarifications & your valuable feedback write back to us at

research@lohiasecurities.com

To access Lohia Research on Bloomberg type **LSEC<GO>**

We are also available at **Thomson Reuters** and **Reuters Contributor**.

Our Research Analysts-

Name	Email -ID
Nandita Jaiswal	nandita.jaiswal@lohiasecurities.com
Neeraj Toshniwal	neeraj.toshniwal@lohiasecurities.com
Rina Sanghavi	rina.sanghavi@lohiasecurities.com
Rohit Bangani	rohit.bangani@lohiasecurities.com
Tarun Taparia	tarun.taparia@lohiasecurities.com
Uday Dubey	uday.dubey@lohiasecurities.com
Rohit Jain	rohit.jain@lohiasecurities.com
Tamanna Kanoria	tamanna.kanoria@lohiasecurities.com

DISCLAIMER: The information and opinions contained herein have been compiled or arrived at, based upon information obtained from reliable sources. Such information has not been independently verified and no guarantee, representation of warranty, express or implied, is made as to its accuracy, completeness or correctness. All such information and opinions are subject to change without notice. LSL, its directors, analysts or employees do not take any responsibility, financial or otherwise, of the losses or the damages sustained due to the investments made or any action taken on basis of this report. LSL and its directors, associates, employees may or may not have any positions in any of the stocks dealt in the report. **This report is only for PRIVATE CIRCULATION.**