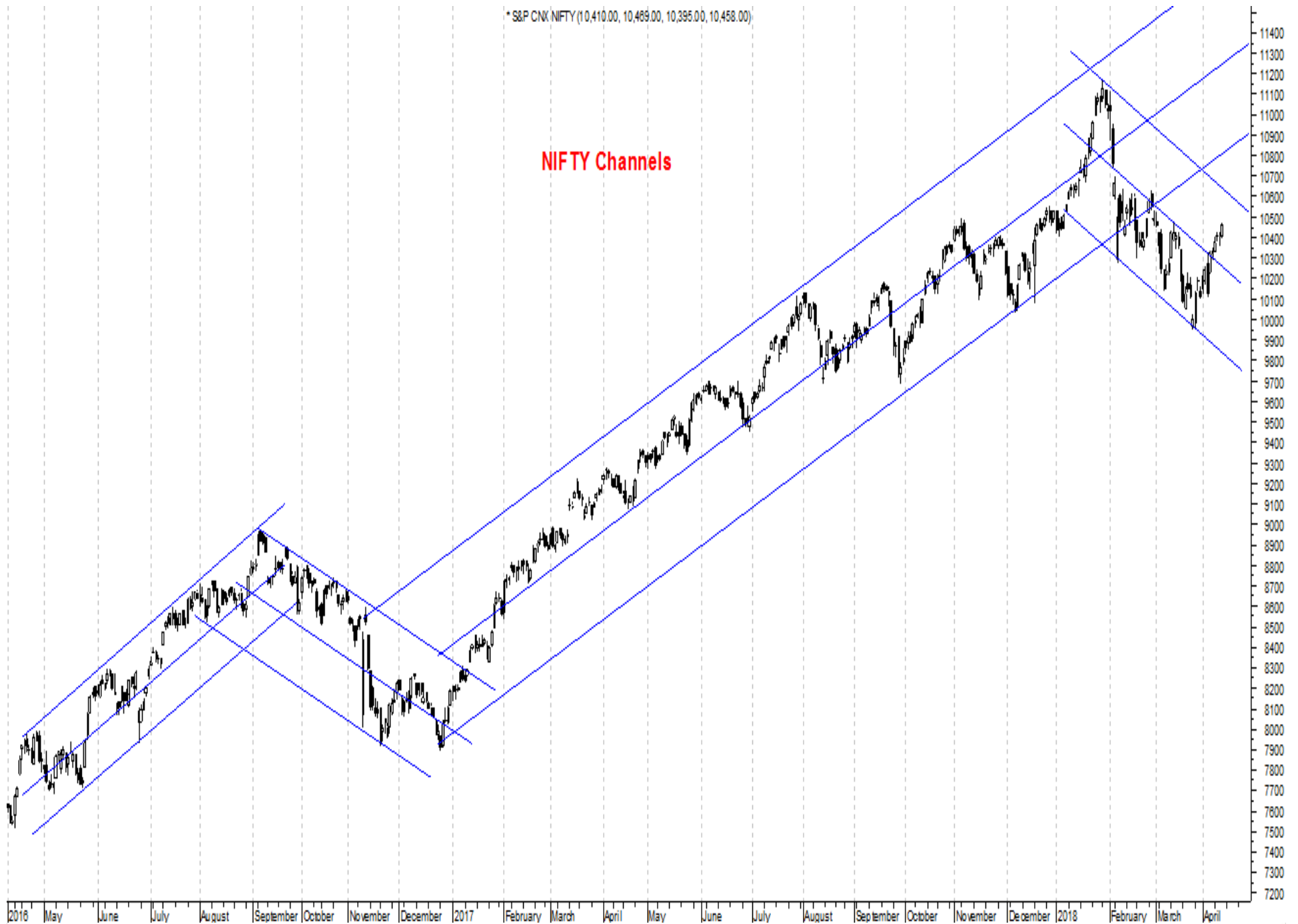




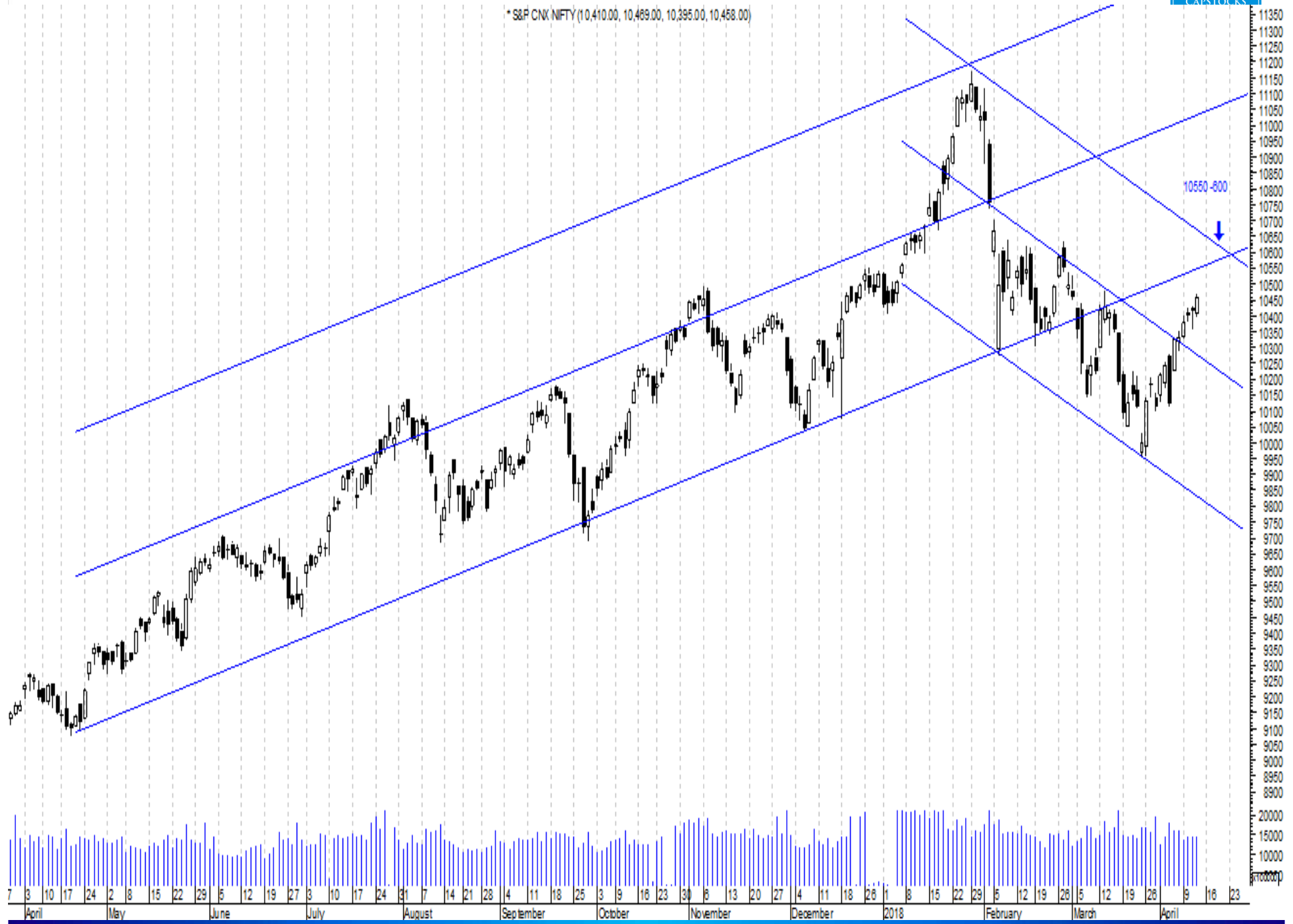
Current Market Scenario

* S&P CNX NIFTY (10,410.00, 10,469.00, 10,395.00, 10,458.00)

NIFTY Channels



* S&P CNX NIFTY (10,410.00, 10,469.00, 10,395.00, 10,458.00)



*S&P CNX NIFTY (10,216.25, 10,270.35, 10,146.40, 10,242.65)

