

Current Market Scenario

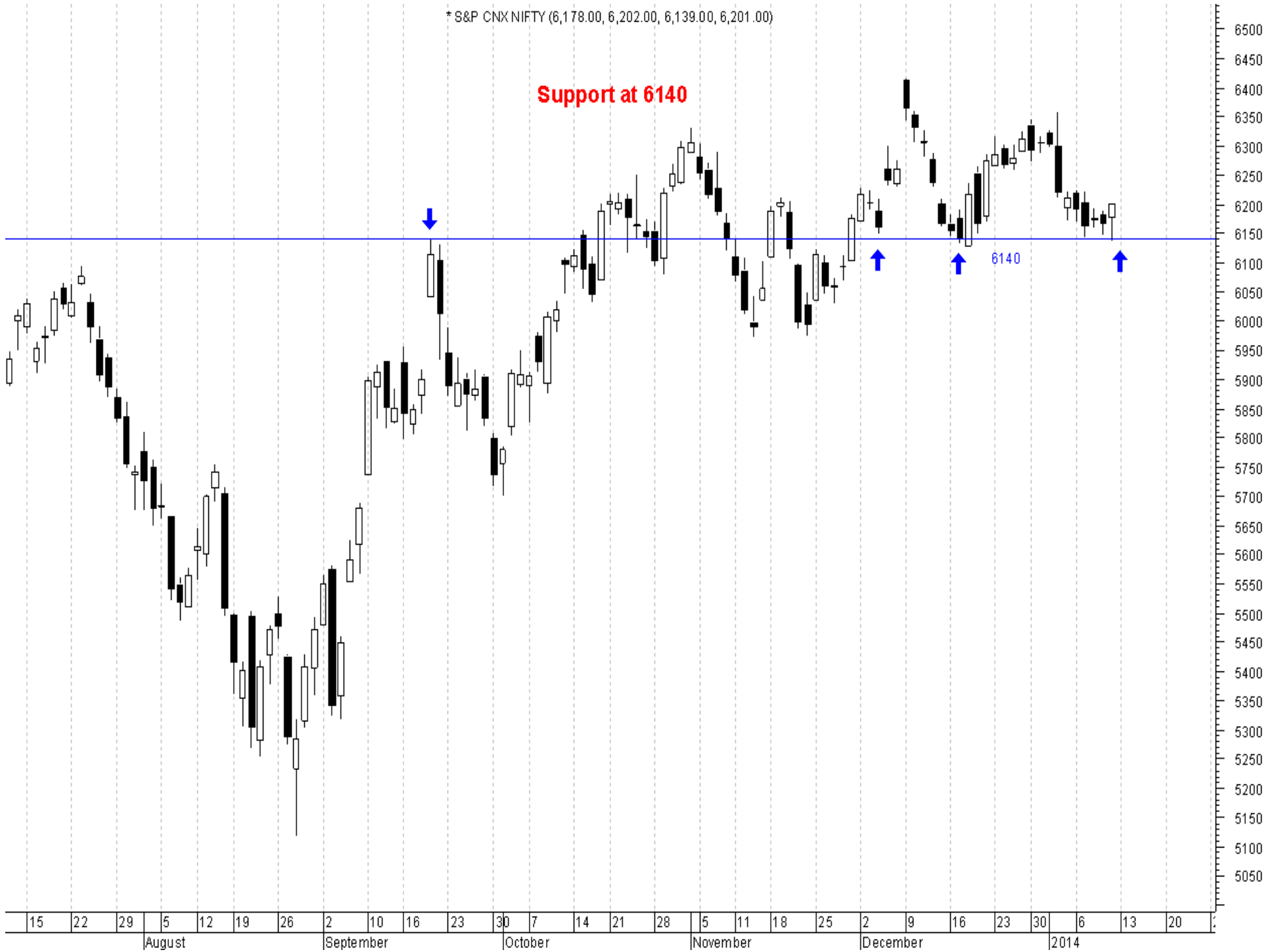
* S&P CNX NIFTY (6,178.00, 6,239.00, 6,139.00, 6,169.00)

