



Equity Markets – Highlights: The NSE Market Capitalisation and All-share Index dipped 1.00% each as bearish sentiment dominated trading activities. The number of deals, volume and value of stocks traded declined 29.04%, 15.33% and 22.85% respectively. Financials dominated the top trades and accounted for 75.49% of volume (64.81% of value) of stocks traded. Trading on ICT stocks was also heavy as investors continue to take advantage of low prices for portfolio diversification. The stocks of 129 companies were traded, of which 22 stocks appreciated whilst 48 stocks declined. Whilst we expect the cheap valuation to spur investor's interest in equity, the market may dip further as liquidity remain inadequate to absorb supply.

Global equities markets were bearish today. The downgrade of major companies and the anticipated change in US monetary policy were the key factors that weighed on market sentiment. In the US, the unexpected decline in business productivity, anxiety over Federal Reserve's policy direction and outlook for the economy heightened risk aversion. The Dow Jones, S & P 500 and NASDAQ shed 0.92%, 1.11% and 0.92% respectively in early trading. In Europe, the weak performance of UK housing sector in the second quarter, added to the subsisting negative sentiments to depress the market. The UK's FTSE100, Germany's Dax 30 and France's CAC 40 lost 0.71%, 1.25% and 1.22% respectively. In Asia, the slow growth in China's imports rekindles concern over the sustainability of global economic recovery. The Japan's Nikkei, South Korea's KOSPI, Hong Kong's Hang Seng and China's Shanghai declined 0.22%, 1.50%, 0.50% and 2.89% respectively. With the weak performance of most macroeconomic variables, governments are expected to reinforce existing stimulus measures to support economic recovery. The adequacy of the rescue plans would dictate the market rhythm in the near term.

Money Markets-Highlights: Rates across tenors inched up slightly today due to the funding of currency and government securities purchases. NIBOR on Call, 7-day, 30-day and 90-day borrowings rose 0.74%, 4.35%, 1.68% and 2.34% respectively whilst cost of 60-day borrowing was unchanged. The hike may be short lived because low activities amidst high liquidity persisted at the interbank market.

Equities (NSE) – Market Snapshot

Indicator	Tue 10/08	Mon 09/08	Change	%
No of Deals	6,312	8,895	(2,583)	(29.04)
Vol. Traded	220.05mn	259.88mn	(39.83)mn	(15.33)
Total Value	₹2.06bn	₹2.67bn	₹(609.69)mn	(22.86)
Mkt. Cap	₹6.20tr	₹6.26tr	₹(62.39)bn	(1.00)
All-Share Index	25,350.98	25,606.09	(255.11)	(1.00)

Company Results Released

Company	Period	Current N' bn		Previous N' bn		Div (K) Bonus
		T'over	PAT	T'over	PAT	
Skye Bank	Q2'10	51.95	5.09	51.33	7.53	-
Presco	Q2'10	2.76	0.72	2.02	0.30	-
NASCON	Q4'09	8.77	1.84	7.89	1.30	50

The Day's Gainers & Losers

GAINERS				LOSERS			
Company	OP (₹)	CP (₹)	%	Company	OP (₹)	CP (₹)	%
Access	8.41	8.83	5.0	AGLeventis	3.43	3.26	5.0
NNFM	35.25	37.01	5.0	Goldlink Ins.	0.61	0.58	4.9
J. Berger	52.28	54.89	5.0	UBN	5.32	5.06	4.9
FTN Cocoa	0.69	0.72	4.4	C & I Leasing	2.87	2.73	4.9
U. Homes	0.92	0.96	4.4	Guaranty	16.80	16.00	4.8

Money Market Trend

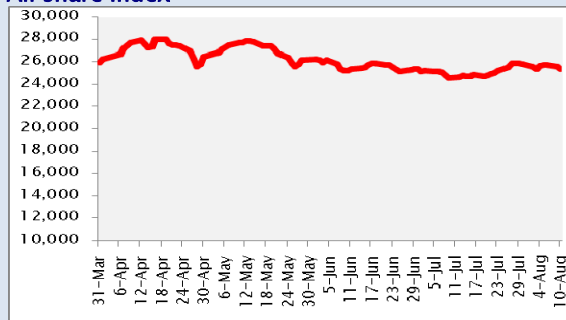
Tenor	Tue 10/08	Mon 09/08	Fri 06/08	Thur 05/08	Wed 04/08
Overnight	1.1250	1.1167	1.1167	1.1167	1.1167
7 Day	2.2083	2.1167	2.1250	2.1667	2.1250
30 Day	5.0417	4.9583	5.0833	5.1250	5.1250
60 Day	6.1667	6.1667	6.1250	6.1250	6.1250
90 Day	7.2917	7.1250	7.1250	7.0417	7.1250

FBN Heritage Fund @ 09 Aug '10

Bid Price	Offer Price
₹89.47	₹92.31

OP/CP = Opening Price /Closing Price

All share Index



NIBOR Trend