March Meeting

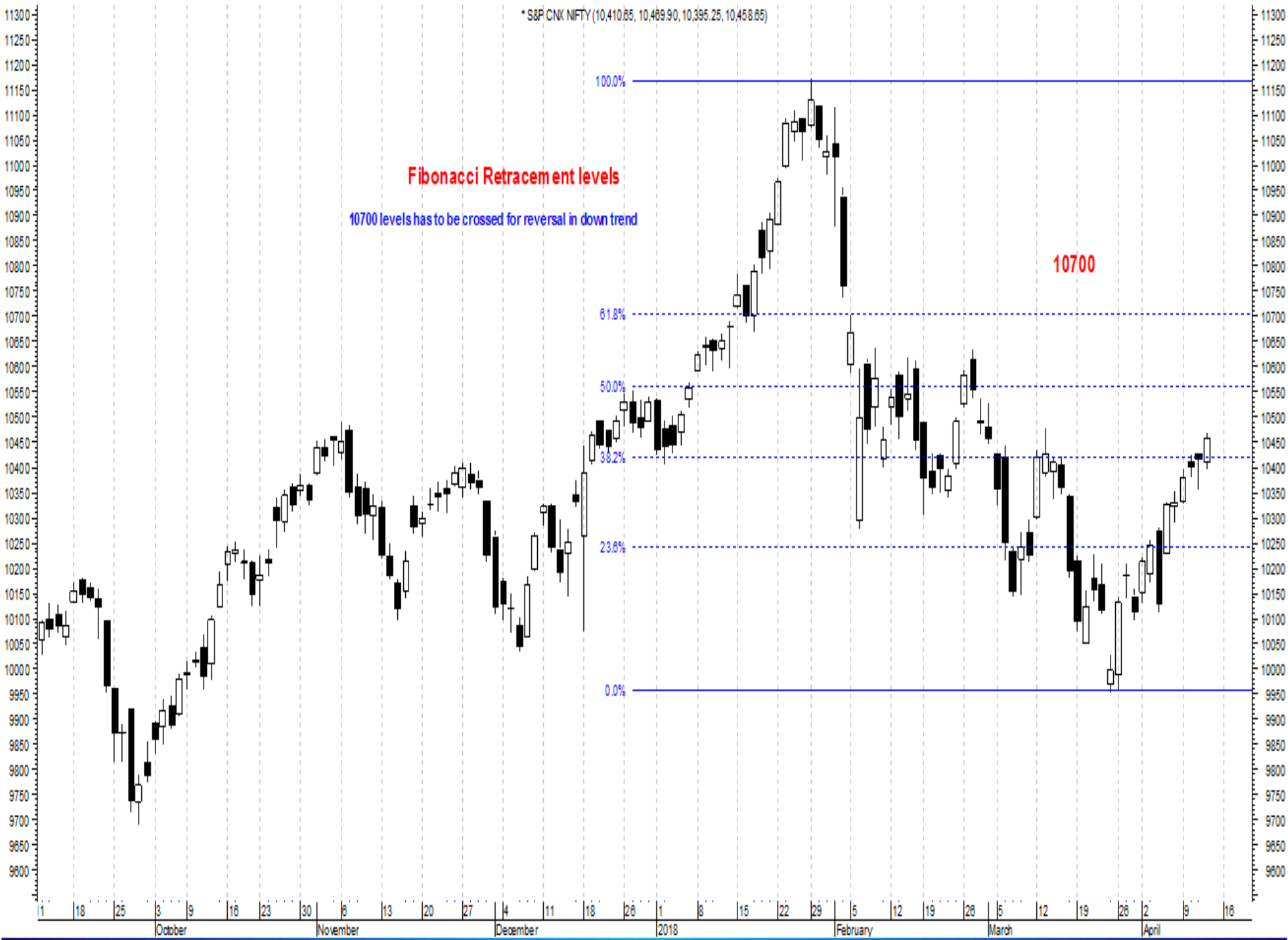
14 Month Channel Broken



* S&P CNX NIFTY (10,495.00, 10,500.00, 10,475.00, 10,498.00)



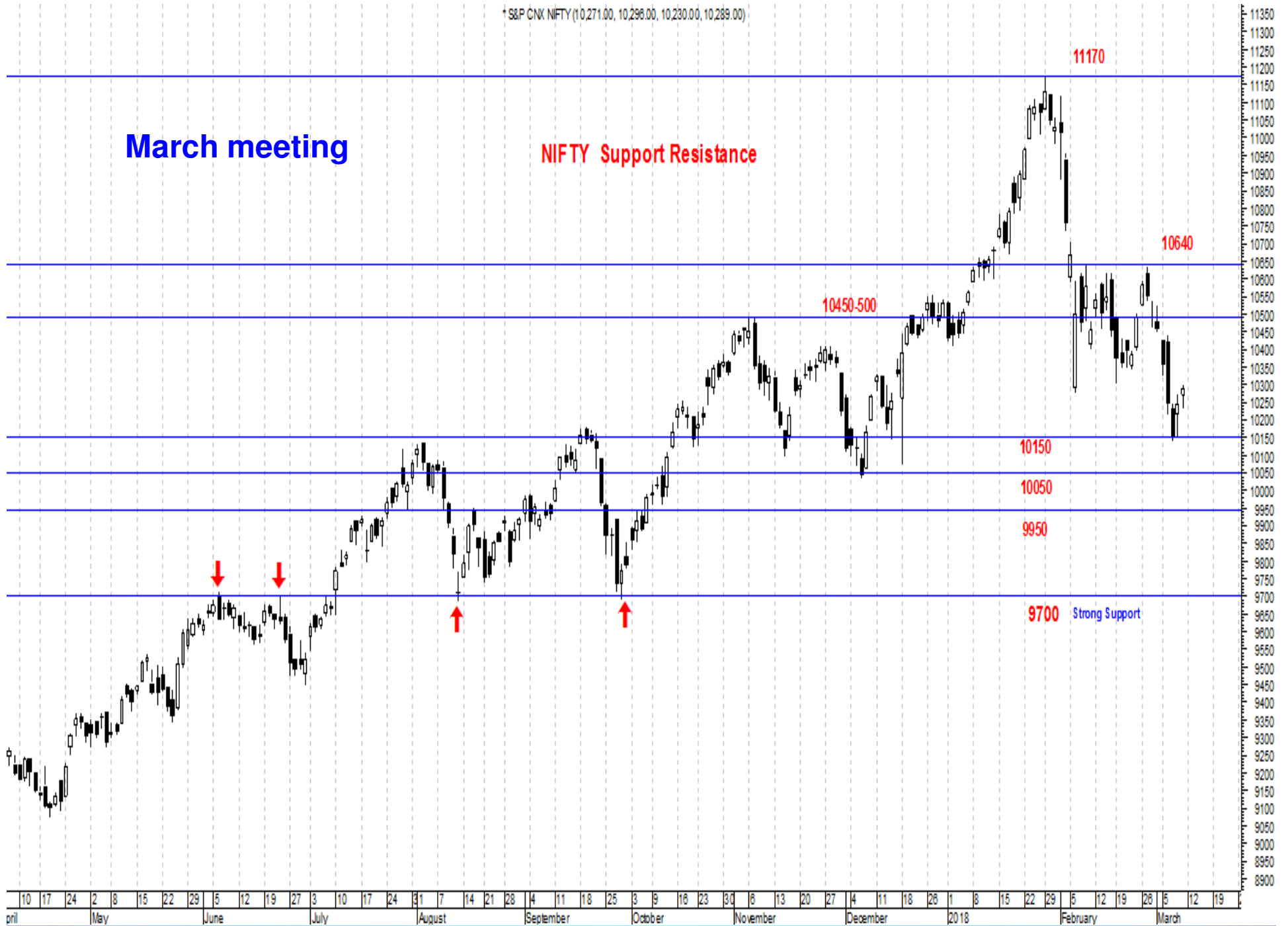
* S&P CNX NIFTY (10,410.85, 10,489.90, 10,395.25, 10,458.85)