Trend Line Break Down



* S&P CNX NIFTY (6,178.00, 6,202.00, 6,139.00, 6,201.00)

Support at 6140



* S&P CNX NIFTY (6,178.00, 6,202.00, 6,139.00, 6,201.00)

Fibonacci Retracement Lines

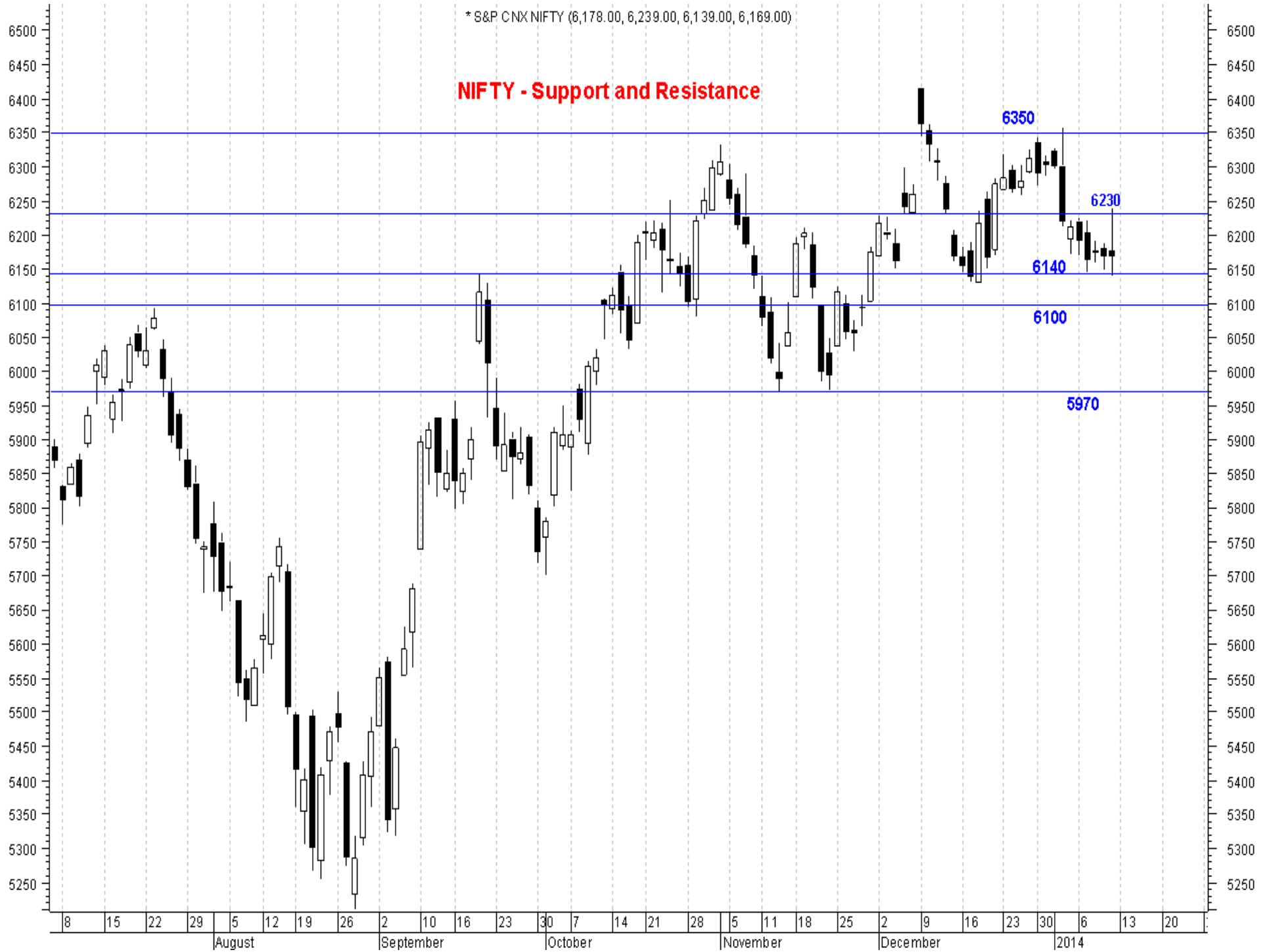


* S&P CNX NIFTY (6,178.00, 6,202.00, 6,139.00, 6,201.00), Stochastic Oscillator (30.4457)

