

FII F&O STATS	BUY	SELL	NET
INDEX FUTURE	1,731.07	1,186.59	544.48
INDEX OPTION	2,145.57	2,098.40	47.17
STOCK FUTURE	967.95	944.12	23.83
STOCK OPTION	192.35	70.62	121.73
FII & MF (Rs. Cr.)	BUY	SELL	NET
FII	2,035.96	2,530.62	(494.66)
DII	1,130.61	930.78	199.83
MONEY MARKET	LAST	%CH-1D	%CH-5D
INCALL RATE	3.15	(4.55)	(3.96)
G SEC 91 DAYS	3.78	0.00	(0.53)
G SEC 360 DAYS	4.72	(0.21)	(0.63)
CURRENCY	LAST	%CH-1D	%CH-5D
RS/\$	45.97	(0.87)	0.28
YEN/\$	90.87	0.68	1.50
\$/EURO	1.39	0.12	(1.31)
\$/POUND	1.60	0.62	(1.00)
CS/\$	1.06	(0.95)	(0.20)
\$/AS	0.89	1.41	(0.62)
DXY Index	79.29	0.13	1.09
PRECIOUS METALS	LAST	%CH-1D	%CH-5D
GOLD SPOT \$/OZ	1104.93	2.27	1.25
SILVER SPOT \$/OZ	16.67	2.70	(1.20)
3 Month Future	LAST	%CH-1D	%CH-5D
LME ALUMINUM (\$)	2077.50	(0.88)	(7.52)
LME COPPER (\$)	6694.00	(2.53)	(9.86)
LME ZINC (\$)	2101.50	(1.50)	(10.36)
LME NICKEL (\$)	18150.00	(3.20)	(1.63)
ENERGY	LAST	%CH-1D	%CH-5D
Generic 1st 'CL' Future	74.92	0.66	0.29
Generic 1st 'QW' Future	733.60	(1.25)	(2.60)
Generic 1st 'NG' Future	5.44	0.15	0.07
FREIGHT INDEX	LAST	%CH-1D	%CH-5D
BALTIC DRY INDEX	2,745.00	(3.62)	(14.83)
BALTIC DIRTY TANKER	1,047.00	(2.79)	(8.40)

Yesterday's Major Economic Events

Country	Data	Actual	Prior
US	Personal Income	0.40%	0.40%
US	Personal Spending	0.20%	0.50%
US	PCE Deflator (YoY)	2.10%	1.50%
US	PCE Core (MoM)	0.10%	0.00%
US	PCE Core (YoY)	1.50%	1.40%
US	ISM Manufacturing	58.4	55.9
US	ISM Prices Paid	70	61.5
US	Construction Spending MoM	-1.20%	-0.60%

Key Highlights...

U.S. Stocks Rebound, Treasuries Fall on Manufacturing Reports; Euro Gains

Stocks rebounded from a three-month low as manufacturing reports in the U.S., Europe and China showed the global economic recovery is accelerating. Treasuries fell and the euro snapped a four-day decline versus the dollar.

Manufacturing in U.S. Expands More Than Forecast as Recovery Gains Ground

Manufacturing expanded in Jan at the fastest pace since August 2004, indicating production gains that are spearheading the U.S. recovery may soon encourage companies to hire. The ISM's factory index rose to 58.4, exceeding the highest estimate in a Bloomberg News survey of economists, from December's 54.9, figures from the Tempe, Arizona-based group showed.

Asian Stocks Advance as U.S. Manufacturing Expands...

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

Sector...

Cement Sales

- Cement makers reported double-digit growth in January sales driven by increased demand from housing sector, especially of low-cost homes, and infrastructure. Shree Cement, JK Lakshmi and Jaiprakash Associates have recorded better sales growth in the month, while major players like ACC could only witness a marginal increase. Generally, cement sales start picking up from January and the peak period ends with the arrival of the monsoons in June.
- **Jaiprakash Associates** saw its January sales jumping by 60 per cent to 11.65 lakh tonnes, **Shree Cement** reported a 17.66 per cent rise in sales at 8.82 lakh tonnes, and **JK Lakshmi Cement** clocked a 38 per cent increase in sales at 5.06 lakh tonnes. But **ACC** reported almost flat growth at 19.1 lakh tonnes against 18.9 lakh tonnes last January.
- Over 1.35 lakh workers in the cement industry are demanding an over 8-fold hike in their minimum basic wages from the coming fiscal year.

