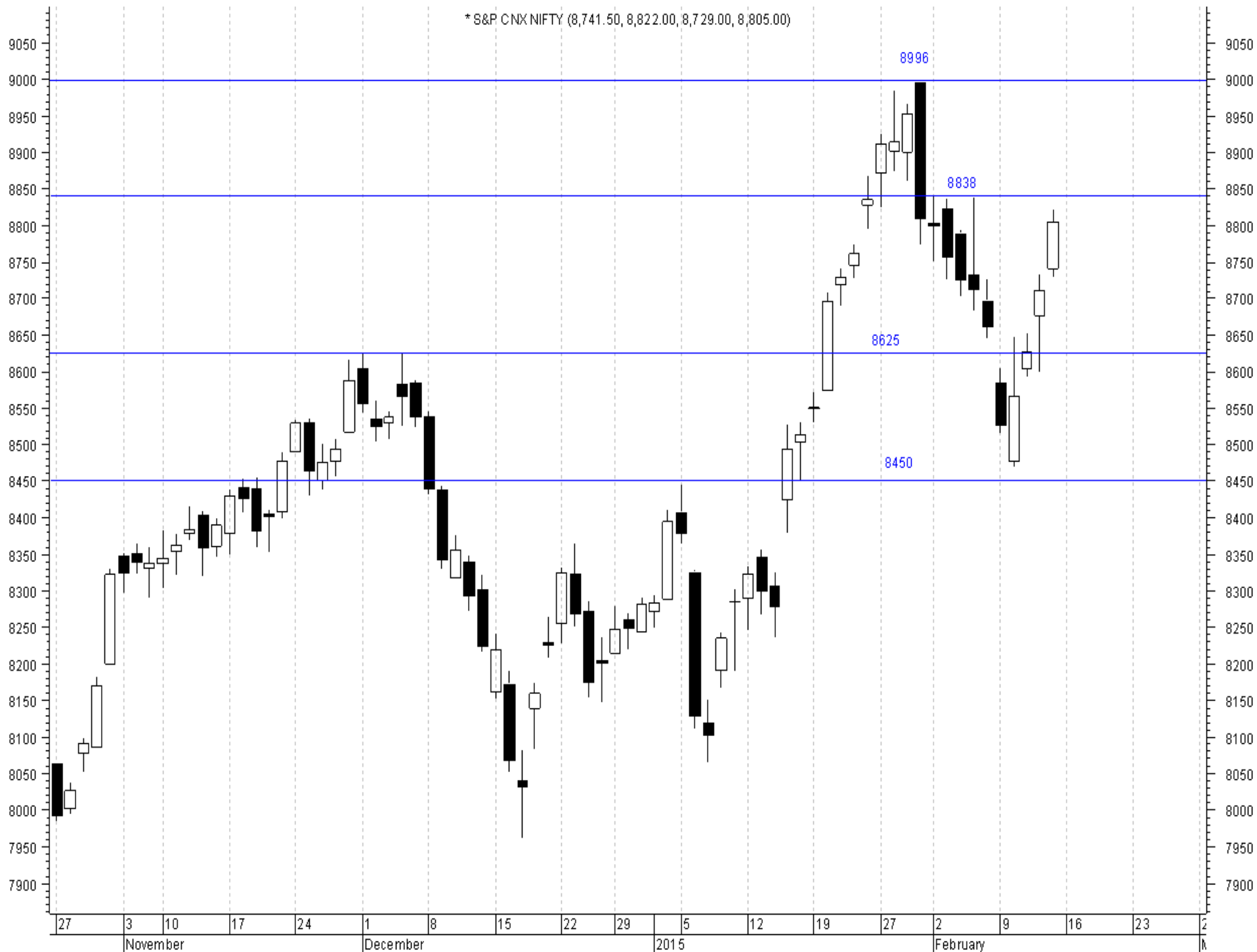




Current Market Scenario

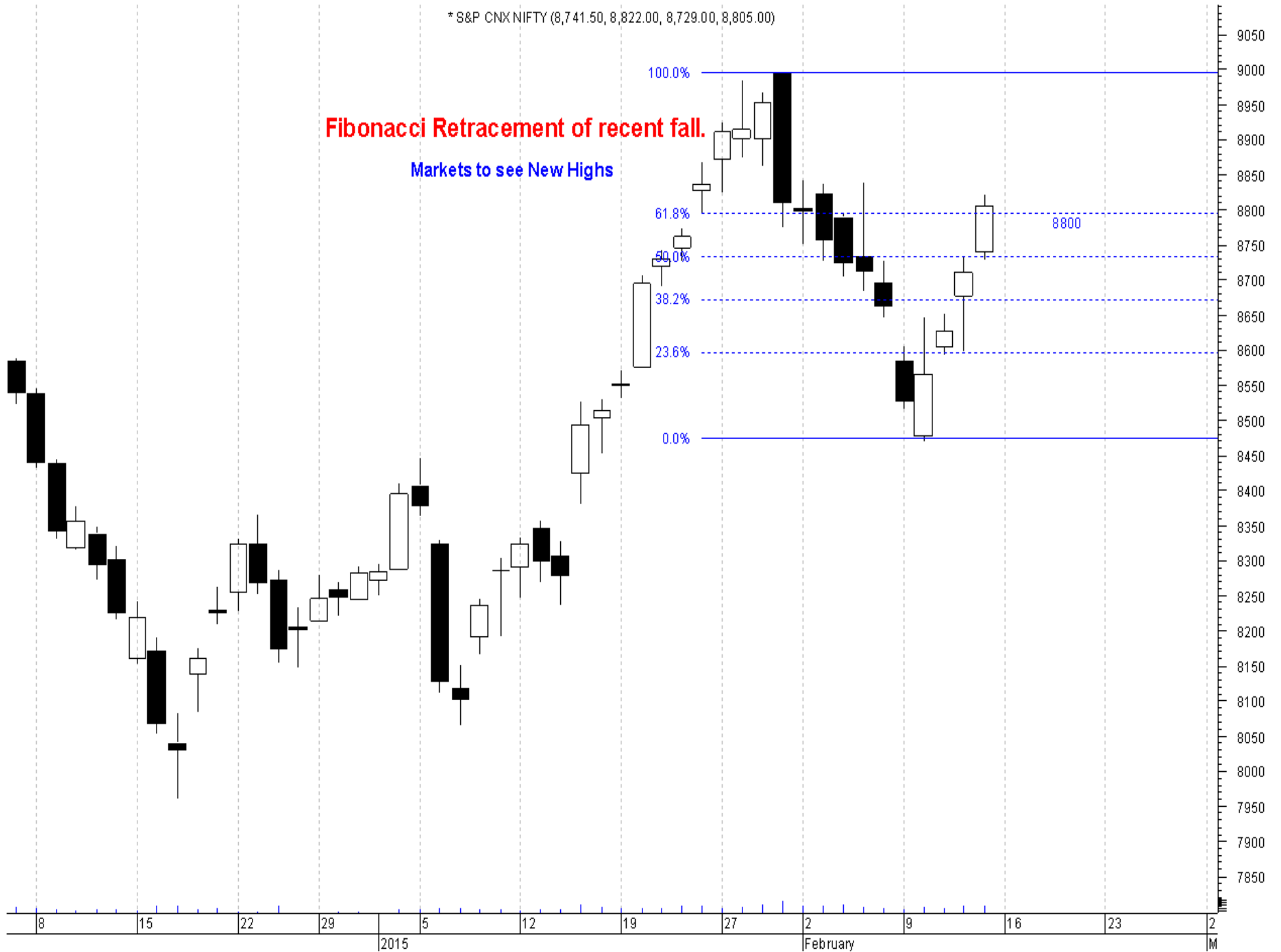
* S&P CNX NIFTY (8,741.50, 8,822.00, 8,729.00, 8,805.00)



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Fibonacci Retracement of recent fall.

