

Market Outlook: Nifty will have positive opening today on account of strong global cues. Nifty has supports at 5000-5050 and resistances are at 5200-5250.

Global Events to watch for today:

- ⇒ 4-Week Bill Announcement
- ⇒ 3-Month Bill Auction
- ⇒ 6-Month Bill Auction

Global indices Update @ 8:

Dow Jones	: 10211	(+38.54)
NASDAQ	: 2243	(+24.89)
Nikkei 225	: 9856	(+151.5)
Hang seng	: 20044	(+172.0)
SGX CNX Nifty	: 5134	(+20.00)
INR / 1 USD	: 46.82	

Stocks in action for the day : RIL, Dhanalaxmi, Welspun, SpiceJet, HUL

RIL plans USD 4 bn investment over 3 yrs for broadband: In a bid to enter highly competitive the telecom sector, Reliance Industries (RIL) had on Friday, announced the acquisition of 95% stake in privately held telecom operator Infotel Broadband. Interestingly, the unlisted Infotel Broadband Services, which has over five lakh subscribers, was the only firm to win the broadband spectrum in all 22 zones in an auction that ended on Friday.

Dhanalaxmi Bank plans Rs 350 cr QIP fund-raising in July: Private sector Dhanalaxmi Bank plans to raise Rs 350 crore through a qualified institutional placement (QIP) by the third week of July, a top bank official said.

Welspun to invest Rs 3 bn to enhance production Textile firm Welspun India on Sunday said it plans to invest Rs 3 billion to streamline its two production facilities to enhance output of products. Welspun director Akhil Jindal said that the company's facilities at Anjar and Vapi in Gujarat will undergo streamlining to hike production of towels, bed linens and rugs. Welspun India plans to invest Rs 3 crore to debottleneck its existing manufacturing capacities in different products, he said. The aim is to increase production of towels to 45,000 tonnes from 41,500 tonnes currently, bed linen to 52.5 million metres from the existing 45 million metres and rugs from 8 million pieces to 10 million pieces, Jindal added.

HCC aims to give wings to Kalpasar project Construction major Hindustan Construction Company (HCC) has evinced interest in developing the ambitious Kalpasar project in Gujarat which has been waiting to take off for about three decades now. The company has prepared a draft proposal and submitted it to the state government. Talking to Business Standard Rajgopal Nogja, President of HCC Real Estate said, We have shown interest in developing the Kalpasar project. The project cost as per our estimates would be about Rs 250-350 billion. We had signed a MoU with the state government in the past for developing Dholera on the lines of our Lavasa city in Maharashtra. Dholera will require huge quantity of water which can be met by Kalpasar project. Besides, Kalpasar can solve the water woes of the arid Kutch region.

Jubilant Organosys to set up two units in Bharuch SEZ Integrated pharma player and India's largest Custom Research and Manufacturing Services (CRAMS) company Jubilant Organosys is setting up two 10,000 tonnes per annum (tpa) plants each for Niacinamide and 3-Cyanopyridine at its upcoming special economic zone in Bharuch in Gujarat. While the company did not want to give out exact investment figures, R Sankaraiah, executive director, finance, Jubilant Organosys said that, For FY 2010, the overall capex of the company including investments on SEZ were Rs 2.5

billion, and for FY 2011, the company's total capex planned is around Rs 4 billion, that includes Rs 500 million of unspent capex of FY 2010. A significant part of this will be spent on the SEZ's.

Vizag port signs deal with Sterlite Ind Visakhapatnam port has entered into an agreement with Sterlite Industries to set up mechanical coal handling system on general cargo berth at outer harbour with an investment of Rs 4.43 billion. The project, to be completed by 2012, will be able to handle up to 2,00,000 tonne DWT vessels at the general cargo berth. With this, coal handling capacity at the port would increase up to 10.18 million tonne a year, according to a company release. The port has entered into a MoU with the Steel Authority of India and Essar Steels. Under this, these companies will get concessions on cargo handling charges and be given preference in berthing of vessels.

Maran of Sun TV Network to buy 37.75% stake in SpiceJet Media baron Kalanithi Maran of Sun TV Network on Saturday has agreed to buy 37.75% stake in India's second largest low-fare carrier SpiceJet from its promoter Bhupendra (Bhulo) Kansagra and distressed-assets buyout specialist Wilbur L. Ross for an undisclosed amount, according to two airline executives said. Maran, who runs 20 television channels and two general newspapers in south India, will start the process of making an open offer to SpiceJet's minority shareholders to acquire an additional 20% stake from Monday. Under Indian takeover rules, any acquisition of 15% or more triggers an open offer and the acquirer needs to make an offer for at least another 20% of the target company. Edelweiss Capital is exclusive adviser to the deal.

Reliance Infratel may sell stake first The Anil Ambani group may sell a stake in the debt-laden telecom towers business of Reliance Communications (RCom), seeking to improve the valuation of its flagship firm, said a person familiar with the plan. The sale of a stake in Reliance Infratel, as the towers business is known, would precede the proposed divestment of as much as 26% of RCom to strategic or private equity investors, said the person, who didn't want to be named. An RCom spokesperson declined to comment. RCom's board on 6 June approved the stake sale in India's second biggest mobile phone company by subscribers, giving it the freedom to raise funds for expansion and seek consolidation opportunities.

HUL okays share buyback not exceeding Rs 280/share: HUL board has given its nod to buy back shares worth up to Rs 630 crore, which is within 25% of the total paid-up capital. The buyback amounting to 2.25 crore shares, which would translate into about 1% of the total equity, will be done at a price not exceeding Rs 280 per share. The motive, analysts say, is to provide a sentimental boost as it won't have any material impact on the stock. The maximum price that has been fixed is at about 20% premium to the average closing price of the stock for the last three months. The company has equity and reserves of about Rs 2583 crore. It also has cash and bank balance of Rs 1892 crore.

Govt to inject Rs 6211 crore in 5 state-run banks: The government will inject Rs 62.11 billion into five state-run banks to help meet their capital and lending needs, a government statement said on Saturday. The support would be given to Bank of Maharashtra, Central Bank of India, IDBI Bank, UCO Bank and Union Bank of India.

Qualcomm likely to partner Bharti, Aricel – DNA

Morgan Stanley UK arm acquires 75000 shares of Parkway at USD 3.83/share; Alert: MS is advisor to Khazanah

Apollo Tyres declares lock out at Kerala unit – FE

Union Bank of India eyes a different smaller Indonesian bank – DNA

Dr Reddy's update: US court injunction stops launch of Dr Reddy's drug Allegra D24 ((Drug worth almost USD 200 million))

Board meet today: Trent to consider the terms of the proposed rights issue

Ex-dividend today: Canara Bank @ Rs.10/share, JSW Steel @ Rs.9.5/share, Patni @ Rs.3/share

Reliance Communications may sell stake in Reliance Infratel to improve valuations ahead of 26% stake sale in R Com – Mint

Surana Ind open offer at Rs 309/sh

Power Regulator says bidding will be tariff based from January, a set back for **NTPC** which was lobbying for extending low cost regime – BL

Foreign Firms may have to cut stake in Insurance JVs to abide by 25% public shareholding on listing – BS

RIL, Reliance Communications plans to share telecom Infra, RIL rules out buying any 2G player – BS

Sugar industry drags govt to court on govt move to absolve itself of Rs 14000 crore payment through amendment to essential commodities act – BS

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