January Auto Sales

- Major auto companies, including Maruti Suzuki, Mahindra & Mahindra and General Motors, reported record sales for January, signalling that the worst is behind for the auto industry that was battered by the global economic meltdown.
- **Tata Motors** reported 77.30 per cent jump in its total sales during January at 65,478 units. The company had sold 36,931 units during the same month last year.
- **Hero Honda** reported 23.57 per cent jump in its sales at 3,89,802 units in January compared to the same month's last year. Hero Honda is also planning to launch three new products by the end of this fiscal.
- **Mahindra & Mahindra** reported its highest ever domestic monthly auto sales with 67.4 per cent increase in January at 28,988 units against 17,320 units in the same month last year.
- **Ashok Leyland** sees Jan-Mar sales at 24,000 units vs 10,800 year ago.

Corporate...

- **NTPC:** Government meet on fixing floor price for company's follow-on issue remained inconclusive Monday. Government sets company's FPO issue price at 201 rupees, a 5% discount from Monday's closing price of 211.25 rupees.
- The Delhi High Court reserved its order in the patent-related case between Swiss UCB Farchim SA and **Cipla**.
- **Colgate Palmolive** buys balance 25% in Professional Oral Care Products at 24 mln rupees.
- **HCL Technologies** Division HCL AXON signs pact with NextLabs for customer data security.
- **Hindalco Ind** Plans to make beverage cans in India for cos such as PepsiCo and Coca Cola.
- **Infosys Technologies** gets order to design and implement a research information system for Irish biotechnology company **Elan Pharmaceuticals Inc.**
- **Jindal Steel And Power** is in race to acquire majority stake in Zimbabwe Iron and Steel Co.
- **Mercator Lines** will invest up to 4.6 bln rupees to buy vessels over the next two years.
- **Parsvnath Developers** gross debt to fall below 15 bln rupees by March. Plans to raise up to 3 bln rupees through private equity by Mar-end.
- **Suzlon Energy** Tweaks its sales guidance, to deliver 1,900 MW of orders against its aim of booking sales of 1,900-2,100. Plans to sell its entire 26% stake in Hansen Transmissions International.
- **UCO Bank** Board clears issue of 60 mln shares via follow-on public offer or qualified institutional placement.
- ArcelorMittal hikes stake in **Uttam Galva** to 34.42%.
- **BHEL** will soon commission steam generators for the 1,500 MW gas-based power plant at Bawana for the Commonwealth Games in October this year.
- **JSW Energy** plans to scale up its capacity to 11,390 Mw which entails an investment of over Rs 50,000 crore. The company now has a capacity of 995 Mw and aims to scale it up to 3,140 Mw by 2011. By 2015, the total capacity would be 11,390 Mw.
- **ONGC** will spend Rs 26,000 crore on capital expenditure in the next financial year. The company's capital expenditure in this financial year is Rs 24,000 crore.
- **GVK Power** (Goindwal Sahib), a wholly-owned subsidiary of the **GVK Power**, has tied up Rs 2,400 crore for its power project in Punjab. The total cost of the project is Rs 3,200 crore of which Rs 800 crore is equity and the remaining is debt.
- **Unity Infraprojects** has bagged an order worth Rs 99.98 crore from the Ministry of External Affairs for construction of Indian High Commission Complex in Dhaka, Bangladesh.

	Index Value	Index	P/E	AUTO	CAPITAL GOODS	CONSTRUCTION	Financial	FMCG	Info Tech	LOGISTICS	Metals	Oil & Gas	Pharma	POWER	Telecom
INDIA	4899.70	0.00	24.26	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	10396.48	1.88	(42.80)	4.07	1.98	2.25	1.14	(0.00)	1.14	0.56	2.02	3.64	(0.10)	(0.13)	0.70
KOSPI	1614.44	0.50	21.68	(1.75)	2.53	(0.02)	0.28	0.15	0.14	0.50	3.16	0.32	0.21	0.27	0.02
SHANGHAI	2977.66	1.23	31.52	N.A	0.93	N.A	1.72	0.06	0.37	N.A	2.97	1.86	0.08	0.47	0.92
TAIWAN	7577.15	0.70	122.45	0.43	1.28	0.33	0.81	2.21	0.98	0.68	0.34	(0.58)	1.18	0.67	0.68
HANGSENG	20432.11	0.93	20.66	N.A	1.68	1.90	0.80	1.99	1.94	1.77	1.95	1.55	N.A	(0.12)	0.69
CAC	3762.01	0.60	15.92	N.A	0.81	N.A	1.22	0.76	1.31	N.A	2.00	0.44	(0.54)	0.44	1.02
FTSE	5247.41	1.14	53.94	1.30	0.66	0.61	2.43	0.09	0.50	1.37	1.01	1.08	0.22	1.25	(0.35)
DAX	5654.48	0.81	54.99	1.06	0.37	(0.05)	2.81	2.09	1.47	1.25	0.37	0.81	0.22	0.81	0.53
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	3759.40	1.24	66.46	N.A	(1.48)	(1.70)	(0.87)	0.12	(0.45)	(0.11)	(2.07)	(2.55)	(0.26)	(1.13)	(0.43)
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)	Tim	1.57	N.A	N.A	N.A	Tim	N.A	N.A	N.A	Tim

Q3 Results...

