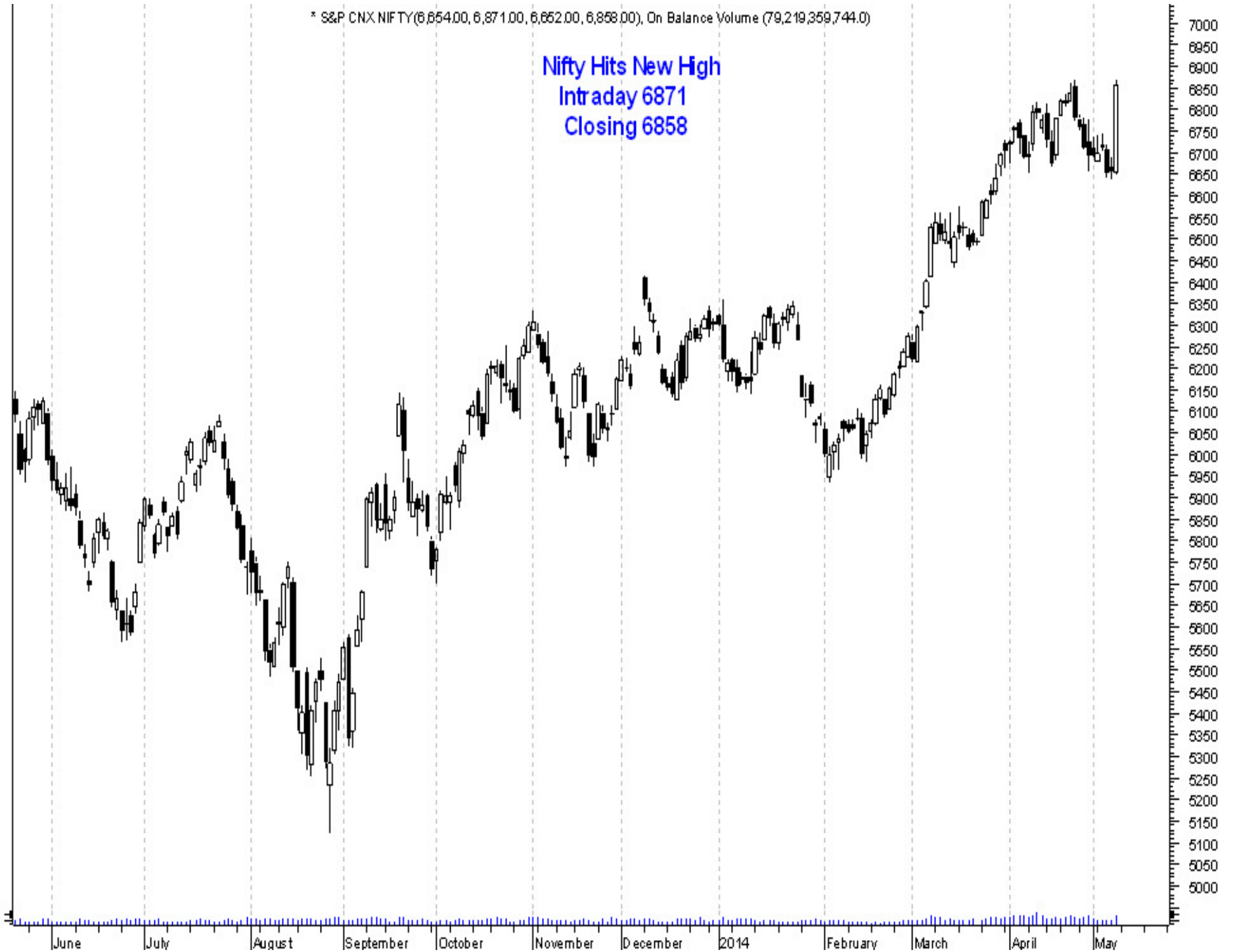


# Current Market Scenario

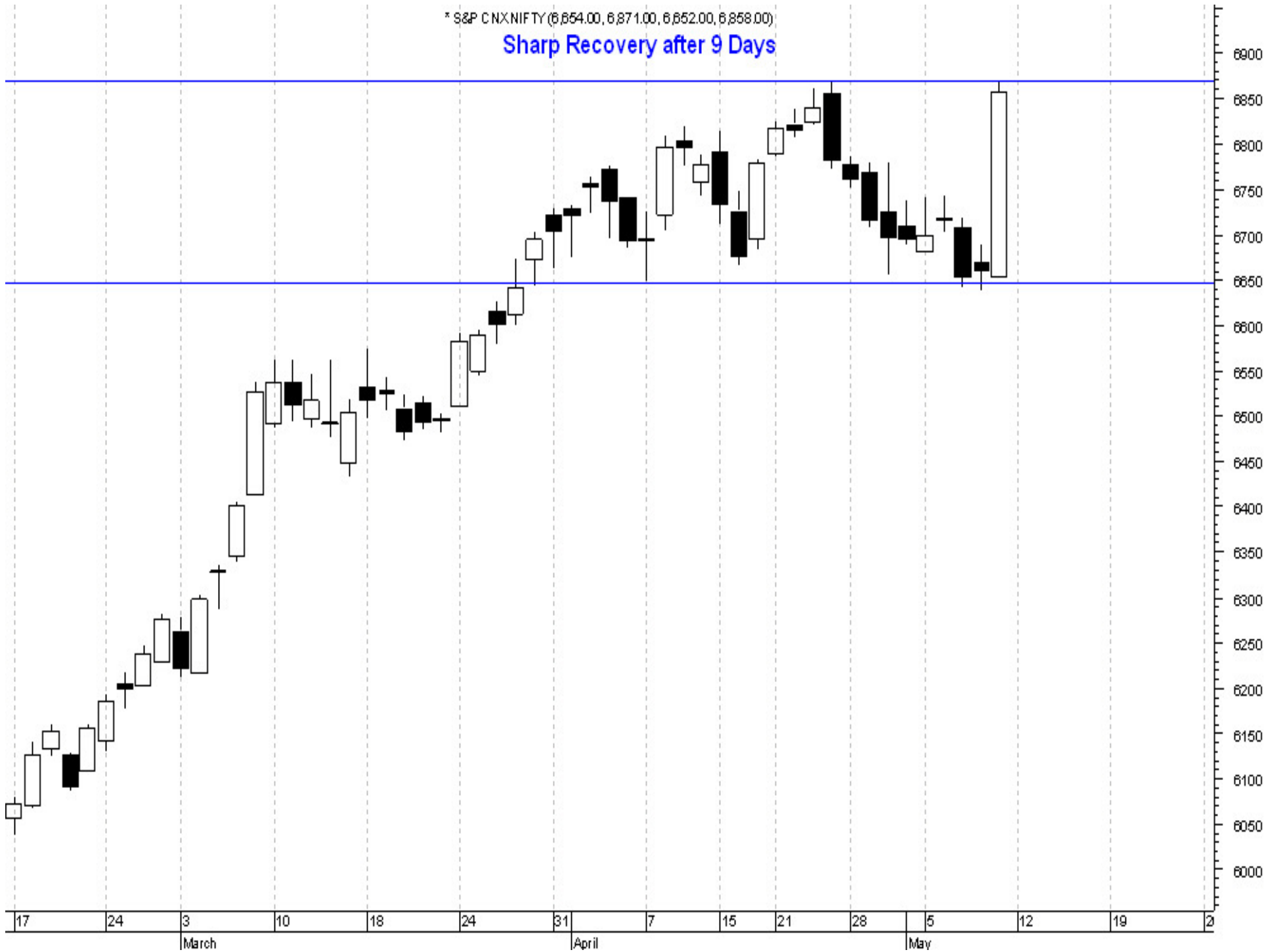
\* S&P CNX NIFTY(6,654.00, 6,871.00, 6,652.00, 6,858.00), On Balance Volume (79,219,359,744.0)

