

Week 33, TD4

Thursday, 19th Aug 2010

Equity Markets – Highlights: The domestic bourse recovered marginally from prior day's decline as both the NSE Market Capitalisation and All-share Index gained 0.11% each. The rise in key market indices was due to attractive stock valuation which incited value-driven investors to the market. The number of deals rose 96.54% whilst the volume and value of stocks traded dipped 21.79% and 26.70% respectively to support price. Financials dominated the top trades and accounted for 78.73% of volume (65% of value) of traded stocks. The stocks of 132 companies were traded, of which 33 stocks appreciated whilst 27 stocks declined. Despite the positive trend seen today, we expect market rhythm to remain pessimistic as the perceived political risks associated with the forthcoming elections and lack of liquidity may subdue buying interest.

Global market was mixed today as concerns over the health of the global economy persist. In the US, weak labour market report depressed investors' risk appetite as the Dow Jones, S & P 500 and NASDAQ shed 1.48%, 1.66% and 1.55% respectively. The negative sentiments generated by the poor US unemployment data spread to Europe. Consequently, the UK's FTSE100, Germany's Dax 30 and France's CAC 40 declined 1.55%, 1.52% and 1.79% respectively. Asian regional markets were bullish as the planned new stimulus packages by some countries in the region boost asset prices. The Japan's Nikkei, South Korea's KOSPI, Hong Kong's Hang Seng and China's Shanghai rose 1.32%, 1.00%, 0.24% and 0.81% respectively. We expect global equities to remain volatile through the week.

Money Markets-Highlights: The inter-bank market was mixed today as combined effect of the liquidity drains for sovereign bond, treasury bills and foreign currency purchases stabilised the market. Rates on Call and 60-day borrowings closed flat while the cost of 30-day and 90-day borrowings fell 3.00% and 6.67% respectively. Only the rate on 7-day tenored funds rose 0.90. We expect NIBOR to be stable through the week.

Equities (NSE) – Market Snapshot

Indicator	Thur 19/08	Wed 18/08	Change	%
No of Deals	12,388	6,303	6,085	96.54
Vol. Traded	228.83mn	292.60mn	(63.77)mn	(21.79)
Total Value	₹2.17bn	₹2.96bn	₹(790.08)mn	(26.70)
Mkt. Cap	₹6.16tr	₹6.16tr	₹6.82bn	0.11
All-Share Index	25,197.92	25,170.02	27.90	0.11

Company Results Released

Company	Period	Current N' bn		Previous N' bn		Div (k) Bonus
		T'over	PAT	T'over	PAT	
Academy Press	Q4'10	2.01	0.14	1.77	0.09	7
ABC Transport	Q2'10	2.10	(0.05)	1.98	0.11	3
Capital Hotel	Q2'10	2.47	0.65	2.19	0.43	-

The Day's Gainers & Losers

GAINERS				LOSERS			
Company	OP (N)	CP (N)	%	Company	OP (N)	CP (N)	%
NNFM	40.80	42.84	5.0	Goldlink	0.60	0.57	5.0
RT Briscoe	3.54	3.71	4.8	AP	23.48	22.31	5.0
Wapic Ins	0.63	0.66	4.8	Univ Press	7.89	7.50	4.9
Ikeja Hotel	1.07	1.12	4.7	Academy	5.89	5.60	4.9
C & I Leasing	2.80	2.93	4.6	U Homes	0.83	0.79	4.8

Money Market Trend

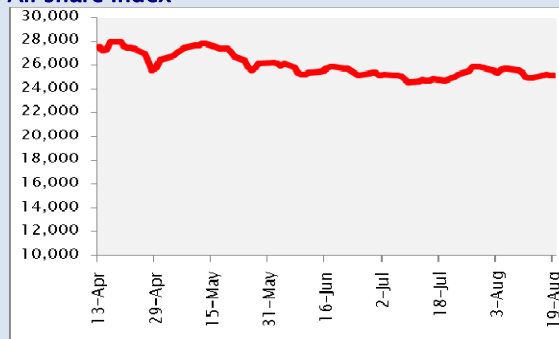
Tenor	Thur 19/08	Wed 18/08	Tue 17/08	Mon 16/08	Fri 13/08
Overnight	1.1000	1.1000	1.6250	1.7500	1.7917
7 Day	1.8500	1.8333	2.4847	2.7014	2.8750
30 Day	4.1667	4.2917	5.3333	5.4167	5.4167
60 Day	5.6667	5.6667	6.4867	6.5700	6.5617
90 Day	6.2500	6.6667	7.4236	7.5070	7.3403

FBN Heritage Fund @ 19 Aug '10

Bid Price	Offer Price
₹89.32	₹92.15

OP/CP = Opening Price /Closing Price

All share Index



NIBOR Trend

