

FII F&O STATS	BUY	SELL	NET
INDEX FUTURE	8,096.09	8,310.99	(214.90)
INDEX OPTION	6,506.80	4,889.35	1,617.45
STOCK FUTURE	6,027.00	6,773.29	(746.29)
STOCK OPTION	194.62	251.96	(57.34)
FII & MF (Rs. Cr.)	BUY	SELL	NET
FII	2,546.40	1,570.57	975.83
DII	1,197.17	1,394.16	(196.99)
MONEY MARKET	LAST	%CH-1D	%CH-5D
INCALL RATE	5.40	0.00	2.86
G SEC 91 DAYS	5.25	0.00	0.96
G SEC 360 DAYS	5.45	0.00	0.00
CURRENCY	LAST	%CH-1D	%CH-5D
RS/\$	46.24	(0.04)	(0.59)
YEN/\$	90.52	(0.17)	(1.20)
\$/EURO	1.23	0.10	(0.13)
\$/POUND	1.48	0.58	0.07
CS/\$	1.03	0.68	0.03
\$/A\$	0.87	(0.38)	1.07
DXY Index	86.13	0.03	0.07
PRECIOUS METALS	LAST	%CH-1D	%CH-5D
GOLD SPOT \$/OZ	1240.45	0.45	0.55
SILVER SPOT \$/OZ	18.86	0.91	1.82
3 Month Future	LAST	%CH-1D	%CH-5D
LME ALUMINUM (\$)	1938.00	(2.91)	(2.66)
LME COPPER (\$)	6490.00	(2.33)	(2.48)
LME ZINC (\$)	1765.50	(2.40)	(2.35)
LME NICKEL (\$)	19450.00	(2.77)	(3.71)
ENERGY	LAST	%CH-1D	%CH-5D
Generic 1st 'CL' Future	77.57	(0.36)	(0.94)
Generic 1st 'QW' Future	524.00	(0.36)	(0.76)
Generic 1st 'NG' Future	4.79	0.67	(3.82)
FREIGHT INDEX	LAST	%CH-1D	%CH-5D
BALTIC DRY INDEX	2,547.00	(2.08)	(15.66)
BALTIC DIRTY TANKER	944.00	1.07	3.62

Yesterday's Major Economic Events			
Country	Data	Actual	Prior
US	Existing Home Sales	5.66M	5.77M
US	Existing Home Sales MoM	-2.20%	7.60%
US	House Price Index MoM	0.80%	0.30%
US	Richmond Fed Manufact. Index	23	26

**Key Highlights...**

<b>U.S. Stocks Slide as Home Sales Drop Spurs Recovery Concern...</b>
<b>U.S. stocks sank, with benchmark gauges declining the most in almost three weeks, as home sales unexpectedly dropped and the Standard &amp; Poor's 500 Index slipped for a second day below chart levels monitored by analysts.</b>
<b>Asian Stocks Fall Most in Two Weeks on U.S. Home Sales, Yen...</b>
<b>Asian stocks fell, dragging the MSCI Asia Pacific Index to its biggest drop in two weeks, after an unexpected decline in U.S. home sales raised concern about the strength of growth in the world's largest economy.</b>
<b>Junk Bonds Revive on Bernanke 'Subpar' Economy: Credit Markets...</b>
<b>Investors are returning to junk bonds after the worst month since 2008 on speculation the economy is growing fast enough to avert corporate defaults without sparking inflation.</b>
<b>China Divides Australia as BHP's Gain Proves Retailers' Pain...</b>
<b>China's demand for metals and energy is splitting Australia in two, pitting resource-rich Western Australia and mining companies from BHP Billiton Ltd. to Xstrata Plc against the rest of the country.</b>
<b>Taiwan May Keep Interest Rate at 1.25% as It Gauges Yuan Impact...</b>
<b>Taiwan's central bank may keep its benchmark interest rate unchanged tomorrow as it gauges the potential impact of China's exchange-rate shift and the fallout from Europe's sovereign-debt crisis.</b>

**Domestic...**

- Petro, Gas, Alcohol, Octroi likely out of GST net. Electricity duty likely out of GST net.
- **Insurance update.** May industry premium collections up 61% at Rs 13,963 crore (YoY). LIC May new premium up 88% at Rs 10,081 crore (YoY). Private companies' May new premium up 17% at Rs 3,882 crore (YoY). SBI Life May new premium down 19% at Rs 627 crore (YoY). ICICI Pru May new premium up 58% at Rs 761 crore (YoY).

**Sector...**

- **China Ministry Of Finance** eliminates VAT rebate of certain export products. Eliminates 9% export rebate primarily flat products & long products w.e.f July 15. **((Steel stocks to benefit))**
- PMO gives a push for FDI in **airlines**.