**Nifty Hits New High  
Intraday 6871  
Closing 6858**



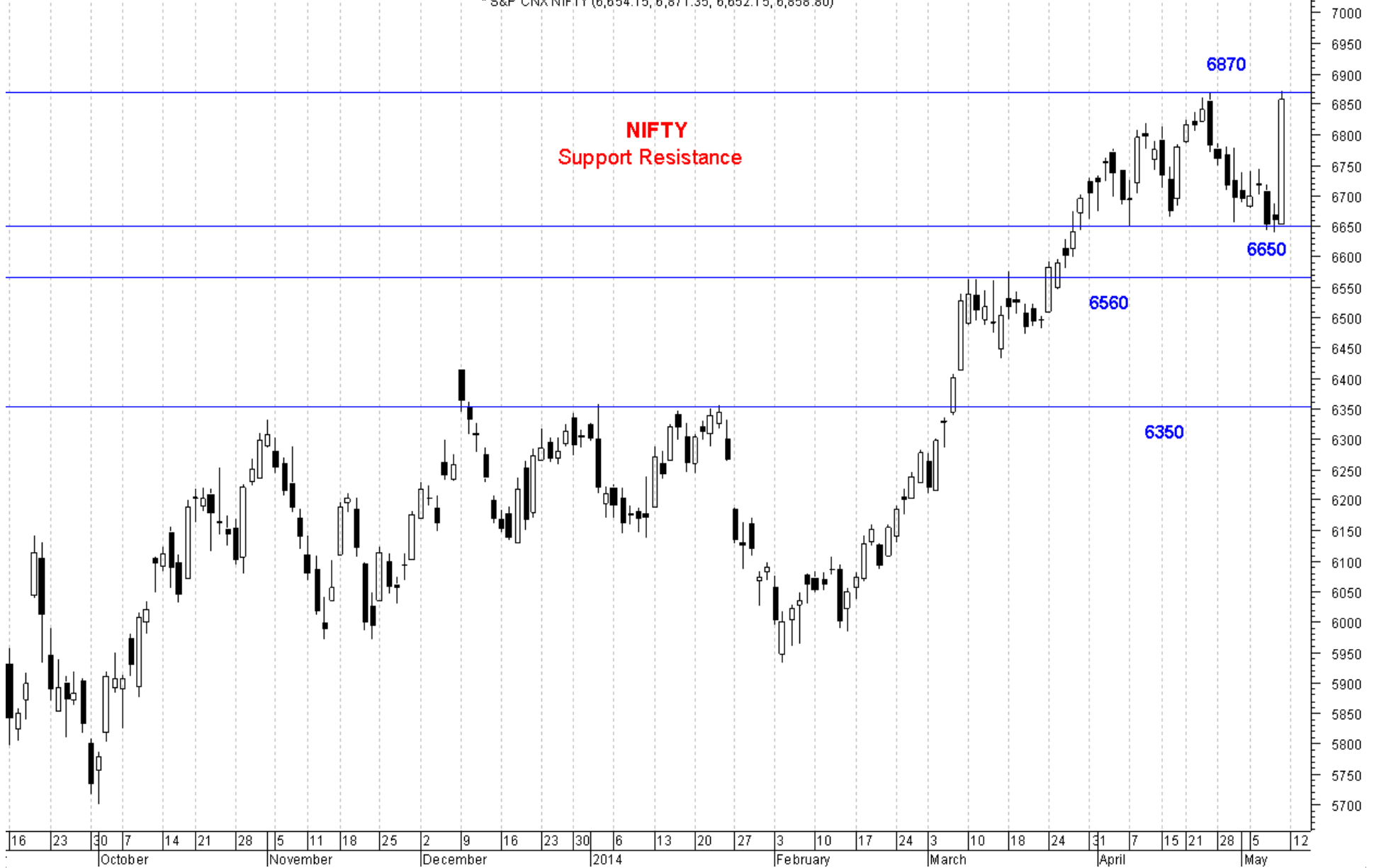
\* S&P CNXNIFTY (6,854.00, 6,871.00, 6,852.00, 6,858.00)