↑ S&P CNX NIFTY (10,271.00, 10,296.00, 10,230.00, 10,269.00)

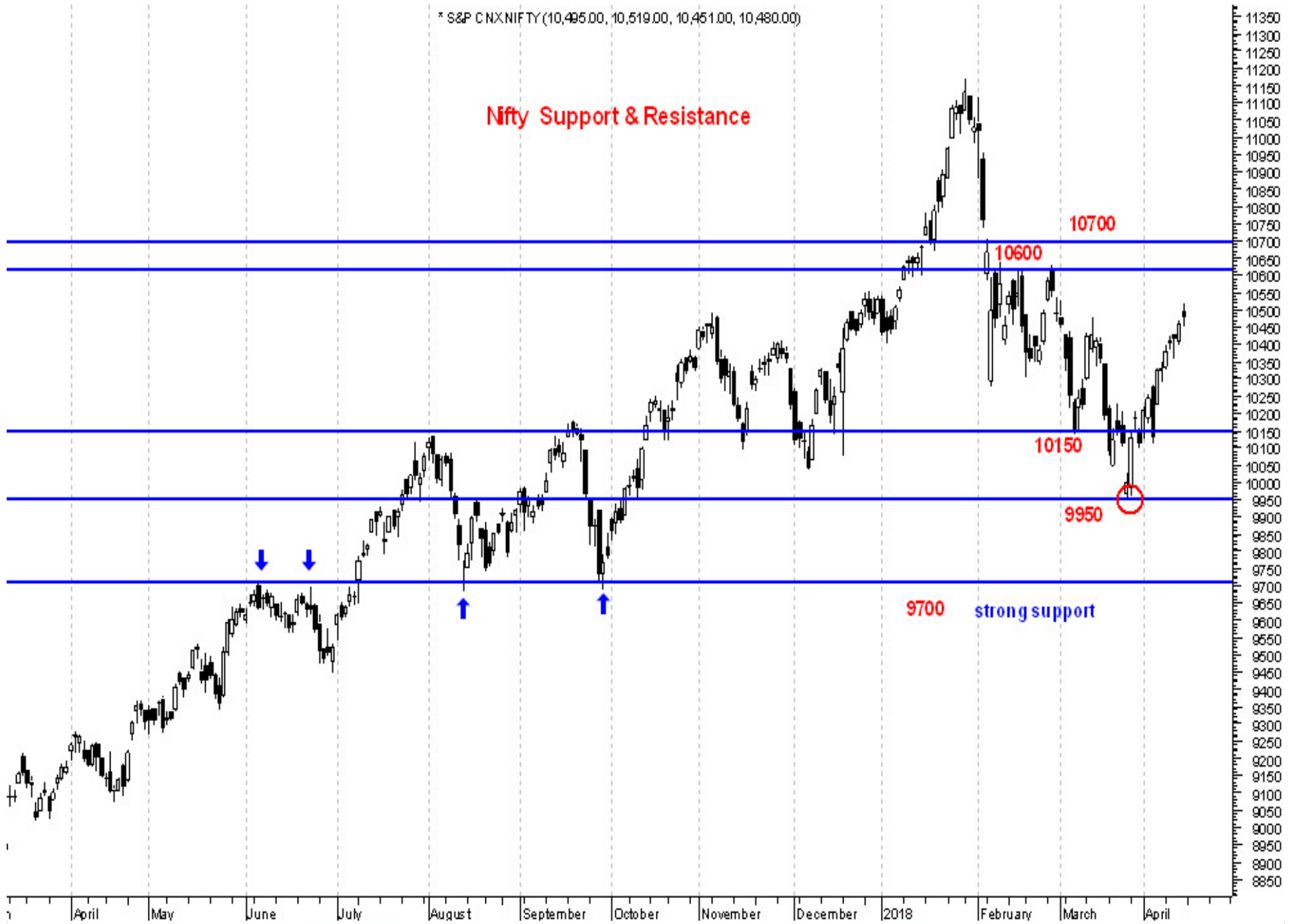
March meeting

NIFTY Support Resistance



* S&P CNX NIFTY (10,495.00, 10,519.00, 10,451.00, 10,480.00)

