



Markets at a Glance:

	% Change			
	15-May	1-Day	1-Mth	3-Mths
BSE Sensex	12,173	2.5	11.2	30.8
S&P Nifty	3,672	2.2	9.0	28.9
BSE MidCap	3,807	1.3	10.7	30.2
BSE Small Cap	4,280	0.8	8.9	28.7
BSE Auto	3,743	1.1	9.3	44.8
BSE Bankex	6,376	3.9	18.7	33.0
BSE Cap Goods	8,676	3.6	13.5	38.8
BSE FMCG	2,055	-0.2	-2.2	1.0
BSE Healthcare	3,161	1.5	3.9	18.9
BSE IT	2,851	2.5	19.2	34.7
BSE Metals	7,873	1.8	14.0	56.5
BSE Oil & Gas	8,510	1.2	7.7	35.8
BSE Power	2,217	1.9	7.0	24.6
BSE PSU	6,038	0.1	2.5	17.5
BSE Realty	2,405	2.1	14.5	58.3
World Indices				
Dow Jones	8,269	-0.8	1.8	9.5
Nasdaq	1,680	-0.5	0.6	14.2

Institutional Trends:

INR Cr	Cash			
	Cash	F&O	MTD	YTD (FY)
FII's	-346	-	9,271	15,779
MFs	-60	-	702	742

Currencies/Commodities:

INR	Rate/ Unit	Change	
		Abs	%
Re/US (\$)	49.40	0.4	-0.8
Re/UK (£)	75.02	0.3	-0.4
Re/Euro (€)	66.95	0.7	-1.0
Brent (\$/Bbl) - Crude Oil	56.51	-1.2	-2.1
Gold 99.90 (10 Grm)	15,070	10.0	0.1
Silver .999 (1 Kg)	22,600	200.0	0.9

Interest Rates (%):

	Last	1-Mth ago	3-Mth ago
Call	3.10	3.60	4.10
91 Day T-Bills	3.05	3.60	4.55
1 Year G-Sec	4.13	4.39	4.59
9 Year G-Sec	6.41	6.65	6.03

ADR/GDRs:

Company	Price (\$)	% Chg	Prem/Disc
Dr. Reddy's	11.6	-0.7	-0.2
HDFC Bank	78.9	2.6	9.7
ICICI Bank	23.4	4.7	0.6
Infosys	32.0	1.7	-0.8
MTNL	2.9	-2.8	-5.9
Tata Motors	7.6	1.6	-29.2
Tata Comm.	20.9	-2.2	-1.2
Wipro	10.7	2.9	39.8

Sensex Close			
Current Week: 08	▲ 7	▼ 0	
Today: 28	▲ 16	▼ 11	

Strategy for the Day:

- ✓ Voters cheer return of the ruling Congress party providing continuation of the leadership with visibly higher political stability. Stock traders too are expected to cheer with thumbs up on likely booster dose by the FII liquidity. Despite red ticker on global equities on economic woes, the local stocks are set for a big jump on the first day of the eleventh week into the rally.
- ✓ Money that was sitting on the sidelines might want to catch up now that one of the big uncertainty is over.
- ✓ FII inflows are leading the main stock indices to mean reversion from two standard deviations below it in March. The outlook on the local currency front too appears positive with INR gaining in the short term against the greenback.
- ✓ Initial euphoria following Congress' victory would be fueled by liquidity from the finicky FIIs and doubtful Davids who waited for the poll results before buying.
- ✓ In nutshell, it's ELE. Elections have brought positive newsflow, so is likely FII Liquidity. One factor that remains tricky atleast for short term is Earnings. It might take a quarter or so more for earnings growth and profit margins to return.

Action Ideas Today:

	Bias	Support		Resistance	
		S2	S1	R1	R2
Sensex	Positive	11,843	12,008	12,279	12,385
Hind. Unilever	Positive	221	223	227	229
Infosys Technologies	Positive	1,548	1,571	1,611	1,628
Reliance Industries	Positive	1,892	1,920	1,968	1,988
State Bank of India	Positive	1,256	1,284	1,332	1,351

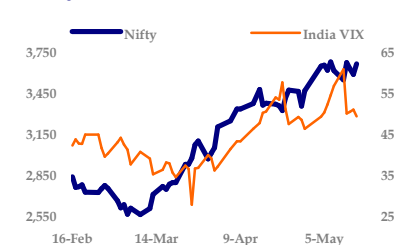
Turnover Data:

INR Cr	% Change			
	Last	1-Day	1-W Avg	1-M Avg
BSE Cash	5,111	12.1	-15.5	-7.7
NSE Cash	14,821	9.0	-2.4	-7.3
NSE F&O	52,353	2.7	-2.4	-18.5
Nifty Index Future	12,034	-18.1	-23.3	-31.0
Nifty Index Future OI	13,480	-5.0	-7.8	2.9
NSE Market Cap	3,593,184	1.7	0.1	4.8

Intraday:



Nifty & India VIX - 3 mths:



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Derivatives:

Rise in Open Interest	%	Future Price (INR)		Fall in Open Interest	%	Future Price (INR)	
	Chg	Close	% Chg		Chg	Close	% Chg
United Phosphor	73.2	127.1	3.0	Container Corporation	50.0	860.0	-1.0
Tata Tea	53.3	686.0	1.3	Crompton Greaves	46.5	176.0	3.8
IndusInd Bank	47.1	42.5	-1.1	India Infoline	35.1	94.1	3.2
Bombay Dyeing	44.4	236.9	12.1	Aditya Birla Nova	32.8	548.9	1.5
Mah. Lifescience	33.3	190.9	-0.1	Yes Bank	31.4	95.6	-0.1

BSE Top Movers & Shakers:

Gainers	Close Price (INR)		%	Losers	Close Price (INR)		%
	Day	Prev.	Chg		Day	Prev.	Chg
Aban Offshore	618.8	507.4	22.0	Great Offshore	266.3	278.0	-4.2
Patni Computers	198.3	173.2	14.5	Sintex Industries	159.7	166.1	-3.9
Bombay Dyeing	235.5	210.4	11.9	SREI Infra Finance	42.7	44.3	-3.5
TV 18	108.2	98.7	9.6	IDFC	94.9	98.3	-3.5
Ranbaxy Laboratories	199.8	184.0	8.6	GNFC	73.3	75.3	-2.7

NEWS TODAY

ECONOMY	CORPORATE	INTERNATIONAL
<ul style="list-style-type: none"> ✓ India will have to be cautious about financial sector reforms and focus on reviving the economy through domestic demand and investment, Commerce Minister said. ✓ The new government at the Centre should dilute its equity in Navratna companies by 20% to mobilise Rs 3 lakh crore for containing the fiscal deficit, industry body Assocham said. ✓ Telecom Industry wants the new Government to tackle the issue of multiple levies on the sector on a priority basis. ✓ Indian automobile industry wants the government support to continue for promoting the sector as a key economic driver and asked for removal of differential excise structure for different sizes of vehicles. ✓ Pension Fund Regulatory and Development Authority Bill may be re-introduced in the Winter Session, interim pension regulator said. ✓ The power sector may finally get a booster with the UPA getting decisive verdict and rural electrification and reduction in losses would be top priority areas for the new government. ✓ Electricity tariffs may change as power sector regulator Central Electricity Regulatory Commission (CERC) will soon announce new parameters determining the cost of generation and transmission for thermal power projects. 	<ul style="list-style-type: none"> ✓ Essar Group-owned BPO Aegis has acquired Australia-based UCMS Group for \$40.7-mn (Rs 2-bn). ✓ GSK Consumer Healthcare is planning to undertake a special campaign this summer to drive growth in the health food drinks category. ✓ Maharaja Appliances is planning to invest around Rs 500-mn to enhance production capacity at its mfg plant in Himachal Pradesh. ✓ Piramal Group is investing Rs 2-bn in the next two year's period for its ambitious programme to discover and develop NCEs and NDDSs, ✓ Faced with massive losses coupled with regulatory hurdles in the US market, Ranbaxy Lab has chalked out plans to revamp its US business. ✓ Spice Group's mobile retailing arm HotSpot will spend Rs 2-bn this fiscal on acquisitions and expansion of its operations across the country. ✓ Tata Steel said it has taken major retail initiatives to promote sale of its steel products in the country, including doubling of its outlets to 1,000 in the next 2-3 years for its branded products. ✓ Unitech plans to generate Rs 9-bn from the sale of two hotels in Gurgaon and a commercial office complex in New Delhi, by the end of June. ✓ Wimplast is planning to invest Rs 1-bn in its existing 'Cello Bubble Guard' mfg facility in Himachal Pradesh next financial year. 	<ul style="list-style-type: none"> ✓ AIG Inc said it would accelerate plans to separate its Asian subsidiary through an initial public offering. ✓ The management team of Babcock & Brown Infrastructure Fund and John Hancock Life Insurance Co said they acquired Babcock & Brown's interests in the fund as well as Babcock & Brown's mgmt rights. ✓ Daiwa Securities a venture owned by Japan's second-biggest brokerage and Sumitomo Mitsui Financial may acquire Close Brothers Group Plc's corporate finance unit. ✓ General Motors' Opel unit might make cars for other manufacturers if car parts maker Magna becomes its partner. ✓ Hynix Semiconductor Inc., plans to sell \$305-mn in equipment to a venture it will set up in China. ✓ The British govt has said that it is ready to guarantee loans to Tata group-owned Jaguar Land Rover. ✓ Noble Group raised its offer for Australian miner Gloucester Coal by 17% to A\$572-mn (\$429-mn). ✓ Rio Tinto Group, said steel users in China may be rebuilding stockpiles on low prices and infrastructure demand. ✓ Europe's Volkswagen AG called off talks with Porsche SE about a combination less than two weeks after the sports-car manufacturer's controlling families agreed to pursue a merger.



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