### Sharp Recovery after 9 Days

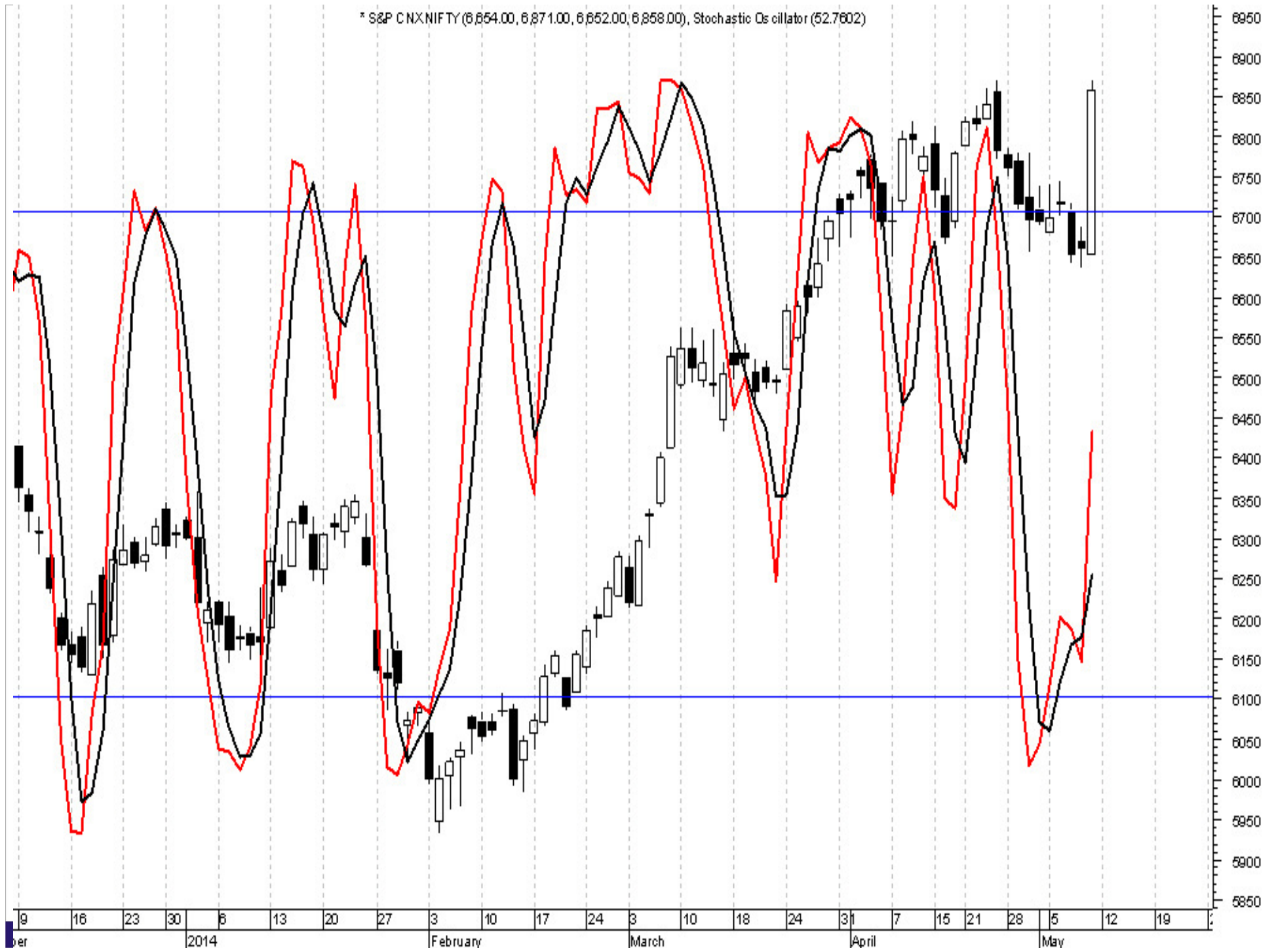


\* S&P CNX NIFTY (6,654.15, 6,871.35, 6,652.15, 6,858.80)