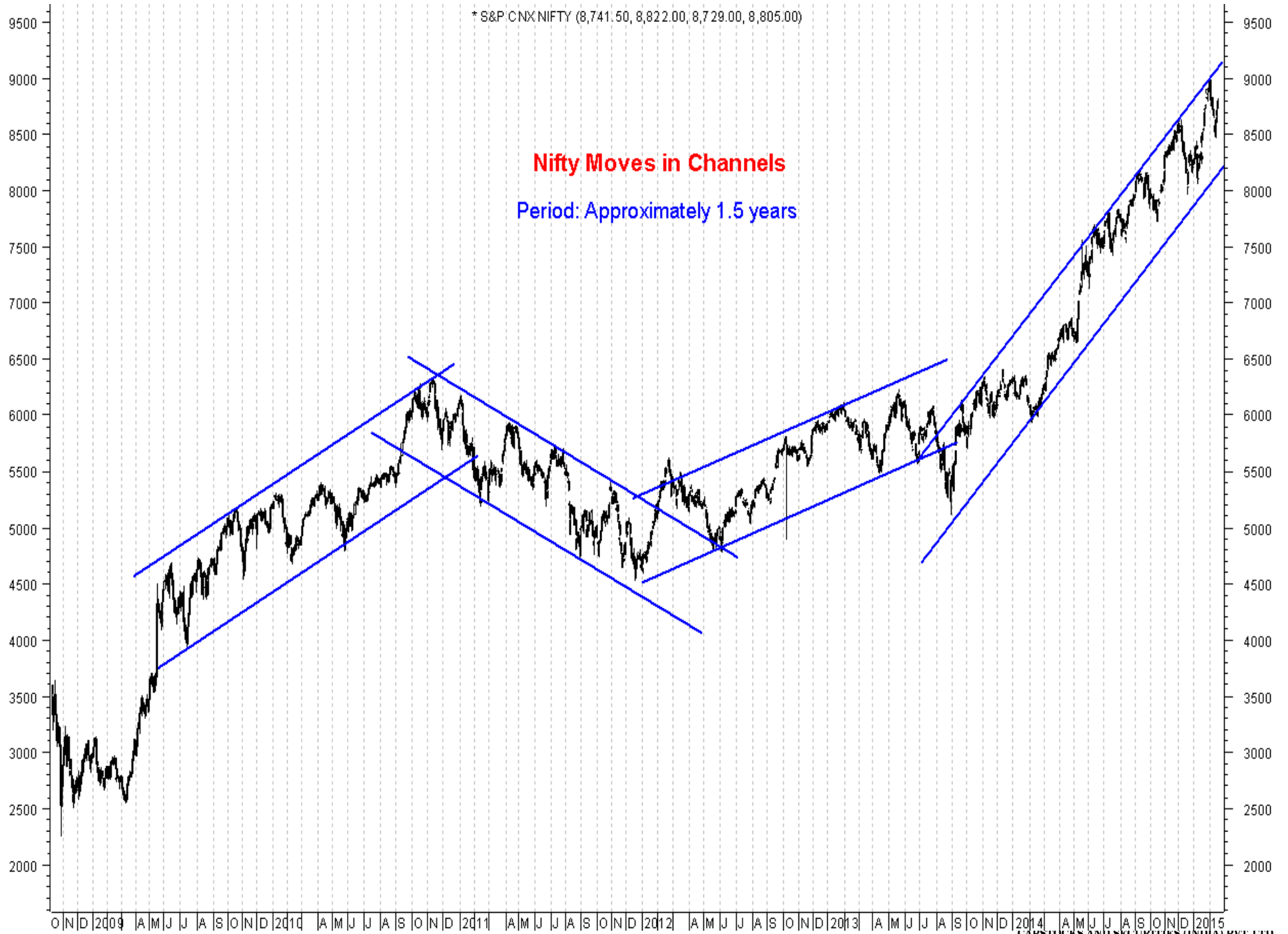
Markets to see New Highs



* S&P CNX NIFTY (8,741.50, 8,822.00, 8,729.00, 8,805.00)

Nifty Moves in Channels

Period: Approximately 1.5 years



* S&P CNX NIFTY (8,741.50, 8,822.00, 8,729.00, 8,805.00)

Current Channel
1 year 5 months old



* S&P CNX NIFTY (8,741.50, 8,822.00, 8,729.00, 8,805.00)

Broadening and Ascending wedge

8250

Target 7150



Markets On Wait Mode

- Markets await budget outcome
- Corporate results below expectation
- Mid & Small cap underperformed large cap
- Commodities remain weak