**Corporate...**

- **Reliance Industries** plans to invest more than USD 3 billion over the next four to five years to build capacity for its entry into the fertiliser sector. The move is related to Chairman Mukesh Ambani's announcement on Friday to set up a giant coke gasification project at Jamnagar on India's west coast.
- **Bharti Airtel** will spend \$100 million in the next three years on network expansion in Malawi, the head of the mobile phone operator's African unit said on Tuesday.
- **RIL** said its newly acquired internet arm Infotel has paid Rs 12,847.77 crore it bid for pan-India broadband wireless access spectrum.
- **Videocon Industries** has got shareholders' approval to raise up to Rs 1,000 crore through placement of shares. The company also said its plan to raise up to Rs 161 crore through preferential issue of shares to a group of financial institutions has also been approved by shareholders.
- **Tata group** firm Jaguar Land Rover will more than double its dealerships in India within this fiscal to increase sales as part of the British marque's plan to focus more on emerging markets.
- **Bank of Rajasthan** is awaiting legal opinion, to see if legal process can reach a conclusion. Interested in complying with majority shareholders' decision.
- **MTNL** pays up Rs 4,534 crore for BWA spectrum. Entire amount raised from 3 banks ((ICICI Bank, Central Bank & Yes Bank)).
- There was plenty of action at the Oil Ministry on Tuesday. Anil Ambani met Petroleum Minister. Also, Reliance Industries' Executive Director PMS Prasad was spotted entering Oil Secretary S Sundareshan's office.
- **BSNL** is in talks with the DoT for extending the deadline for payment towards broadband wireless access spectrum. Tuesday was the last date for making BWA payment, and BSNL has not paid the dues of Rs 8313.8 crore towards spectrum fee till yet. The company may pay on Wednesday.
- **Apollo Tyres Ltd** will raise its limit for foreign institutional investors holding by up to 30% of equity, the Reserve Bank of India said. However, no single FII can buy more than 10% of the paid-up capital of the tyre maker.

### Global...

#### U.S

- **BP Plc's** expenses for stopping and cleaning up the worst oil spill in U.S. history have accelerated as it prepares to strengthen its capture system for the hurricane season.
- **Adobe Systems Inc** The biggest maker of graphic- design programs forecast that revenue in the third quarter will be \$950 million to \$1 billion. Analysts on average estimated \$962 million in sales.
- **JPMorgan Chase & Co.** accused Barclays Plc of misleading a federal judge when it bought Lehman Brothers Holdings Inc.'s defunct brokerage in the falling markets of September 2008, said a Lehman lawyer, citing a letter from JPMorgan Chairman Jamie Dimon.

#### EUROPE

- **Abengoa SA** The company purchased call options on 4 million company shares with an execution price of 21.125 euros per share. The purchase of the options is related the sale of 200 million euros of convertible bonds carried out in June 2009. The shares dropped 2.7 % to 16.83 euros.
- **Ageas** The owner of a 24.9 % stake in Taiping Life Insurance Co. restated its 2009 net income to 1.21 billion euros (\$1.49 billion) from 1.19 billion euros after a change in accounting rules for Chinese insurers boosted profit by 18 million euros. Ageas increased 0.2 % to 2.09 euros.
- **Anheuser-Busch InBev** Eugenie Patri Sebastien SA, the investment vehicle of the brewer's Belgian family holders, sold 74.4 million euros worth of AB InBev stock for an average of 39.47 euros a share on June 8, according to a regulatory filing. AB InBev fell 0.4 % to 41.48 euros.

#### ASIA

- **Daiichi Sankyo Co.** is seeking deals to broaden the line of experimental cancer therapies it built with the purchase two years ago of German biotechnology company U3 Pharma AG.
- **Nissan Motor Co.** CEO Carlos Ghosn received 891 million yen or \$9.5 million in salary and stock options after the maker of Altima and Versa sedans returned to profit last fiscal year.
- **Henderson Land Development Co.,** the Hong Kong developer controlled by billionaire Lee Shau-kee, said it has been questioned for a seventh time by the government on four sales at its 39 Conduit Road project.

#### Currency...

- **Yuan** held this week's gains against the dollar, even as Asian currencies dropped, on speculation the central bank is allowing a stronger currency to curb inflation after ending a two-year peg.
- **Australian and New Zealand** dollars rose on speculation signs of a U.S. slowdown will encourage the Federal Reserve to keep interest rates near zero, increasing the allure the South Pacific nations' assets.

#### Commodity...

- **Copper and zinc** dropped in Shanghai after China said it will remove export-tax rebates on some products, stoking concern that a domestic supply glut will form.
- **Crude oil** fell for a second day in New York after an industry report showed an increase in crude supplies and sales of existing U.S. homes unexpectedly declined in May, signaling the economy is struggling to recover.
- **Gold,** little changed in Asian trading, may weaken on speculation that investors are taking advantage of the metal's rally to a record to lock in gains.