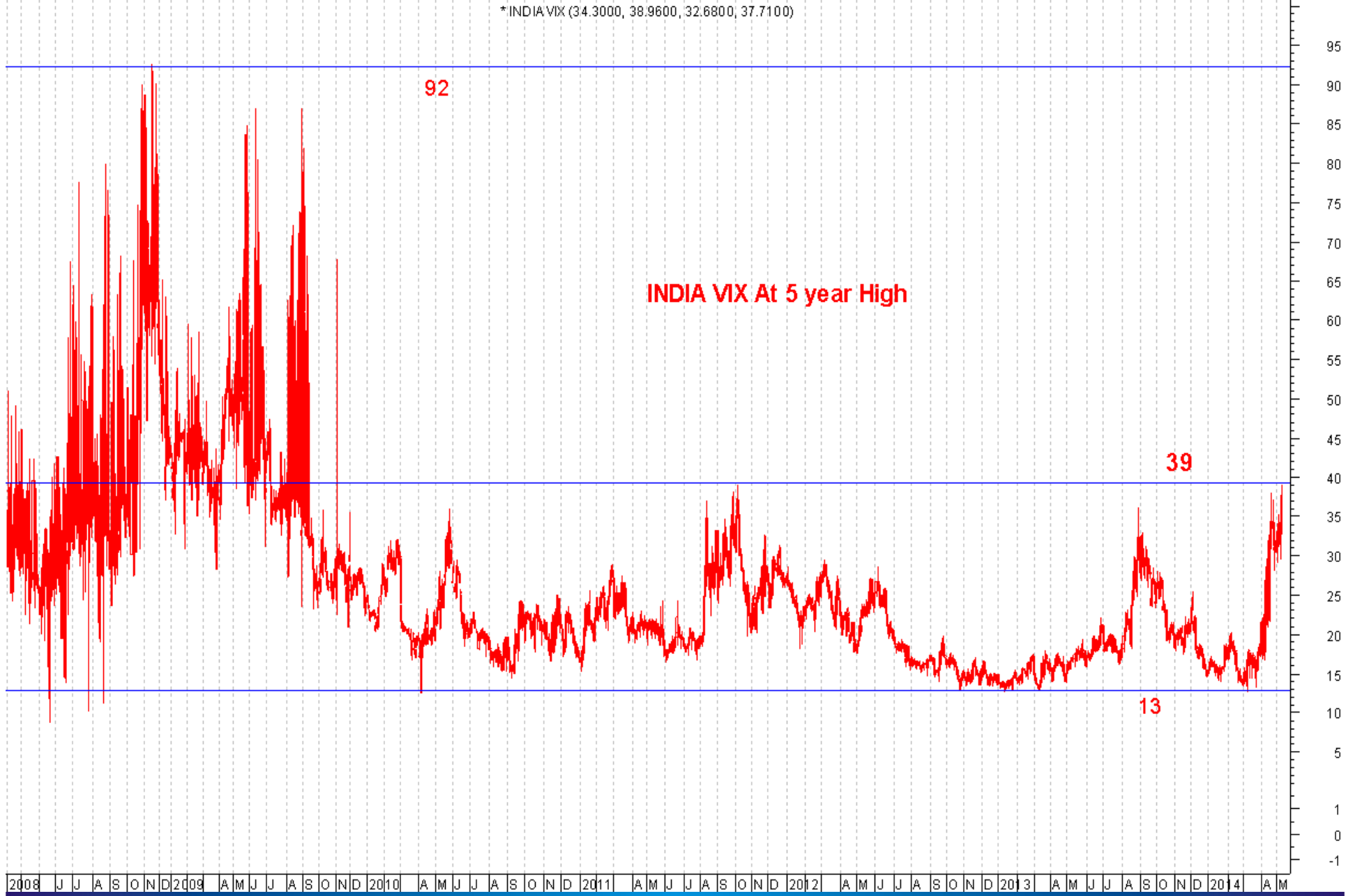
**NIFTY**  
Support Resistance



\* S&P CNXNIFTY (6,854.00, 6,871.00, 6,852.00, 6,858.00), Stochastic Oscillator (52.7602)