INDEX WATCH

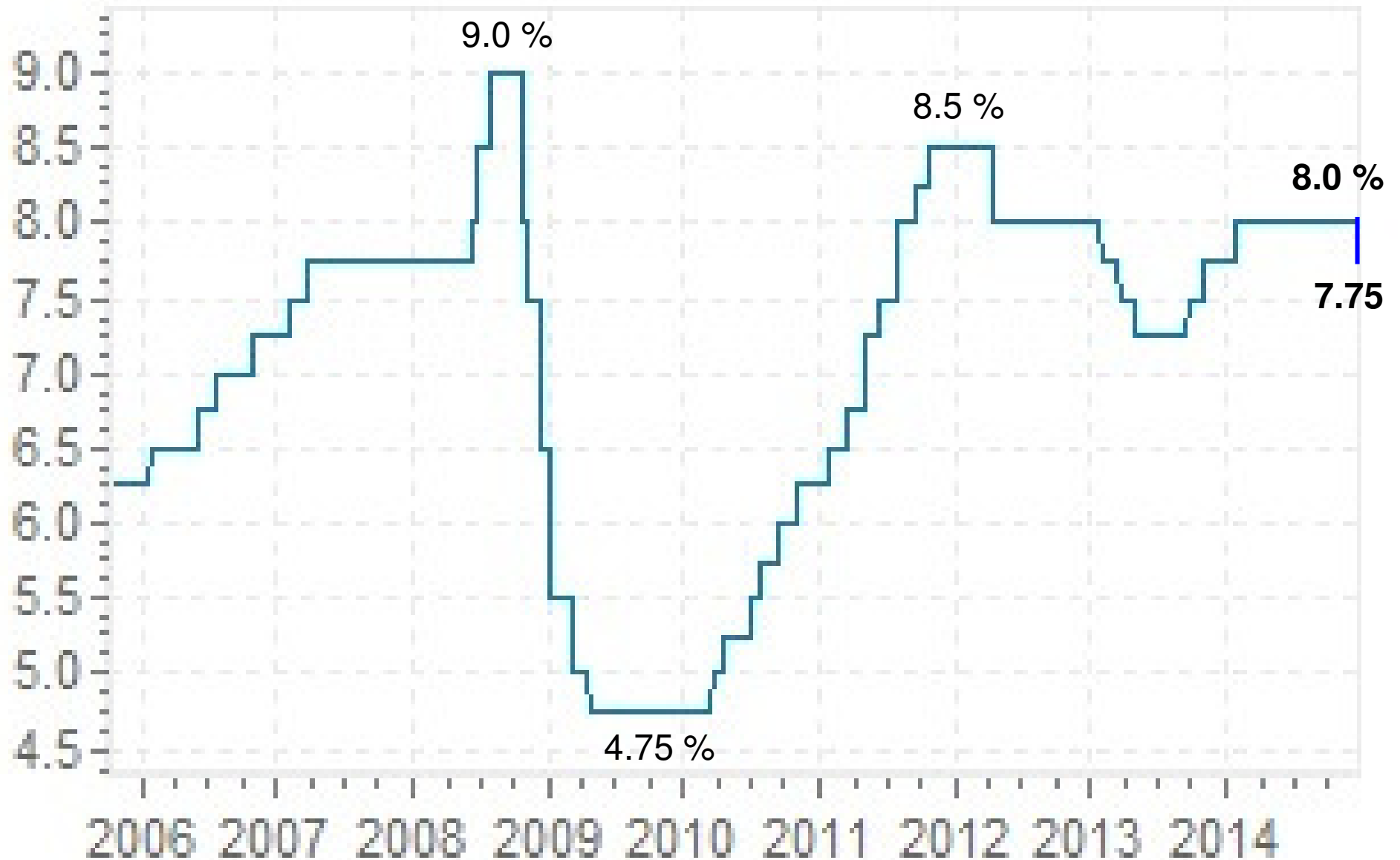
INDEX	Feb 13	Jan 09	% Change
Nifty	8805	8284	6.2
Sensex	29094	27458	5.9
CNX Midcap	13100	12583	4.1
BSE Small Cap	11239	11198	0.3



RBI Cuts Repo Rate

- RBI cut repo rate by 25 basis points on out of turn date
- Next rate cut will be dependent on Budget outcome and inflation trajectory
- Another 100 basis point rate cut expected in 2015
- Repo rate cut not yet transmitted by banks