Nifty Support & Resistance





Market Bounce Back

- Technical Selling Ends
- Volatile Global Market
- FII Selling Continues
- Mutual Fund Inflow Slows

INDEX WATCH

INDEX	14, Apr	9, Mar	% Change
Nifty	10,480	10,226	2.4
Sensex	34,192	33,307	2.6
Nifty Midcap	19,676	18,773	4.8
BSE Small Cap	17,981	17,305	3.9



Volatile Bond Market

- Series of steps announced by Govt. And RBI cools bond yield
- Govt. To Borrow less in 1st Half FY19
- Dovish RBI policy
- FPI ceiling hiked by 0.5%
- Higher crude oil price spoils party

10 Yr Indian Bond Yield

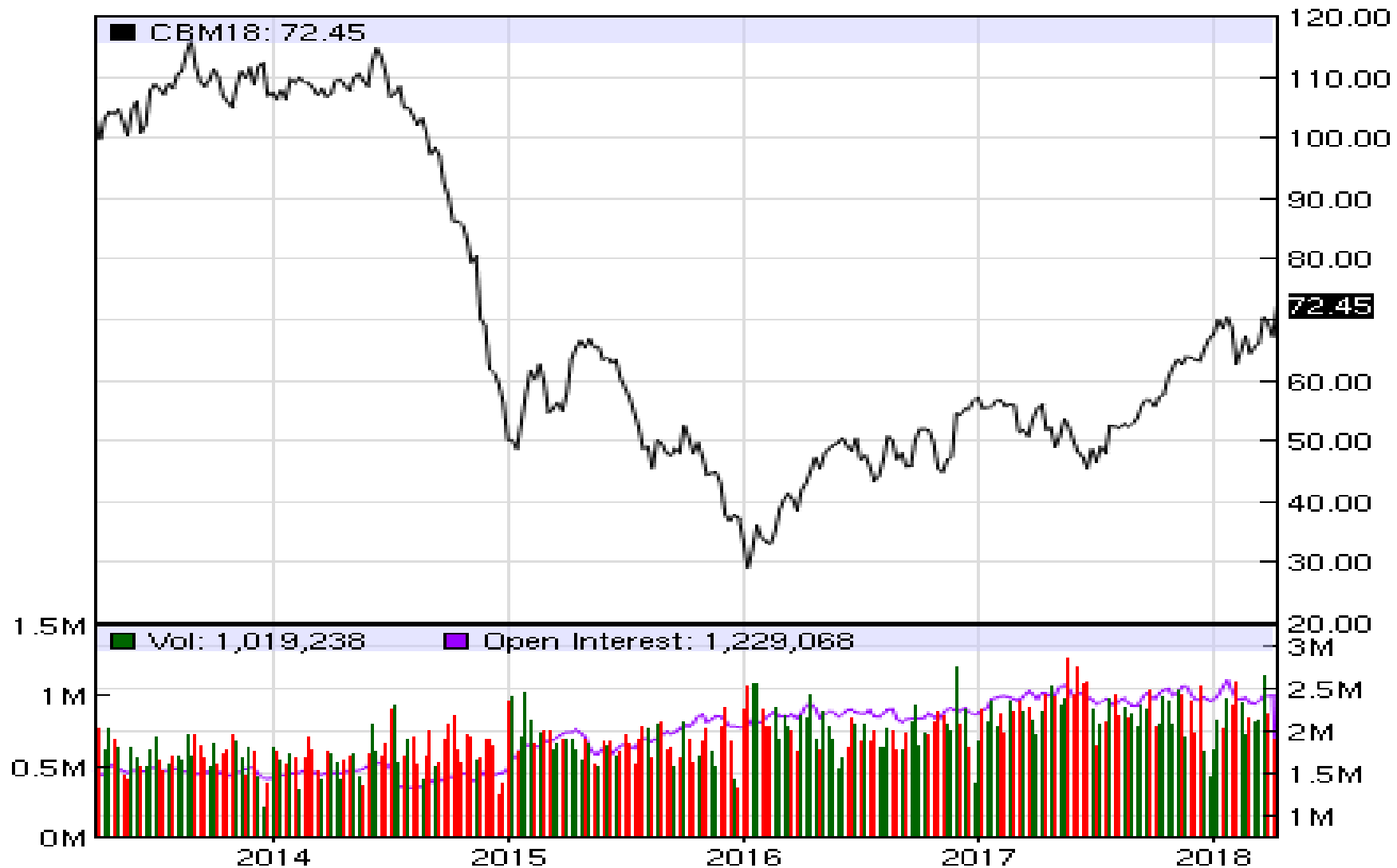




Crude Oil Rallies

- Brent Crude crosses \$70
- Geopolitical tension and reduction in inventory
- OPEC has capped production while US production is increasing
- Higher crude oil prices are big negative for domestic macros