#### Events Today...

INDIA	Event
0:00	Secretary of Ministry of Statistics attends Project Management
9:15	C.B. Bhavne Speaks at CII's Mutual Fund Summit 2010
10:30	Hyundai Press Meet to Announce New Verna Transform
11:30	MVL Telecom Introduces New Handsets
12:30	Sistema Shyam TeleServices to Brief its Achievement
14:30	Xilinx Introduces New 28nm FPGA Families
15:30	Development Director of the FHH Holds Press Meet
USA	
JUN	Harbor Intelligence Aluminum Outlook Conference
JUN	FOMC Meeting

#### Our View...

**US stocks fell sharply in late trade dragged down by disappointing housing data and weakness in energy shares amid uncertainty about regulating offshore drilling. Choppy, lackluster trade gave way to a broad-based sell off that left stocks to settle at session lows. The slide also sent the S&P 500 below its 200-day moving average. Energy stocks were hit with some of the worst selling. In turn, the sector dropped 2.7% in its sharpest slide of the past two weeks. Even tech stocks, which had been up more than 1% in the early going, saw nearly a percent loss. Asian stocks fell, dragging the MSCI Asia Pacific Index to its biggest drop in two weeks, after an unexpected decline in U.S. home sales raised concern about the strength of growth in the world's largest economy. Our market is likely to open down led by weak global markets.**

	Index Value	Index	P/E	AUTO	CAPITAL GOODS	CONSTRUCTION	Financial	FMCG	Info Tech	LOGISTICS	Metals	Oil & Gas	Pharma	POWER	Telecom	Tim
INDIA	5316.55	(0.69)	18.67	(0.43)	(0.72)	(0.00)	(0.85)	0.71	(1.24)	N.A	(1.90)	0.02	0.06	(0.71)	(1.03)	
NIKKEI	9942.19	(1.69)	33.44	(2.06)	(2.33)	(1.97)	(0.53)	(0.69)	(1.13)	(1.67)	(2.56)	(0.02)	(0.52)	0.03	(1.42)	
KOSPI	1726.60	(0.28)	12.03	(1.73)	0.03	(0.33)	(0.24)	(0.35)	(1.05)	0.42	1.38	2.07	0.03	(1.09)	(0.05)	
SHANGHAI	2590.57	0.07	19.25	N.A	0.10	N.A	0.31	0.53	1.56	N.A	(0.82)	(0.92)	1.51	(0.32)	(0.30)	
TAIWAN	7596.83	(0.21)	17.88	(1.28)	(0.31)	(0.34)	(0.48)	0.14	(0.05)	0.43	(0.22)	(0.36)	1.32	0.23	(0.37)	
HANGSENG	20834.84	0.08	15.11	N.A	(0.20)	(0.19)	(0.41)	(0.43)	(2.34)	(0.46)	(0.41)	(0.81)	N.A	(0.59)	(0.32)	
CAC	3705.32	(0.83)	14.10	N.A	(0.90)	N.A	(1.77)	0.07	(0.44)	N.A	(0.58)	(1.67)	0.96	(1.67)	(0.88)	
FTSE	5246.98	(0.98)	14.16	(2.81)	(0.78)	(0.54)	0.01	(0.27)	(0.69)	0.18	(2.44)	(2.48)	(0.13)	(1.23)	(0.47)	
DAX	6269.04	(0.38)	15.54	(0.50)	(0.77)	(2.27)	(1.09)	0.14	0.24	(0.72)	(0.77)	(0.90)	0.30	(0.90)	0.44	
US	10293.52	(1.43)	14.38	(2.86)	(1.61)	(3.01)	(1.56)	(3.04)	(1.10)	(3.42)	(2.53)	(2.70)	(0.41)	(2.47)	(0.56)	
AUSTRALIA	3697.60	(0.97)	26.32	N.A	(1.43)	0.45	(1.17)	(2.09)	(1.07)	(1.10)	(1.72)	(1.36)	(0.37)	0.38	(2.26)	
BRAZIL	64810.62	(0.03)	13.91	N.A	N.A	N.A	N.A	N.A	(0.03)	N.A	N.A	N.A	N.A	N.A	1.63	
MEXICO	32470.70	(1.25)	16.73	N.A	Tim	Tim	Tim	N.A	N.A	N.A	Tim	N.A	N.A	N.A	N.A	Tim

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

[research@lohiasecurities.com](mailto:research@lohiasecurities.com)

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### Our Research Analysts-

Name	Email -ID
Nandita Jaiswal	<a href="mailto:nandita.jaiswal@lohiasecurities.com">nandita.jaiswal@lohiasecurities.com</a>
Uday Dubey	<a href="mailto:uday.dubey@lohiasecurities.com">uday.dubey@lohiasecurities.com</a>
Vinay Sodha	<a href="mailto:vinay.sodha@lohiasecurities.com">vinay.sodha@lohiasecurities.com</a>
Basanti Gourisaria	<a href="mailto:basanti.gourisaria@lohiasecurities.com">basanti.gourisaria@lohiasecurities.com</a>

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