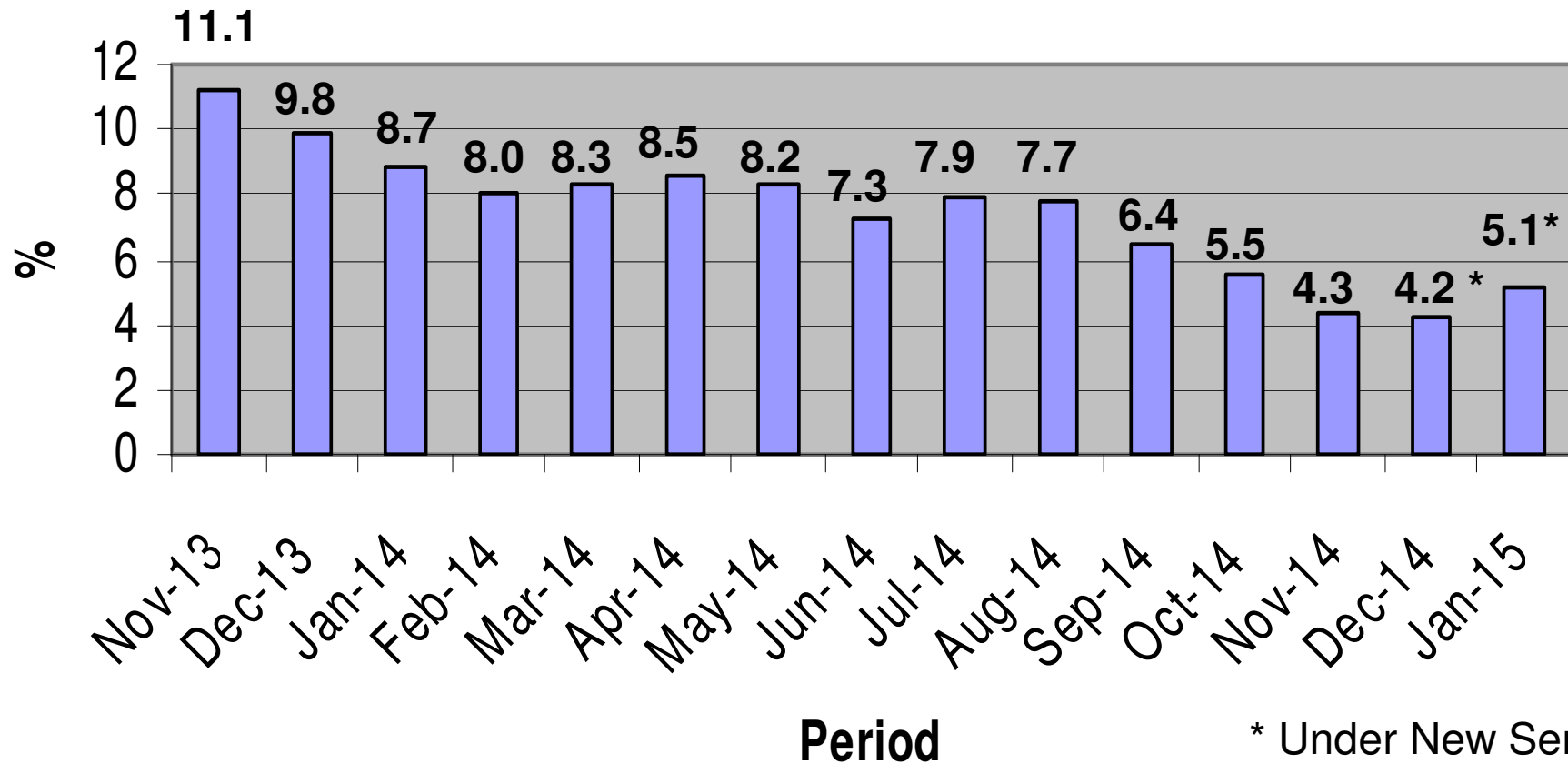
Interest Rate Cycle has turned



Consumer Inflation Under Control



Consumer Price Inflation





Q3 Result Performance

	% Change (YoY)	
	Dec 2014	Dec 2013
Sales	1.5	9.7
Net Profit	9.5	1.8

Results of 1480 companies



Q3 Result – Sensex Companies

	Dec 2014 (YoY % Change)
Sales	- 2.6
Net Profit	0.0

Results of 20 companies



No Ending for NPA Nightmare

- Most of the PSU banks reported higher Non Performing Assets
- Assets restructured two years back have turned into NPA
- From FY16 restructuring of loans are not allowed and NPA are expected to increase further for PSU banks