\*INDIA VIX (34.3000, 38.9600, 32.6800, 37.7100)



\* INDIA VIX (34.3000, 38.9600, 32.6800, 37.7100)

**Indias VIX**

**38.96**

**13**



**26th February 2014**



## Markets Await Election Outcome

- Pre election rally played out well
- Participants cautious ahead of crucial election outcome
- Domestic economy still in doldrums
- Post elections, reforms and monsoon will be in focus

### INDEX WATCH

INDEX	May 10	Apr 11	% Change
Nifty	6858	6776	1.2
Sensex	22994	22628	1.6
CNX Midcap	8964	8854	1.2
BSE Small Cap	7593	7523	0.9



# Poll Outcome Scenarios

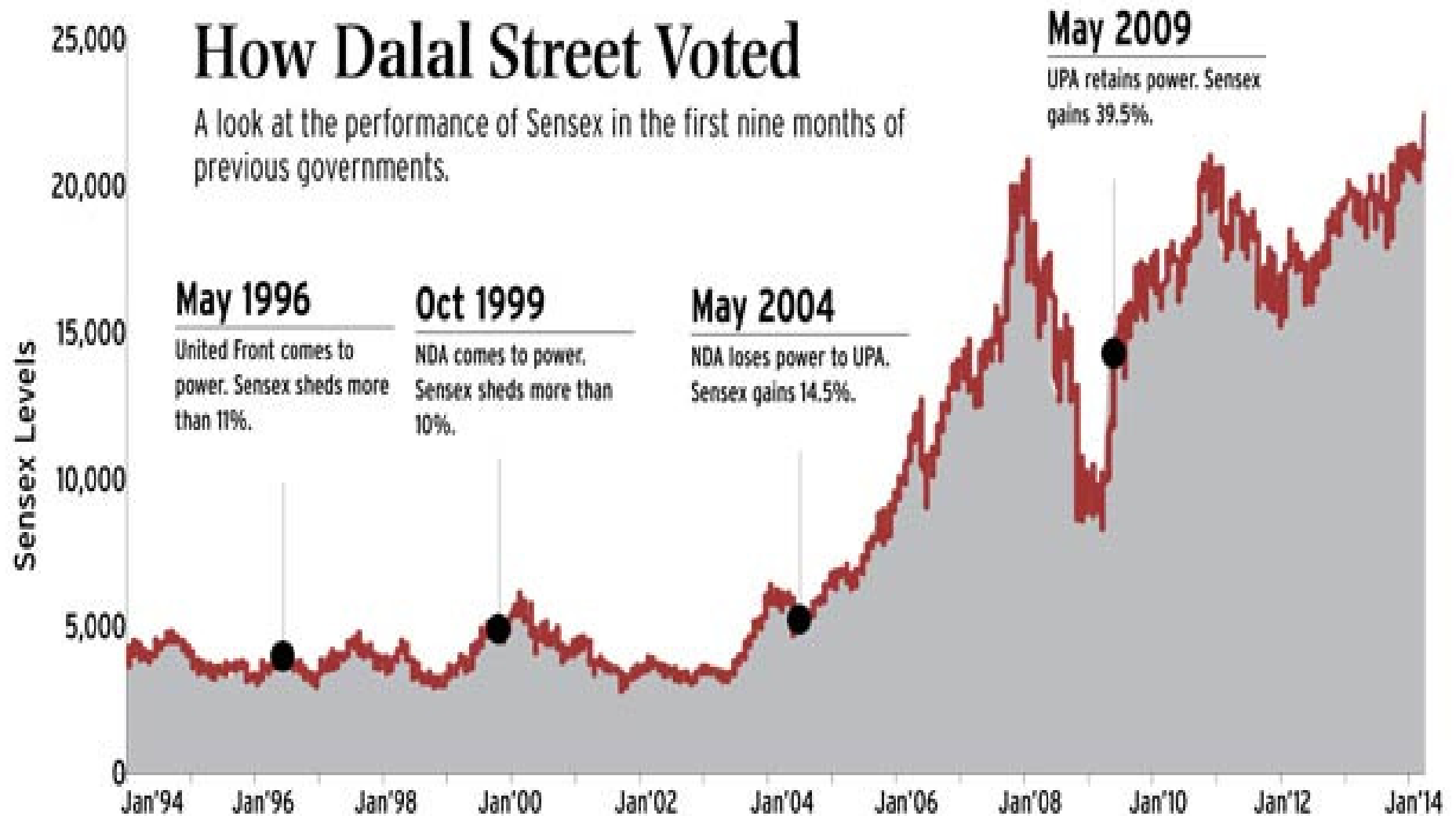
Scenario	Market Impact	Outperformers	Underperformers
Stable Govt. with Pro reformist as PM	Very Positive	capital goods, infra, Oil & Gas, financials	IT
NDA Govt. with support from other parties	Neutral	IT, Pharma	Profit Booking will come in high beta stocks
Third Front Govt. with support from BJP or Congress	Negative	IT, Pharma	Capital Goods, Infra, Oil & Gas, financials
Hung Parliament	Negative	IT, Pharma,	Capital Goods, Infra, Oil & Gas,