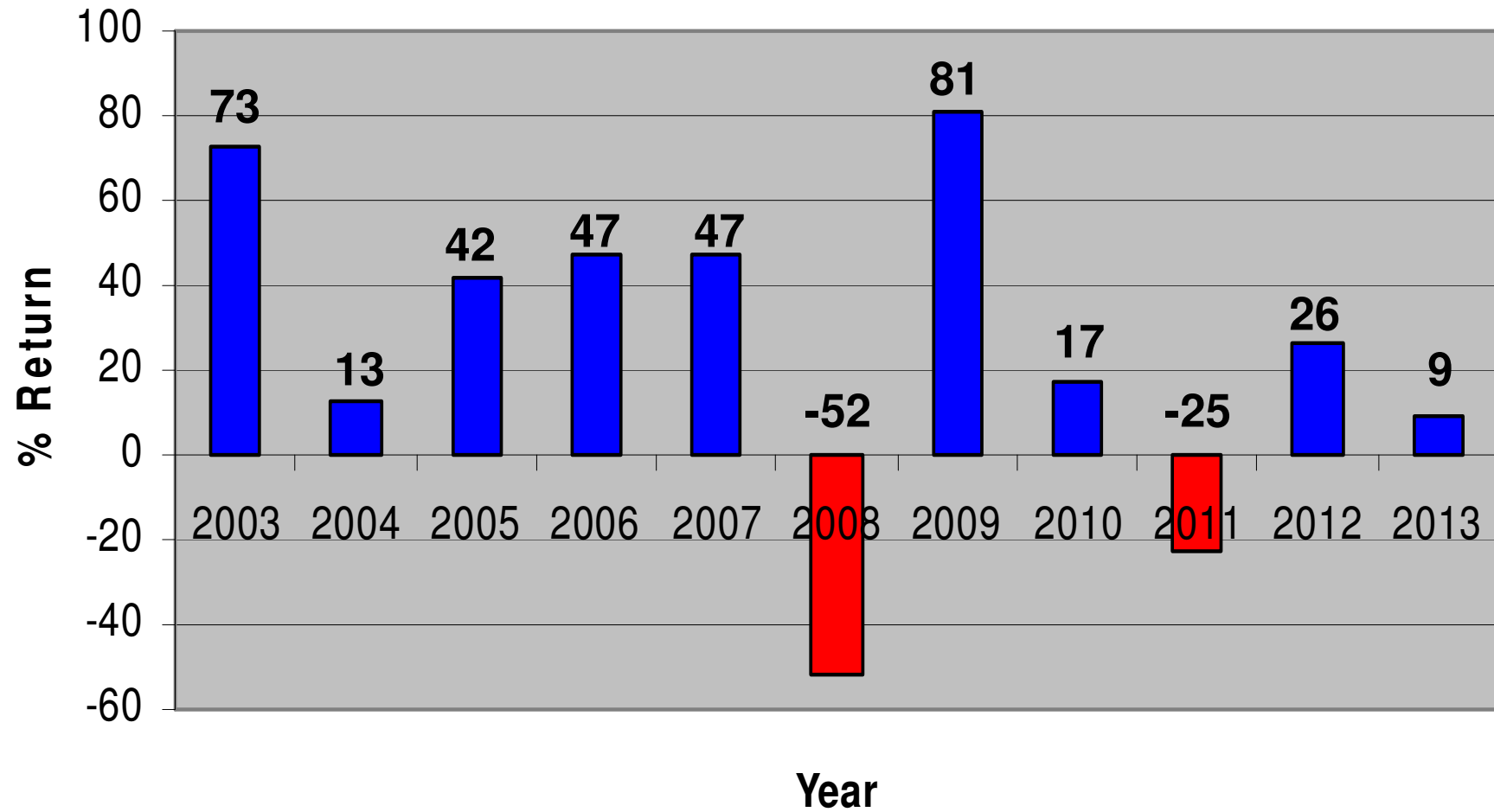


* S&P CNX NIFTY (6,178.00, 6,239.00, 6,139.00, 6,169.00)