Domestic GDP Calculation - New Methodology

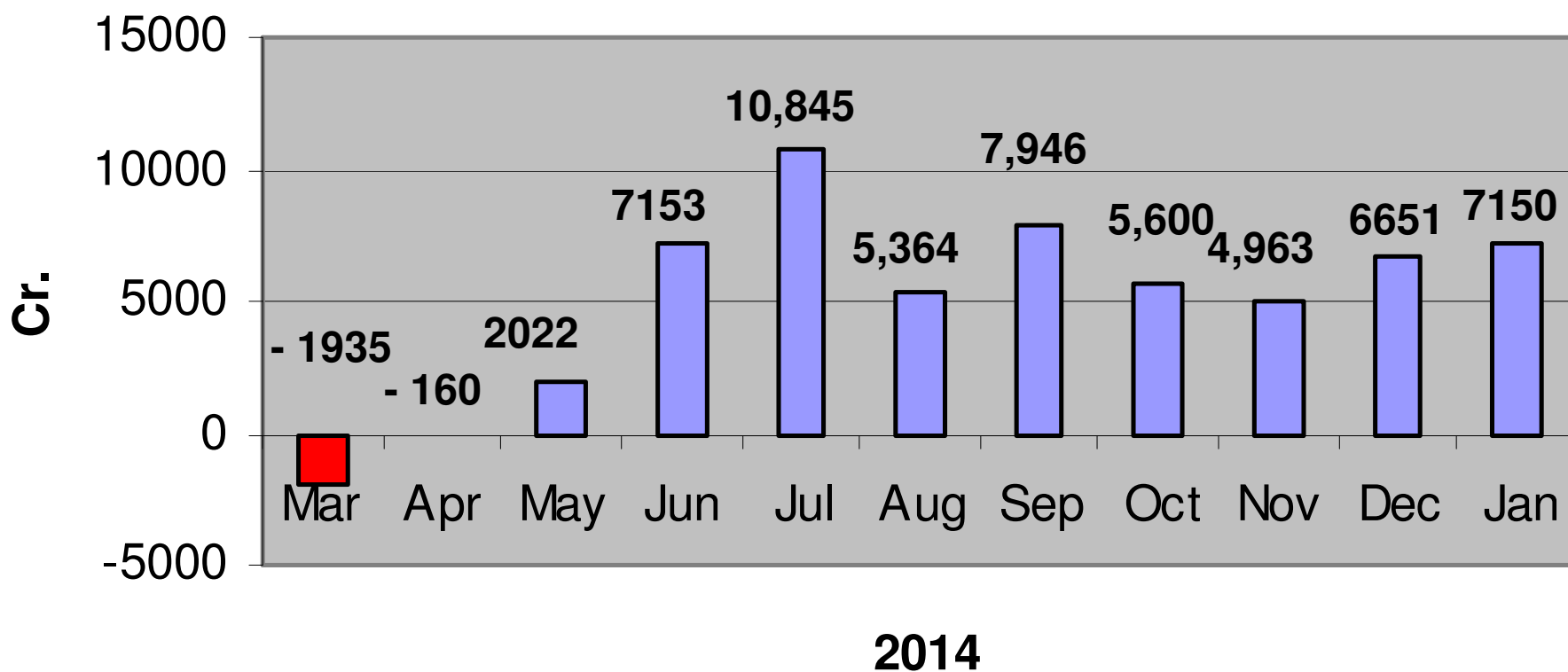
- GDP will be calculated based on market prices against factor cost which is inline with international standards
- $GDP (MP) = GDP (FC) + \text{Indirect Tax} - \text{Subsidies}$
- Data are collected from vast sources and included under represented sectors
- Will lead to lot of confusion in short term on analyzing status of economy



GDP Growth Revision

Period	Old Method (2004-05)	New Method (2011 -12)
FY13	4.5	5.1
FY14	4.7	6.9
FY15 Q1	5.7	6.5
FY15 Q2	5.3	8.2

Domestic Mutual Fund Flows





Brent Crude Oil – Dead Cat Bounce ?

CBH15 - Crude Oil Brent (ICE)



Bearish Commentary on Crude Continues



- Citigroup report predicts Nymex Crude oil could plunge to \$20/barrel
- International Energy Agency warns crude oil inventories to rise further on ample supplies



