

FII F&O STATS	BUY	SELL	NET
INDEX FUTURE	1,042.57	2,628.51	(1,585.94)
INDEX OPTION	5,405.62	4,715.27	690.35
STOCK FUTURE	781.15	1,325.17	(544.02)
STOCK OPTION	314.68	88.12	226.56
FII & MF (Rs. Cr.)	BUY	SELL	NET
FII	1,549.36	1,709.97	(160.61)
DII	1,153.52	1,160.22	(6.70)
MONEY MARKET	LAST	%CH-1D	%CH-5D
INCALL RATE	6.00	11.11	13.21
G SEC 91 DAYS	5.30	1.34	(0.93)
G SEC 360 DAYS	5.45	(1.80)	(1.80)
CURRENCY	LAST	%CH-1D	%CH-5D
RS/\$	46.58	0.09	0.39
YEN/\$	88.02	(0.28)	(1.81)
\$/EURO	1.25	1.46	1.89
\$/POUND	1.52	1.38	1.86
CS/\$	1.06	(0.51)	1.30
\$/A\$	0.85	0.88	(1.77)
DXI Index	84.57	(0.17)	(0.87)
PRECIOUS METALS	LAST	%CH-1D	%CH-5D
GOLD SPOT \$/OZ	1207.03	(2.84)	(3.14)
SILVER SPOT \$/OZ	17.95	(3.60)	(4.10)
3 Month Future	LAST	%CH-1D	%CH-5D
LME ALUMINUM (\$)	1950.00	(0.20)	0.46
LME COPPER (\$)	6389.00	(2.33)	(2.75)
LME ZINC (\$)	1754.50	(0.48)	(4.67)
LME NICKEL (\$)	19275.00	(0.52)	(0.52)
ENERGY	LAST	%CH-1D	%CH-5D
Generic 1st 'CL' Future	73.12	0.23	(7.18)
Generic 1st 'QW' Future	532.40	0.68	0.91
Generic 1st 'NG' Future	4.85	(0.19)	(0.66)
FREIGHT INDEX	LAST	%CH-1D	%CH-5D
BALTIC DRY INDEX	2,351.00	(2.29)	(6.04)
BALTIC DIRTY TANKER	844.00	(1.29)	(8.95)

Yesterday's Major Economic Events

Country	Data	Actual	Prior
US	Bloomberg FCI Monthly	-1.3	-1
US	Challenger Job Cuts YoY	-47.10%	-65.10%
US	Initial Jobless Claims	472K	457K
US	Continuing Claims	4616K	4548K
US	ISM Manufacturing	56.2	59.7
US	ISM Prices Paid	57	77.5
US	Construction Spending MoM	-0.20%	2.70%
US	Pending Home Sales MoM	-30.00%	6.00%
US	Pending Home Sales YoY	-15.60%	24.60%

Key Highlights...

U.S. Stocks Decline After Reports on Manufacturing, Home Sales...

U.S. stocks fell, sending the S&P 500 to a nine-month low, as weaker-than-estimated data on manufacturing and home sales fueled concern that the economic recovery is in peril.

U.S. Economy: Manufacturing, Claims Point to Slowdown ...

Reports on U.S. manufacturing, employment and home sales pointed to slower growth in the second half of the year, just as government spending to stimulate the economy begins to wane.

Most Asian Stocks Rise After Australian Mining Tax Agreement...

Most Asian stocks rose, led by commodity producers, after Australian Prime Minister Julia Gillard reached an agreement with mining companies on a resources tax.

Bargain-Base CEO's Run Japan as Ghosn, Stringer Buck Trend...

Rules introduced this year required Japanese companies to disclose pay for executives earning more than 100 million yen (\$1.1 million) by June 30. While the headlines went to the top earners -- foreigners Carlos Ghosn of Nissan Motor Corp. and Sony Inc.'s Howard Stringer -- less than 10 % of Japanese business leaders take home a million dollar paycheck.

Yen Falls Versus Euro After Australia's Accord on Resources Tax...

The yen fell for a third day against the euro as the Australian government's agreement with miners for changes to a proposed resources tax supported stocks, boosting demand for riskier investments.

Taiwan Shares to Rally on 'Vitamin' Pact With China...

Taiwan stocks, trading at their cheapest against Chinese equities in 18 months, will gain as an agreement this week ties the island more closely to the mainland economy, the market's three top-performing fund managers said.

Domestic...

- Non-finance companies MF foray get tougher, no business house without at least 5 years of experience will be allowed to buy stake in AMC.

Monthly Cement Dispatches...

- Shree Cement** - June cement sales up 1.4% at 79 lakh tonne (YoY).
- ACC** June cement sales down 2% at 1.78 mt (YoY).