NIFTY - Support and Resistance



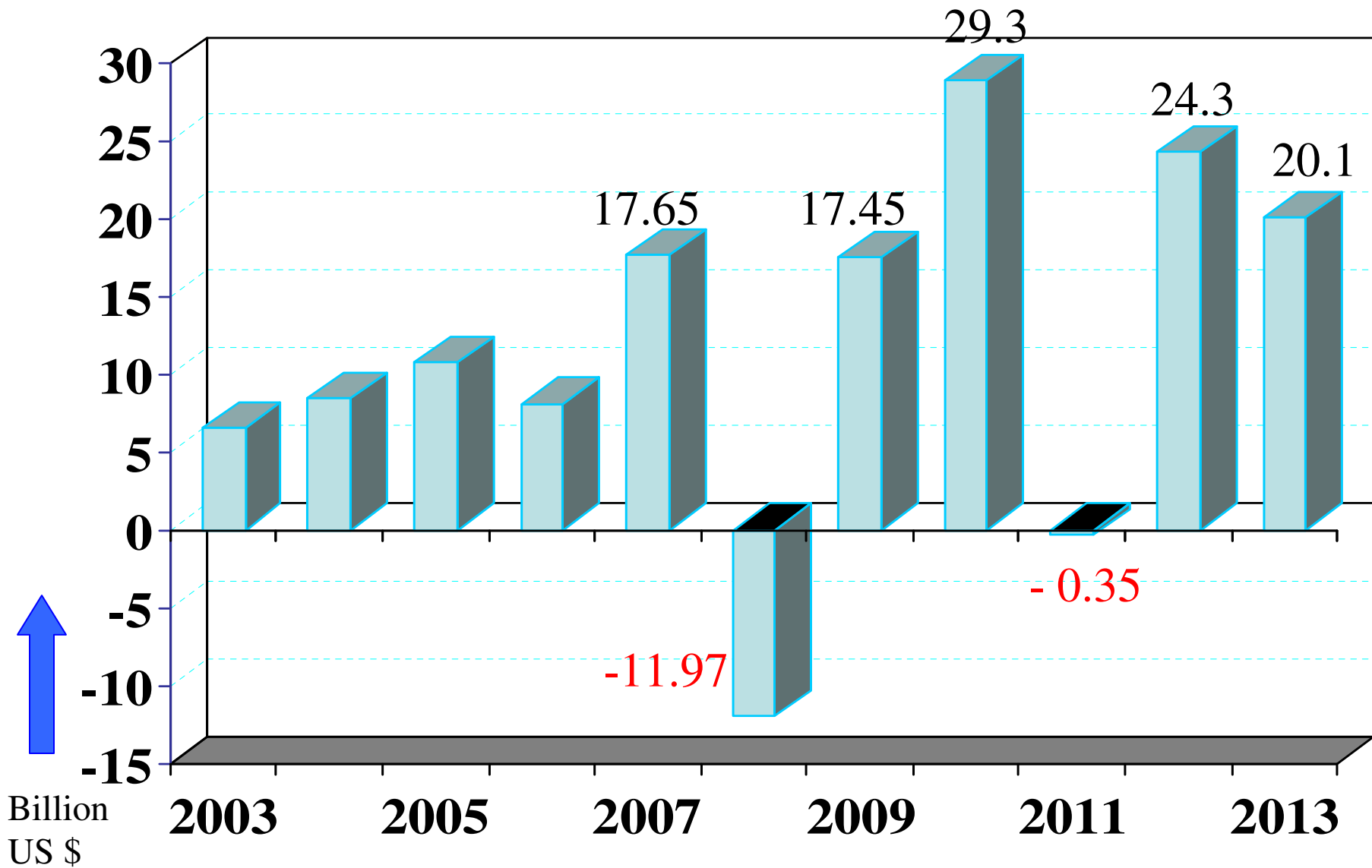
Sensex Annual Performance



2013 Performance – Other Indices

| Index | % |
|----------------|-----|
| BSE Midcap | -6 |
| BSE Smallcap | -11 |
| BSE Realty | -32 |
| BSE Power | -15 |
| BSE Bankex | -9 |
| BSE Auto | 7 |
| BSE FMCG | 11 |
| BSE Healthcare | 23 |
| BSE IT | 60 |