Brent Crude Oil Prices



US Crude Oil Production Rises



US CRUDE OIL PRODUCTION



SOURCE: TRADINGECONOMICS.COM | U.S. ENERGY INFORMATION ADMINISTRATION

Auto Sales on Top Gear

Year	Total	PVs	CVs	Two wheelers	Three Wheelers
Fy-12	12.20%	4.70%	18.20%	14.20%	-2.40%
FY-13	2.60%	2.20%	-2%	2.90%	4.90%
FY-14	3.50%	-6.10%	-20.20%	7.30%	-10.90%
FY-15	7.20%	3.90%	-2.80%	8.10%	10.80%
FY-16	3.80%	7.20%	11.50%	3%	1%
FY-17	6.80%	9.20%	4.20%	6.90%	-4.90%
FY-18*	13.46%	7.89%	23%	14%	25%

*Estimated

(Growth in %)



Auto Sales

- Double digit sales growth after 5 five years
- All segments performed well except passenger vehicles
- Uptrend expected to continue

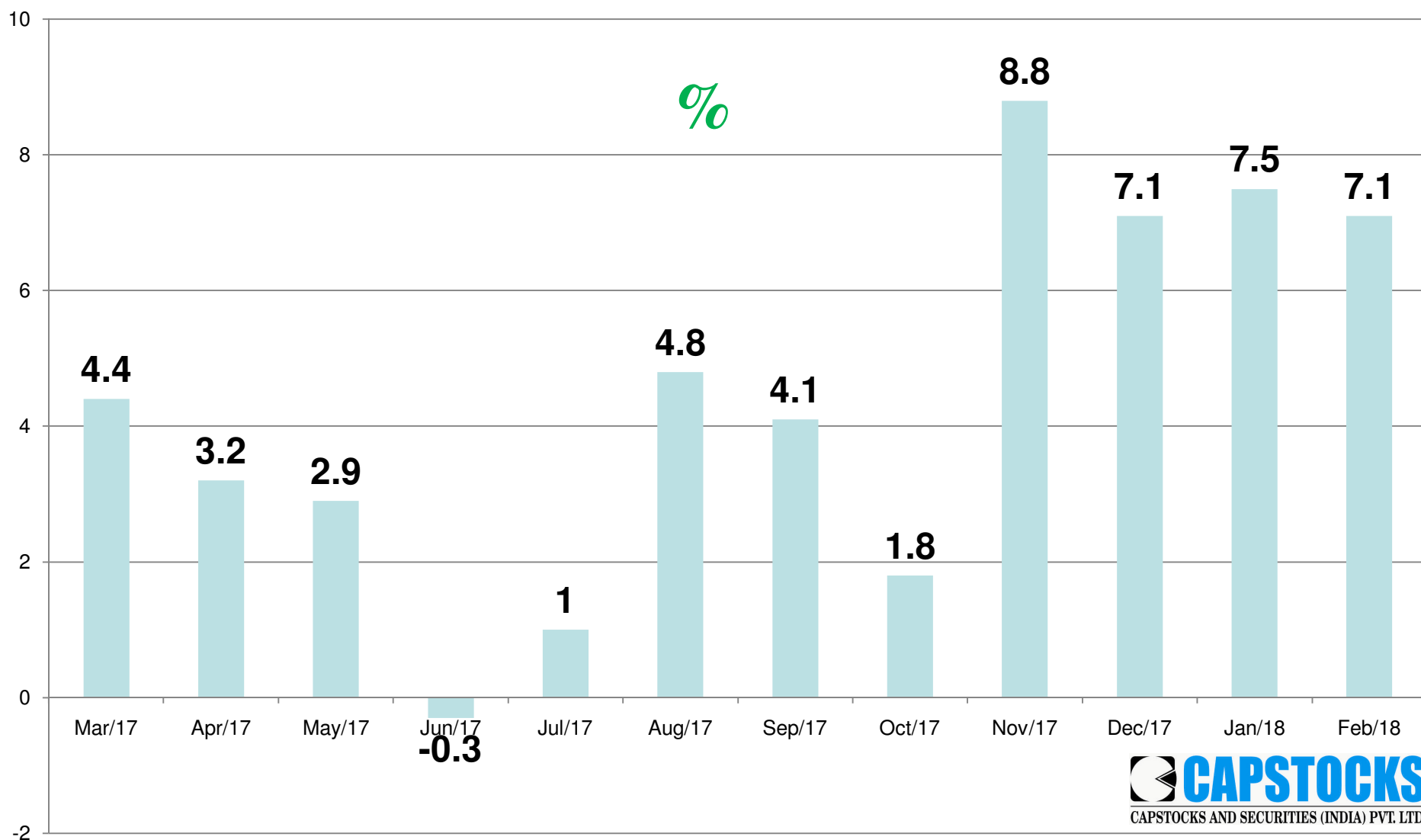
Monsoon To be Normal



- Skymet weather forecast normal monsoon for FY19
- Rainfall to be 100% of Long Term Average
- June and September to see good rainfall
- Good monsoon will be a boon for rural economy