Monthly Auto Numbers...

- Hero Honda** reported a 16.60 per cent jump in its sales in June at 4,26,454 units over 3,65,734 units it sold in the corresponding month last year. This is the 18th consecutive time that the company has recorded sale of over 3 lakh units in a single month.
- Tata Motors (June Numbers)** Total sales up 49% at 67,730 units (YoY). Exports at 5,128 units vs 2,156 units (YoY). Passenger vehicle sales at 29,948 units vs 19,513. June Nano car sales at 7,704 units.

Corporate...

- Reliance Communication** has acquired North India-based multi-system operator Digicable in an all-stock deal. The combined entity will be named Reliance DigiCom and will start with a combined subscriber base of 11 million. Reliance Communications will merge its direct-to-home services, internet protocol television services and retail broadband services with Digicable, which has eight million cable TV subscribers.
- East India Hotels** has completed acquisition of 49 per cent stake in its joint venture partner, Amex Investment in EIH Holdings, for about Rs 200 crore.
- Reliance Industries** has filed in the Bombay High Court the revised gas supply agreement it has entered with **Reliance Natural Resource** last week for supply of natural gas at government-set terms.
- Tata Motors** has hiked the prices of its commercial vehicles, excluding Ace and Magic, by about 1.5 per cent, with effect from this month.
- Fortis**, which controls just over 25% of Parkway, had intended to build a controlling stake in the firm before Khazanah made a surprise USD 835 million partial offer in May to lift its stake to 51.5%.
- Oil and Natural Gas Corporation** board has approved the joint development of four fields off the western coast.
- NMDC-SIIL** merger order filed on July 1 with RoC, AP ((SIIL : Sponge Iron India)). Consequently SILL stands merged with NMDC.
- Blackstone** buys 12.5% stake in Monnet Power for Rs 275 crore ((100% arm of **Monnet Ispat**)).
- Sanjay Agarwal quits as CEO of **Spicejet**.
- TCS** directors pocket hefty commission, 4x salary.
- BILT** appoints JP Morgan, Citi for IPO of its Dutch unit.
- Suzlon** rights issue closes today.
- Nagarjuna Construction** close to roping in strategic partner in power company.

	Index Value	Index	P/E	AUTO	CAPITAL GOODS	CONSTRUCTION	Financial	FMCG	Info Tech	LOGISTICS	Metals	Oil & Gas	Pharma	POWER	Telecom
INDIA	5251.40	0.00	18.44	0.00	0.00	0.00	0.00	0.00	0.00	N.A	0.00	0.00	0.00	0.00	0.00
NIKKEI	9235.05	0.47	30.95	0.17	0.94	(0.44)	0.46	(0.52)	0.88	(0.28)	2.82	2.46	0.58	(0.76)	0.69
KOSPI	1691.42	0.31	11.71	(0.48)	(0.51)	(0.41)	0.22	(0.65)	0.58	(1.00)	1.68	0.45	0.11	0.60	(0.21)
SHANGHAI	2365.15	(0.36)	17.58	N.A	0.08	N.A	0.19	(0.56)	(0.81)	N.A	(1.48)	(1.33)	(2.44)	0.55	(0.40)
TAIWAN	7364.24	1.52	16.94	1.34	0.94	0.94	3.94	1.62	2.67	1.03	1.31	1.00	0.39	1.04	1.37
HANGSENG	19967.32	(0.80)	14.44	N.A	(0.13)	(0.99)	(0.99)	0.09	(0.78)	(0.14)	(0.53)	0.22	N.A	0.74	#N/A N/A
CAC	3339.90	(2.99)	12.71	N.A	(0.78)	N.A	(3.37)	(2.72)	(2.97)	N.A	(3.03)	(3.00)	(2.47)	(3.00)	(0.98)
FTSE	4805.75	(2.26)	13.13	(6.02)	(2.77)	(3.17)	(3.17)	(2.17)	(2.52)	(3.13)	(3.01)	(1.70)	(2.69)	(0.47)	(1.54)
DAX	5857.43	(1.81)	14.53	(3.65)	(2.01)	(3.83)	(3.00)	(2.12)	(0.92)	(0.87)	(2.01)	(0.78)	(2.14)	(0.78)	0.03
US	9732.53	(0.42)	13.59	2.93	(0.32)	(0.02)	(1.05)	(0.08)	0.07	0.72	(2.08)	#N/A N/A	(0.77)	(0.33)	0.38
AUSTRALIA	3481.30	0.29	24.51	N.A	(1.54)	(0.20)	(1.65)	(2.00)	(2.28)	(1.30)	(1.38)	(1.56)	(1.28)	0.79	(2.11)
BRAZIL	61236.20	0.49	13.12	N.A	N.A	N.A	N.A	N.A	1.64	N.A	N.A	N.A	N.A	N.A	0.40
MEXICO	31197.04	0.13	15.35	N.A	Tim	Tim	Tim	N.A	N.A	N.A	Tim	N.A	N.A	N.A	Tim