Stable Rupee

INDIAN RUPEE

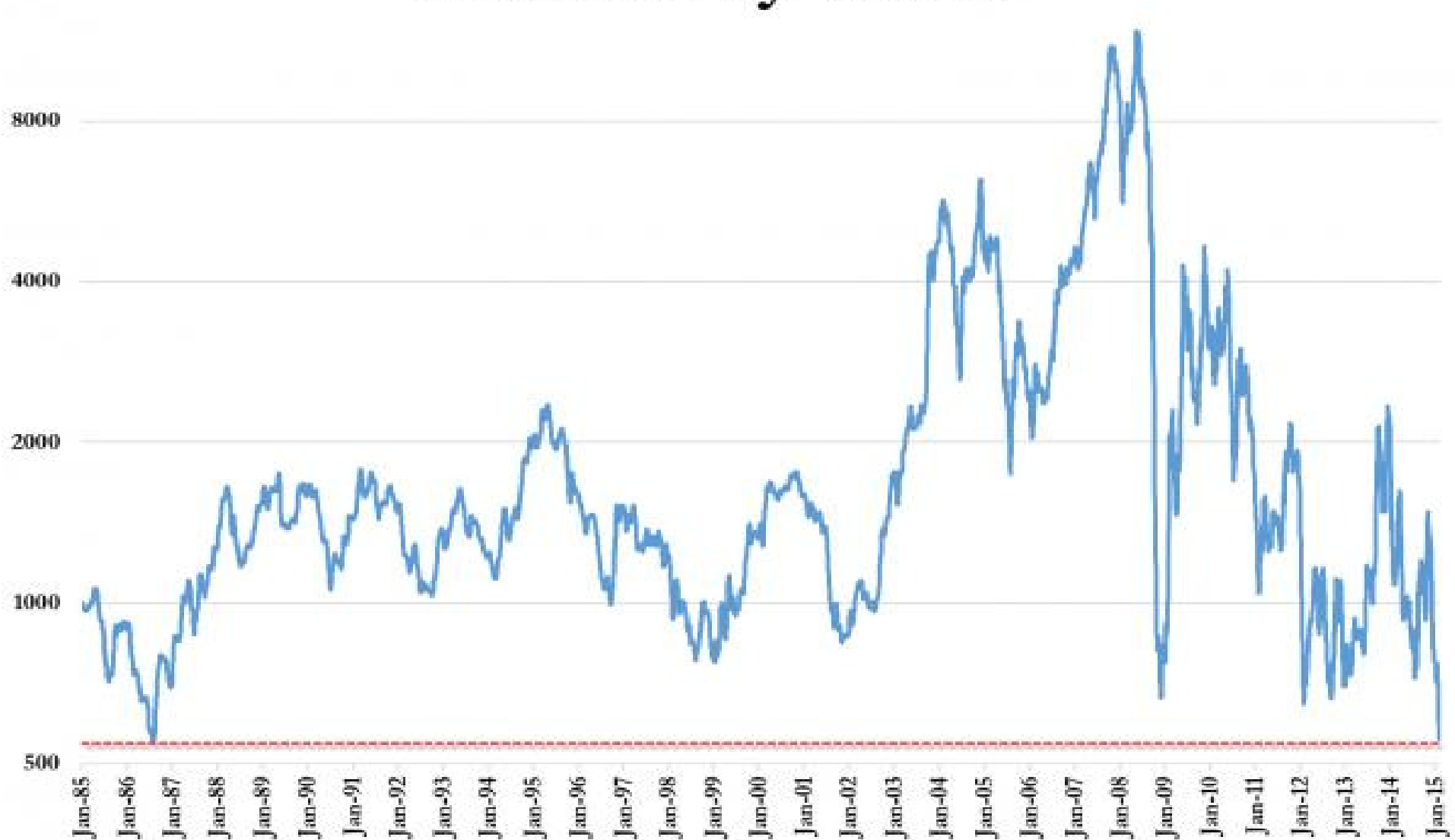


SOURCE: WWW.TRADINGECONOMICS.COM | OTC INTERBANK

Baltic Dry Index At Multi Year Low



Baltic Dry Index





Greece Back on Headlines

- Anti Austerity party wins Greece election
- New Govt. says old austerity agreement with European Union is not acceptable
- If negotiations fail Greece may be force to leave Euro Zone



Experts Opinion To Revive Economy

- Govt. should kick start economy by increasing plan expenditure
- GDP growth revival to be led by core sectors like infra, railways and defence
- India is in a strong wicket for next three years



Expectations from Budget

- Plan expenditure will be increased
- Defence, Railways, Infrastructure, Housing will be given importance
- New manufacturing plants may get tax sops
- Income Tax rates unlikely to be changed meaningfully
- Cut in subsidies



Events to Watch

- Railway Budget on Feb 26
- Union Budget on Feb 28



Thank You