IIP Growth



Rotation in Themes

- Currently “Consumption” theme are in fancy
- Consumption is a vague term and fits many sectors like FMCG, auto, alcohol, multiplex theatres, malls, QSR, consumer durables, jewellery
- Last year it was housing, electric vehicle and chemical themes in fancy

Are Valuations Immaterial?



- Stock like Dmart, Titan, Jubilant Food, Johnson control Hitachi trading at very high P/E ratio
- These stocks have outperformed in current fall

US Market – Roller Coaster Ride



- Trade war and face book data leakage puts US market on high volatility
- Current US bull market is already 110 months old which has given 16.7% CAGR
- Market participants expect volatile market in 2018



Mutual Fund Inflow Drops

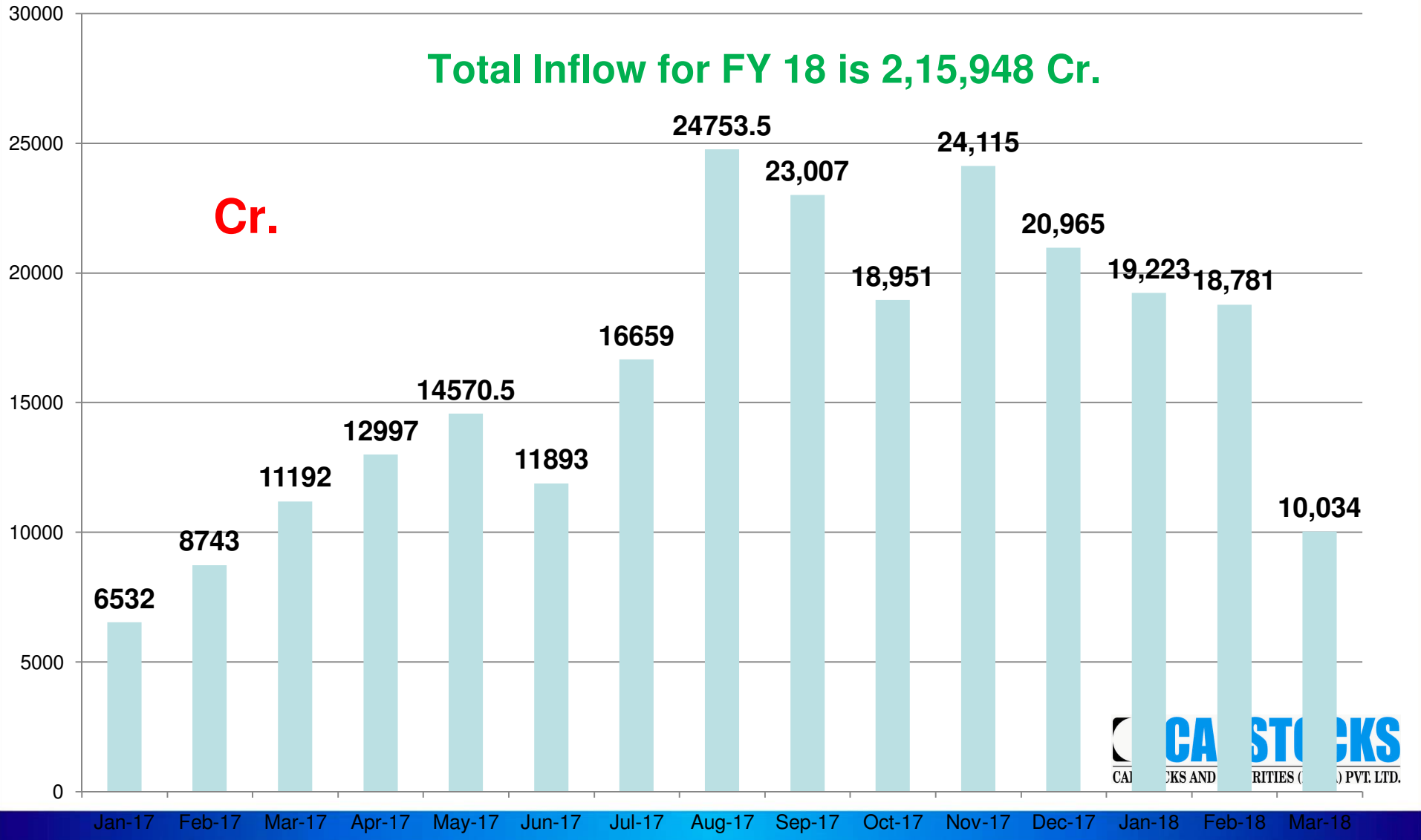
- Equity inflow slows to 13 month low
- High redemptions led by year end adjustments
- SIP inflows unlikely to get affected
- Mutual fund inflows crucial for market stability