- Kinetic** has entered into a joint venture agreement with Italian design firm FGTEcnopolo to provide infrastructure-related products and services. The 50:50 joint venture -- Kinetic FGTEcnopolo -- was formed between Kinetic group company Kinetic Communications and FGTEcnopolo.
- Kesoram Industries** approved capex of Rs 950 crore. To Install 2.5mn cement grinding unit in State of Maharastra. Approved installation of 1.7mn clinker plant with 18MW captive power plant in Sedam.
- Tata Motors** is understood to have scaled up its ambitions and planning to produce around 30,000 units a month by March 2011.
- Indraprastha Gas says:** PNG rate revision on hike in regulated gas price. PNG to now cost up to Rs 21.12/cu m in Delhi & NCR. Have not passed full impact of regulated gas rate hike.

Global...

U.S

- Goldman Sachs Group Inc.** executives sought to defend the firm's pricing of illiquid mortgage derivatives during two days of hearings as investigators questioned whether the firm accelerated the financial crisis.
- Nomura Holdings Inc.,** Japan's largest brokerage, may postpone an initial public offering of regional lender Ashikaga Holdings Co. by as much as two years, two people with knowledge of the matter said.
- Sanofi-Aventis SA,** France's biggest drugmaker, is preparing a major acquisition in the U.S., according to five people with knowledge of the situation.

EUROPE

- BP Plc's** oil spill in the Gulf of Mexico will drive down rental prices for deep-sea drilling vessels by about 20 % analysts say, creating an oversupply of rigs as demand slows.
- U.K. pension** funds and other institutional investors should sound the alarm about excessive risk-taking at the companies in which they put their money, Britain's accounting regulator said in new guidelines published today.

ASIA

- The cost of protecting **BHP Billiton Ltd.** and Rio Tinto Group bonds from default dropped after the Australian government announced a compromise to its proposed mining tax.
- American International Group Inc.,** the insurer selling assets to repay a U.S. rescue, may seek buyers for its Japanese life units as Chief Executive Officer Robert Benmosche reshapes the firm.
- Toyota Motor Corp.** will recall some Lexus luxury-car models in Japan after saying engines in as many as 270,000 vehicles worldwide may have defective valve components that can cause problems including stalling.

Currency...

- The **dollar** may drop to parity with the Swiss franc based on ichimoku analysis of trading patterns, Ueda Harlow Ltd. said.
- Yuan** forwards were headed for a fourth weekly gain as the euro rallied against the dollar after Spain successfully sold bonds at an auction yesterday.
- There is an "elevated probability" that the Bank of Japan will intervene in the currency markets to sell the yen, according to Morgan Stanley.
- Two-year **euro** swap spreads narrowed for a fourth day as signs funding pressures are easing at Europe's financial institutions diminished the need for hedges against a deterioration in credit quality.

Commodity...

- Crude oil** gained for the first day in five, trimming its biggest weekly loss in eight as investors bought contracts on the view that prices have fallen too far too fast.
- Gold** rebounded from the biggest fall in five months as concern that the global economic recovery may be faltering boosted demand for the metal as a store of value.
- Copper** climbed in Asia, trimming a third weekly loss in six, as a weakening dollar and a gain in equities offset concern about a slowdown in global recovery.

Events Today...

Time	Event
10:15	State Bank of India to inaugurate New Branch in Mumbai
12:30	Hindustan Media Ventures Press Meet to Brief on IPO
14:30	Praful Patel to Interact with Media on T3 of IGI Air
USA	
10:40	ECU's Jukes Speaks on European Bonds, Currencies al Exe

Our View...

US stocks got the new quarter off to a weak start yesterday after disappointing economic data points. But the market ended off its lows amid some short-covering. It was a disappointing set of economic data for the US. A report showed initial jobless claims rose by 13,000 last week to 472,000, economists had expected claims to fall. And the ISM reported its gauge of manufacturing activity dropped to 56.2 in June from 59.7 in May. Asian markets were trading weak. Asian stocks rose, led by commodity producers, after Australian Prime Minister Julia Gillard reached an agreement with mining companies on a resources tax. Our market is likely to be flat to positive today led by mixed global cues.

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

research@lohiasecurities.com

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Our Research Analysts-

Name	Email -ID
Nandita Jaiswal	nandita.jaiswal@lohiasecurities.com
Uday Dubey	uday.dubey@lohiasecurities.com
Basanti Gourisaria	basanti.gourisaria@lohiasecurities.com

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