FII Flows



DII Remain Sellers

| Year | FII Cr. | DII Cr. |
|-------------|-----------------|----------------|
| 2008 | - 52,987 | 72,966 |
| 2009 | 83,423 | 26,224 |
| 2010 | 1,33,266 | -21,354 |
| 2011 | -2,714 | 27,814 |
| 2012 | 1,28,359 | -56,923 |
| 2013 | 1,13,135 | -74,285 |

DII includes Banks, Finance Institution, Insurance , Mutual funds

Market Perspective - 2014

| Domestic Economy | Global Economy | Market Reaction |
|------------------|----------------|-----------------|
| Recovers | Recovers | Bullish |
| Stagnates | Recovers | Stock Specific |
| Stagnates | Stagnates | Bearish |

Market Stays Flat

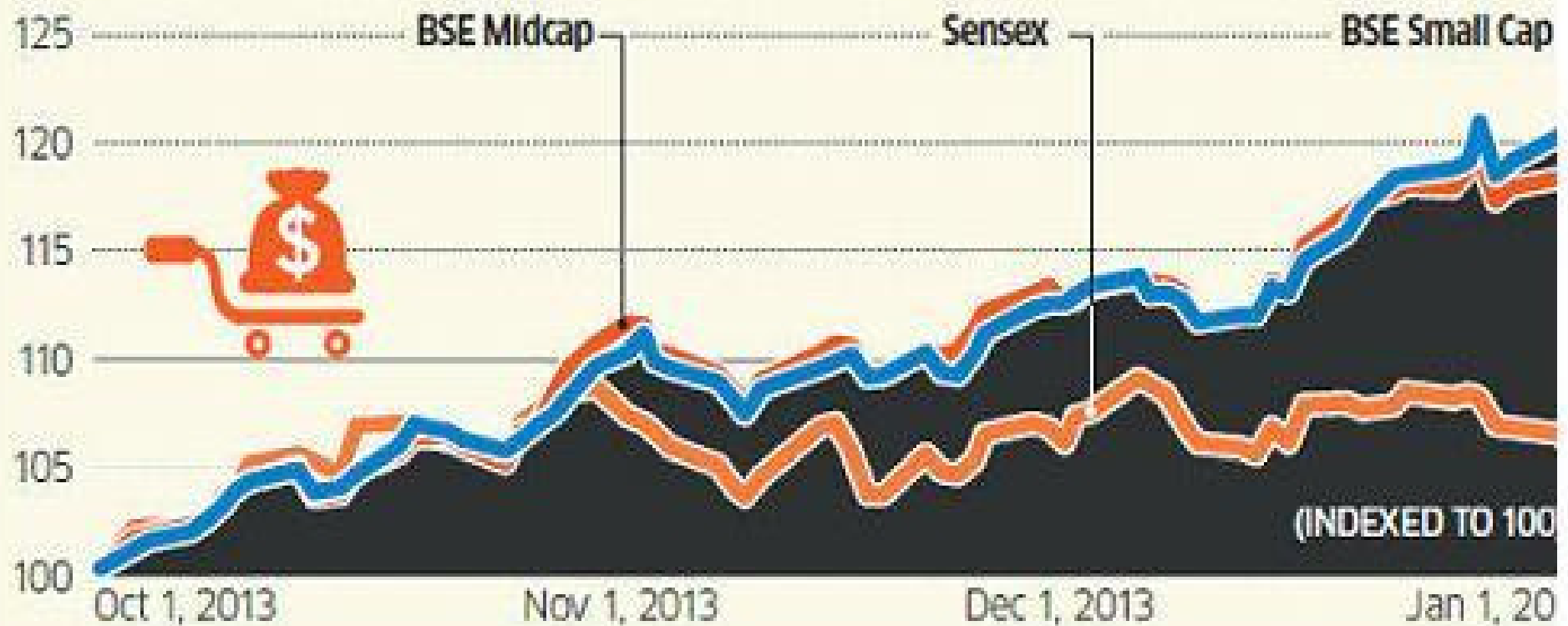
- Action in mid cap and small cap stocks
- RBI holds rate amid criticism
- Results will be in focus
- Global Markets Stable