# EQUITY MARKET'S ELECTION FEVER

	RETURNS (%) IN 3 MONTHS BEFORE POLLS	RETURNS (%) IN 3 MONTHS AFTER POLLS
1991	24	44
1996	7	-8
1998	6	-12
1999	14	15
2004	-11	-3
2009	27	32

# How Dalal Street Voted

A look at the performance of Sensex in the first nine months of previous governments.



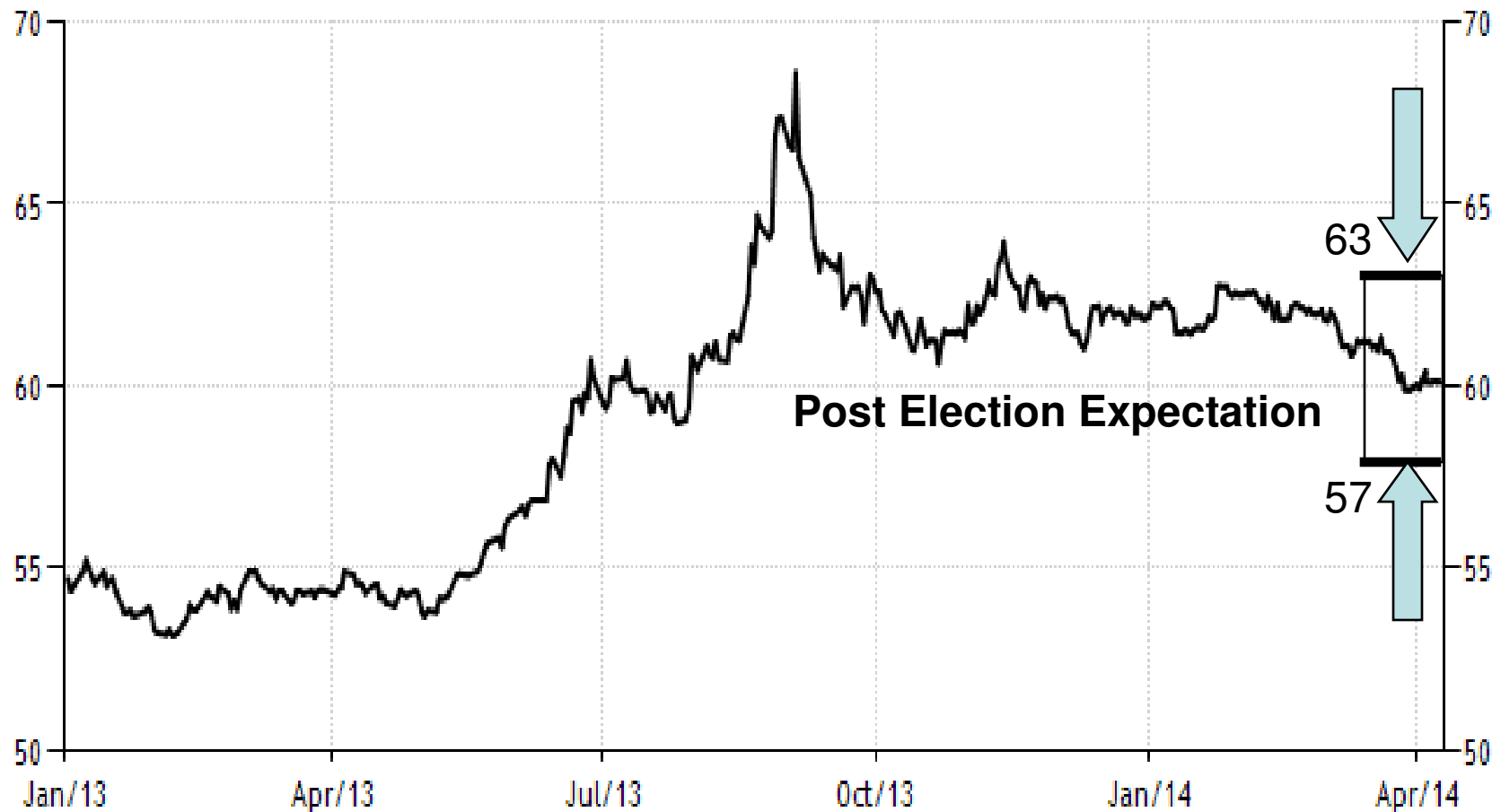
# Market Outlook

- Markets are expecting a stable, reform oriented Govt. at Centre
- Election outcome may lead to kneejerk reaction in market
- Economic revival key to future performance of market