Monthly Mutual Fund Inflows



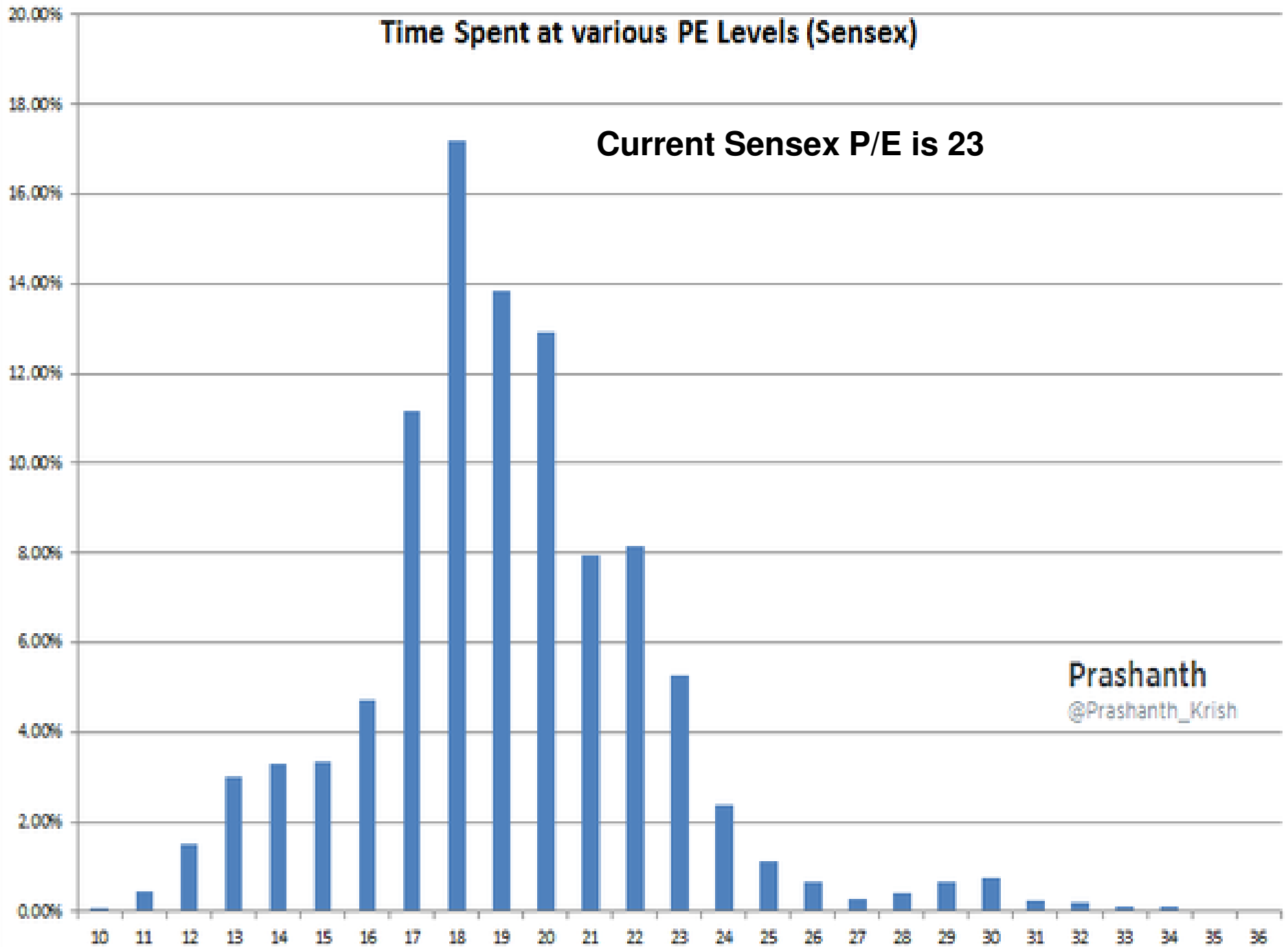
Equity Funds + ELSS + 50% of Balanced Fund

Total Inflow for FY 18 is 2,15,948 Cr.



Time Spent at various PE Levels (Sensex)

Current Sensex P/E is 23



Prashanth

@Prashanth_Krish

Derivatives Physical Settlement – A Reality Soon



- Currently derivatives are cash settled
- SEBI has set criteria for cash or physically settled
- Physical settlement will revive stock lending and borrowing mechanism
- Initially it is expected 28 stocks will be physically settled



Events to Watch

- Results
- Mutual Fund Inflows
- Global markets



Thank You