INDEX WATCH

| INDEX | Jan 10 | Dec 13 | % Change |
|---------------|---------------|---------------|-----------------|
| Nifty | 6171 | 6168 | 0 |
| Sensex | 20758 | 20715 | 0 |
| CNX Midcap | 7814 | 7605 | 2.7 |
| BSE Small Cap | 6569 | 6131 | 7.1 |

Big isn't Always Better

BSE Midcap index has surged 15% in past 3 months compared with a mere 2% gain in the Sensex during the same period



Infosys Regaining Its Lost Shine

- Infy has met analyst expectation for 3rd consecutive quarter
- N R Narayana Murthy scores well in his 2nd Innings despite top level employee exits

| Result Day | Stock % Change |
|---------------------------|----------------|
| 12 th Jan '12 | - 8.4 |
| 13 th April | - 12.6 |
| 12 th July | - 8.3 |
| 12 th Oct | - 5.6 |
| 11 th Jan '13 | + 17.0 |
| 12 th Apr '13 | - 22.0 |
| 12 th July '13 | + 10.9 |
| 11 th Oct '13 | + 4.7 |
| 10 th Jan '14 | + 3.0 |

RBI Hold Key Rates

- RBI takes pragmatic step by keeping key rates unchanged despite high inflation
- RBI cites unusual food inflation for high headline inflation
- Widespread criticism among economist on RBI stance

Wholesale Price Inflation Segments

| Category | Major Components | Weight age | Inflation % |
|-----------------------|---|------------|-------------|
| Primary Articles | Vegetables, egg, fish, fruits, cereals , onion spices, wheat, milk, chicken | 20.12 | 15.92 |
| Fuel & Power | LPG, HSD, petrol | 14.91 | 11.08 |
| Manufactured Products | Textile, leather, food products, wood, cement, base metals, plastic, edible oil | 64.97 | 2.64 |
| | Overall November WPI Inflation | | 7.52 |

US Fed Kicks off Taper

- To reduce bond purchase by US \$10 Bn to \$75 Bn from January '14
- Recovery in US Economy aid US Fed to initiate Taper
- Further Taper Off depends upon economy revival
- Impact of Taper on Emerging Markets are partly discounted
- QE 3 likely to end by 2014

SEBI Rationalizes Periodic Call Auction Criteria

- As per new criteria many good companies with low liquidity will come out of Period Call Auction segment
- Major relief to small investors as they can buy or sell in illiquid stocks as they wish
- Gives opportunities to buy good beaten down illiquid stocks

New Periodic Call Auction List

No. of Scrips

| Exchange | Old List | Latest List |
|-----------------|-----------------|--------------------|
| NSE | 410 | 45 |
| BSE | 2337 | 458 |

Govt. to Monetize SUUTI Holdings

- SUUTI (Specified Undertaking of Unit Trust of India) was formed to bailout investors in the UTI US – 64 scheme. Govt. gave money to unit holders in lieu of stocks held by scheme
- Major Holdings in SUUTI

| Company | % Stake | Current Value Cr |
|-----------|---------|------------------|
| Axis Bank | 20.7 | 11700 |
| ITC | 11.3 | 28700 |
| L&T | 8.2 | 7600 |