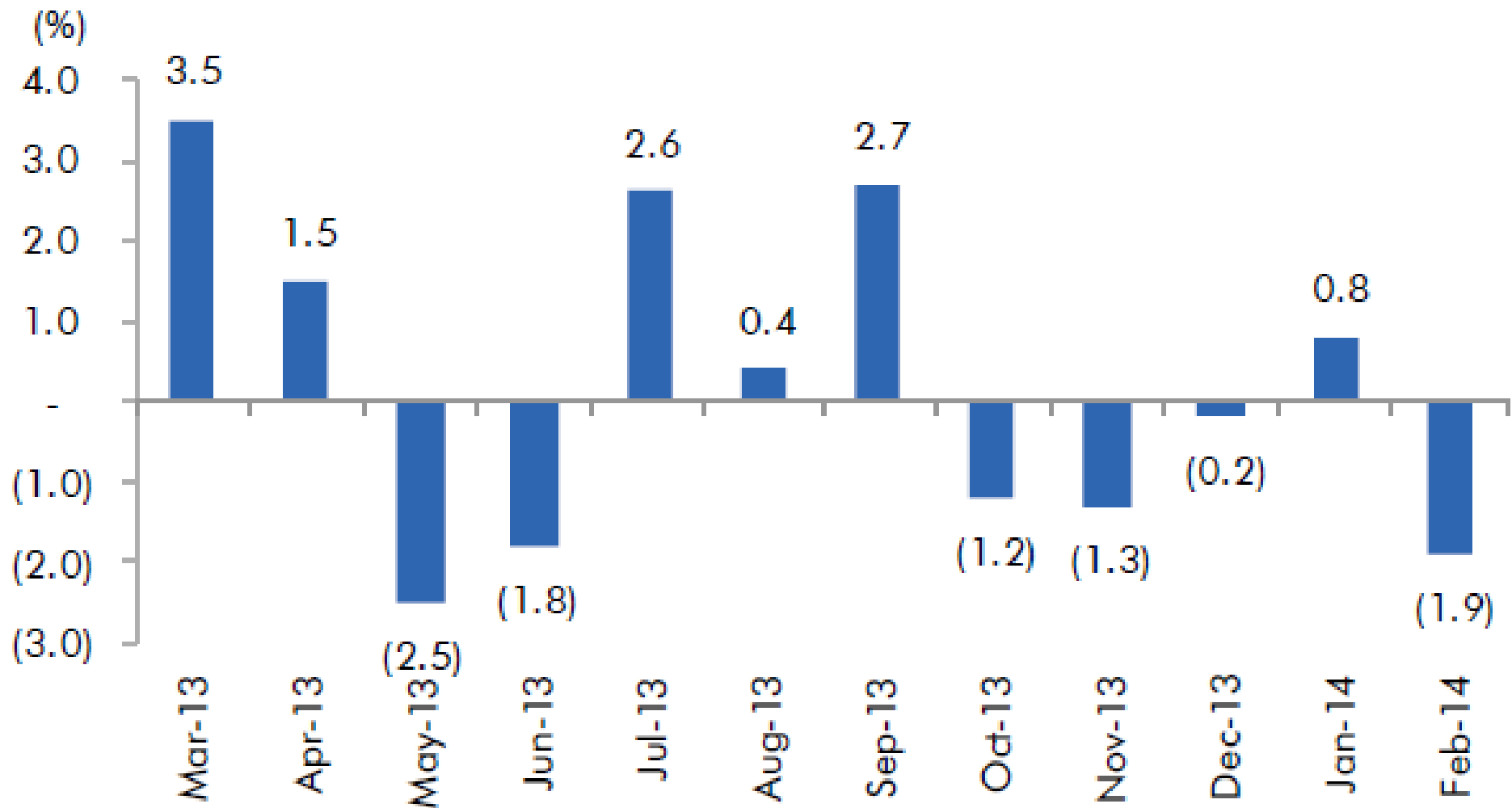
# Watch Mid and Small Cap Stocks

- Mid and Small Cap segment is expected to outperform large cap stocks
- Right stocks may give phenomenal returns
- Institutions, HNI started focusing
- Mid and Small cap indices still below all time high