- **Cox & Kings India** posted a jump of nearly 88 per cent in net profit for the October-December quarter at Rs 19.28 crore against Rs 10.26 crore clocked in the same period last fiscal. The company's consolidated income from operations grew 26.69 per cent at Rs 78.89 crore in the third quarter ended December 31, 2009.
- **Bombay Rayon Fashions** net profit rose by 13.34 per cent to Rs 47.23 crore for the quarter ended December 31, 2009, over the same period last year. Sales of the firm rose to Rs 417.93 crore for the quarter ended December 31, from Rs 344.92 crore in the same period last fiscal.
- **EMAMI** Oct-Dec net up 95% on year at 780 mln rupees on Zandu merger.
- **Hinduja Ventures** reported a rise of 76 per cent in net profit at Rs 17.75 crore in the third quarter ended December 31, 2009, compared to the year-ago period. The company's net profit stood at Rs 10.08 crore in the same period last fiscal. Total income for HVL in the quarter grew 25 per cent to Rs 97.32 crore compared to Rs 77.82 crore in the corresponding period previous year.

Global...

U.S

- **Citigroup Inc.** plans to sell or split off its \$10 billion Citi Private Equity unit, expanding the list of money-management businesses the U.S. bank is disposing of to reduce debt, people familiar with the matter said.
- **Japan Airlines Corp.** Chairman Kazuo Inamori said he wants to make a quick decision on rival tie-up offers from American Airlines and Delta Air Lines Inc. as he begins overseeing JAL's turnaround in bankruptcy protection.
- **Manhattan developer** William Macklowe, whose company lost control of \$7 billion of real estate in 2008 after acquiring it from Sam Zell's Equity Office Properties, turned to Zell as a buyer for three Manhattan apartment towers.

EUROPE

- **German Chancellor** Angela Merkel said she would be willing to buy stolen information relating to Swiss bank accounts to crack down on tax dodgers, sparking dissension in her government and criticism in Switzerland.
- **Germany** wants General Motors to increase its contribution to the Opel unit's reorganization before Top Stories.
- **Total SA**, Europe's largest refiner, plans to halt refining operations at its idle Flanders plant permanently after the recession eroded demand for oil products.

ASIA

- **China's gov** seeking to stem property speculation, told banks to raise interest rates on third mortgages and demand bigger down payments for such loans, a person with knowledge of the matter said.
- **Toyota Motor Corp.** rose the most in almost two months in Tokyo after saying U.S. dealers will begin fixing accelerator pedals this week in 2.3 mln recalled vehicles and that assembly of affected models will resume Feb. 8.
- **China** will add to last year's record \$32 billion spending on resource acquisitions as demand for iron ore, copper and oil soars with the fastest economic growth since 2007.

Currency...

- **The yen** weakened against most of its major counterparts as optimism the global economic recovery is gaining momentum spurred demand for stocks and other higher-yielding assets.
- **The pound** fell against the dollar and the euro as a report showed U.K. house prices posted an annual decline and banks granted fewer mortgages last month, prompting concern the economic recovery is stalling.

Commodity...

- **Crude** rose for a second day in New York after manufacturing in the U.S. increased at the fastest pace since August 2004, signaling that fuel use in the world's biggest energy-consuming country may gain.
- **Gold** may extend its biggest rally in three months as the dollar's advance stalled, bolstering demand for the metal as an alternative investment.
- **Copper** climbed from a 10-week low in Shanghai, as recent declines lured buyers from China, the world's largest consumer.

Events Today...

IN	Event
10:45	A.K. Antony to Inaugurate Bharat Electronic's New Facility
11:15	Deputy Prime Minister of Laos to address FICCI
11:15	Siemens President/CEO and Managing Director press meet
12:00	ARSS Infrastructure Projects Press Meet on IPO
12:00	Business lunch with premier of Quebec
	Great Offshore to Consider Funds Raising Plans
US	
20:30	Treasury's Geithner Testifies to Senate Finance Committee

Our View...

US equity markets ended higher Monday as investor confidence about economic recovery gathered pace following a stronger than anticipated expansion of the manufacturing sector. The Institute of Supply Management's manufacturing index for January rose to 58.4, up from 54.9 in December and analysts' estimate of 55.3. Asian markets were stronger today tracking global peers as confidence about US economic recovery gained strength after upbeat economic data. Shares of major Asian exporters also gained, tracking the weakness in the yen. Our market is seen trading with a positive bias tracking global markets, coupled with buying support on attractive valuations of Indian shares, post the recent correction.

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.taparia2005@ lohiasecurities.com
Uday Dubey	uday.dubey@ lohiasecurities.com
Rohit Jain	Rohit.jain@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.**