2013 – Worst Year for Indian Auto Sector



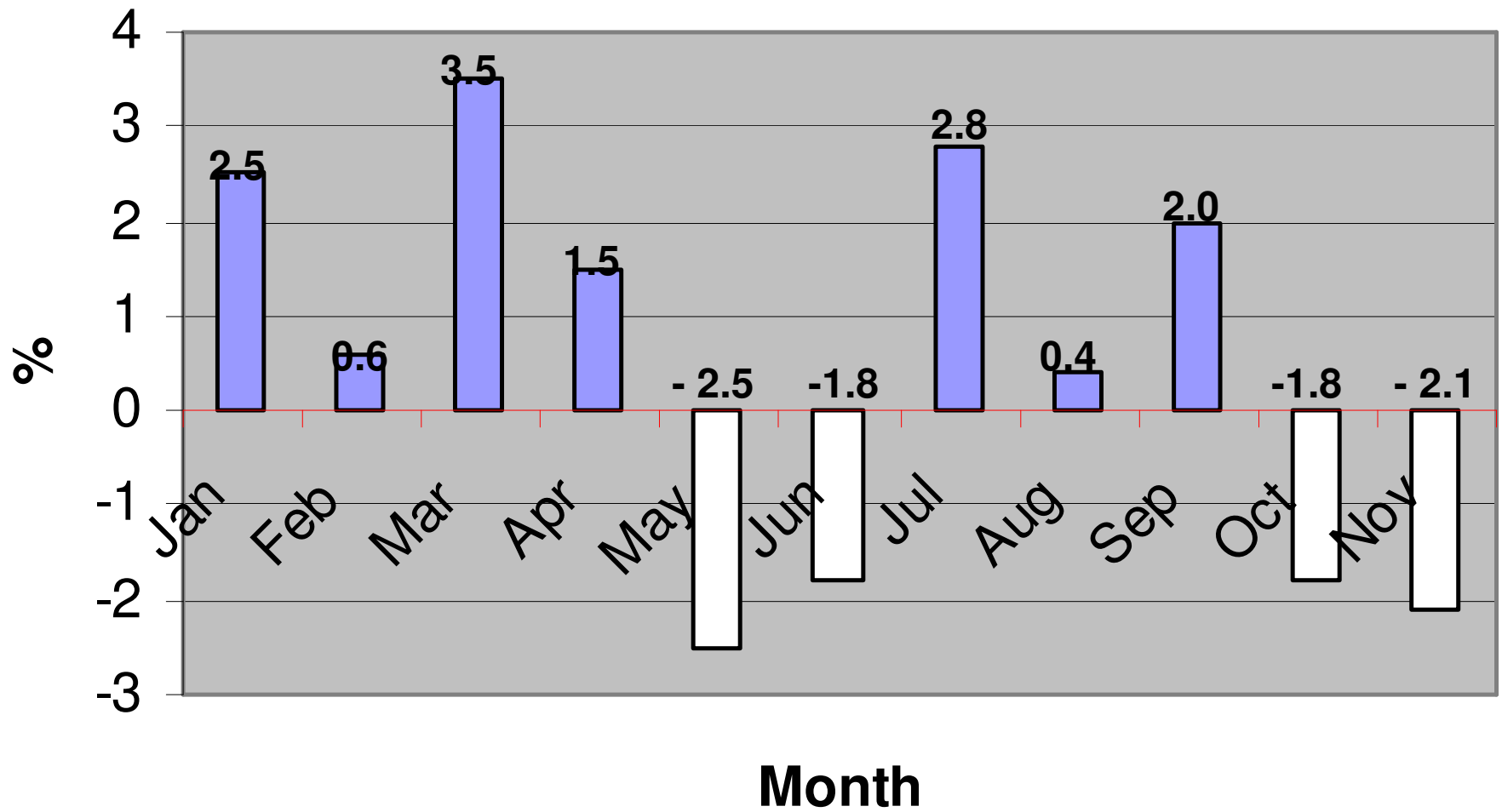
On skid row

(units sold)

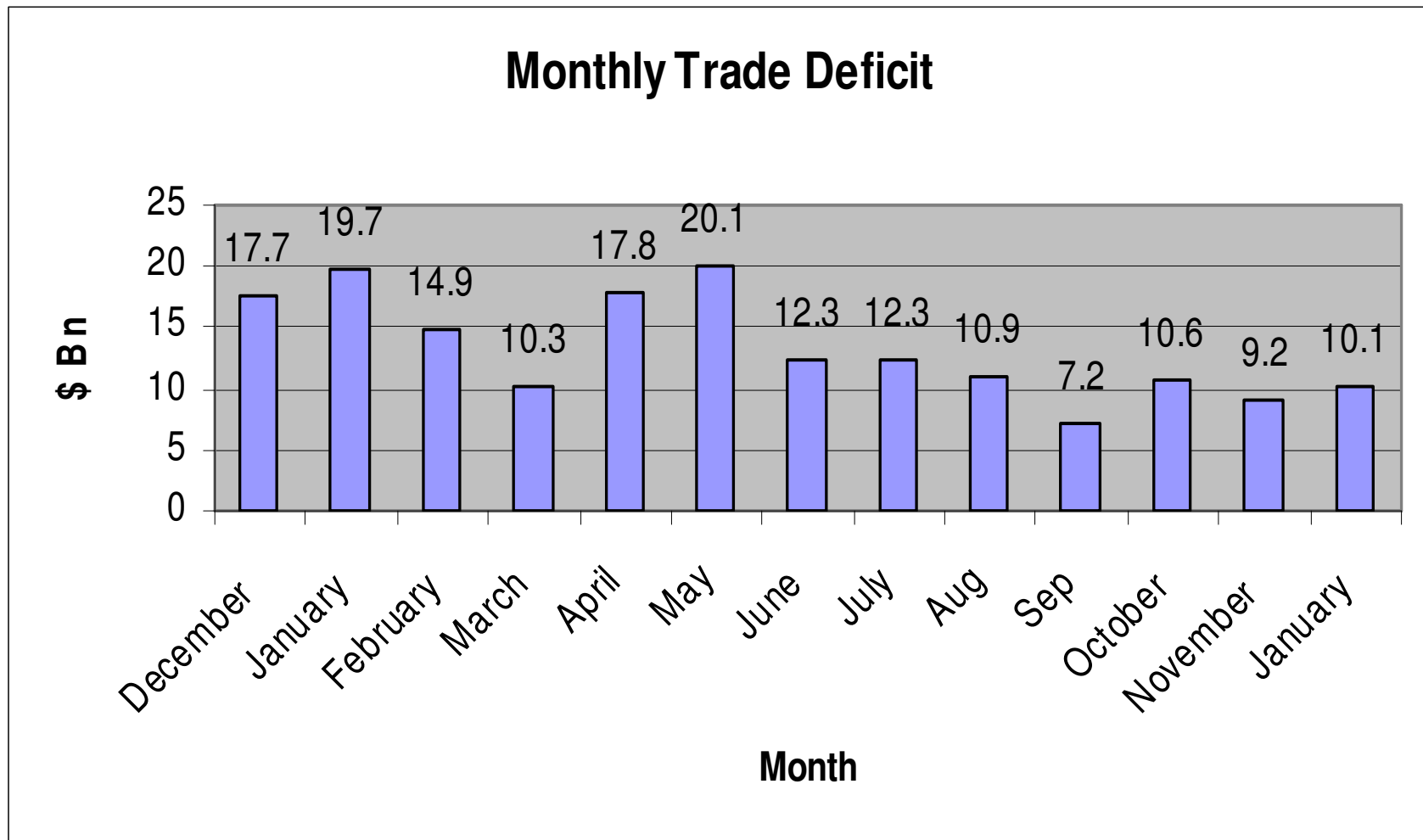
| | Jan-Dec 2013 | Jan-Dec 2012 | % change |
|--------------------------------------|--------------------|--------------------|-------------|
| Passenger cars | 18,07,011 | 19,98,703 | -9.59 |
| Total M&HCVs | 2,15,235 | 3,02,768 | -29.00 |
| Total commercial vehicles | 6,87,230 | 8,13,821 | -15.56 |
| Total two-wheelers | 1,43,58,396 | 1,38,16,956 | 3.90 |
| Grand total of all categories | 1,81,00,439 | 1,79,16,208 | 1.03 |

Source: SIAM

Monthly IIP Data



Trade Deficit Under Control



Election Year for Emerging Markets

| Country | Tentative Election Time |
|----------------|--------------------------------|
| South Africa | April – July |
| Indonesia | April, July |
| India | May |
| Brazil | October |
| Turkey | August |

Events and Data to Watch

- Q3 results
- US Fed meeting on Jan 28,29
- RBI Monetary Policy review on Jan 28
- FII Flows

Thank You