# Rupee Expected Range



## IIP Continues to Remain Weak



# April '14 Auto Sales - Segment

## Still skidding

	April 2014	April 2013	% change
Passenger cars	1,35,433	1,50,737	-10.15
Passenger vehicles	1,88,541	2,08,341	-9.50
M&HCVs	15,429	18,610	-17.09
Commercial vehicles	43,080	56,683	-24.00
Three-wheelers	33,602	34,348	-2.17
Two-wheelers	13,04,447	11,68,100	11.67
Total sales	15,69,670	14,74,72	6.96

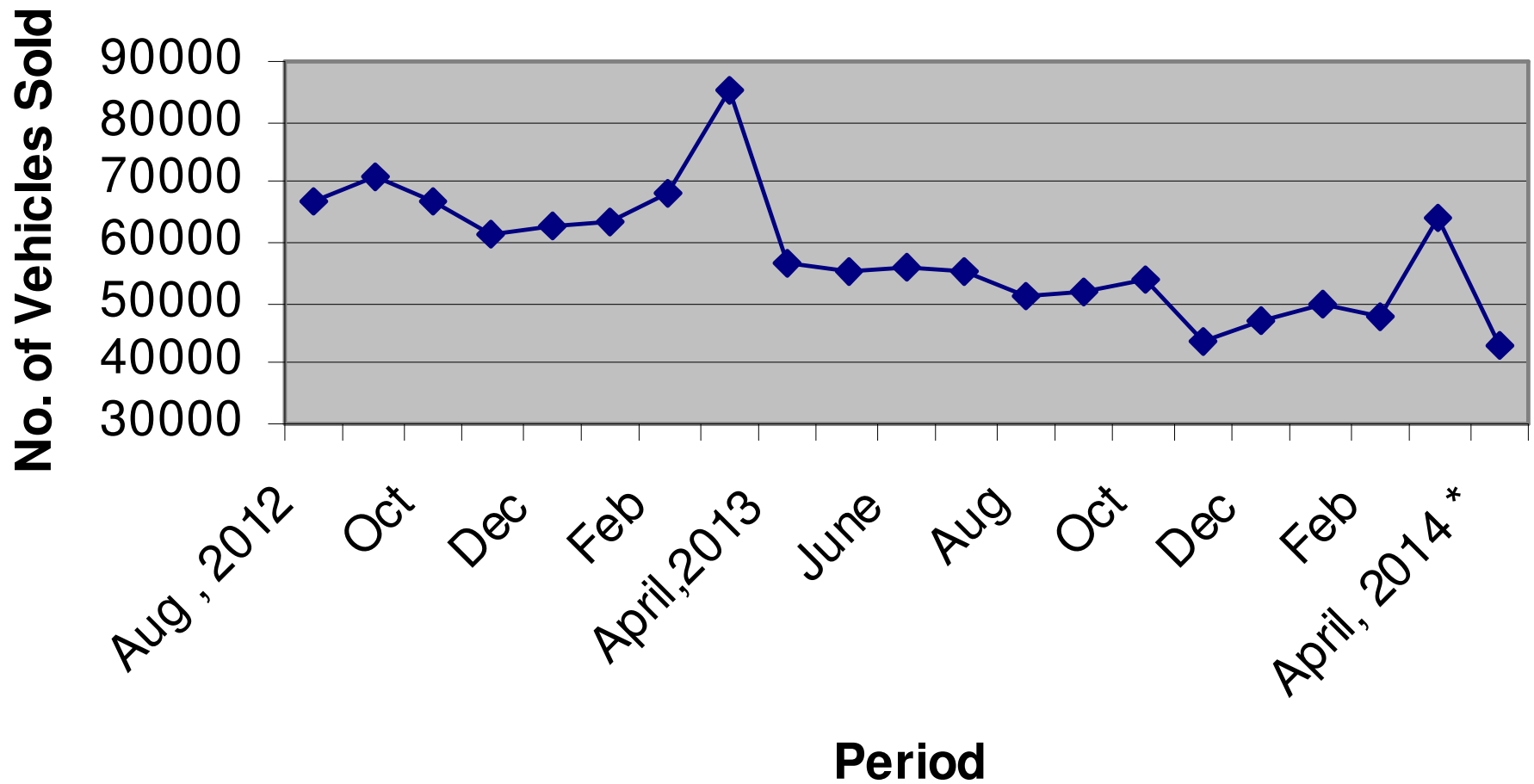


# April '14 Auto Sales - Company

## Vehicle Sales

Company	Apr '14	Apr '13	% Change
Tata Motors	33,892	51,160	- 34
Ashok Leyland	5,897	7,487	-21
M&M	36,274	41,432	- 12
Maruti	86,196	97,302	- 11
Hero Motor	5,71,054	4,99,113	+ 14
Bajaj Auto (2 Wheelers)	2,99,636	3,00,827	0
TVS Motors (2 Wheelers)	1,83,179	1,60,502	+ 14

# Commercial Vehicle Sales

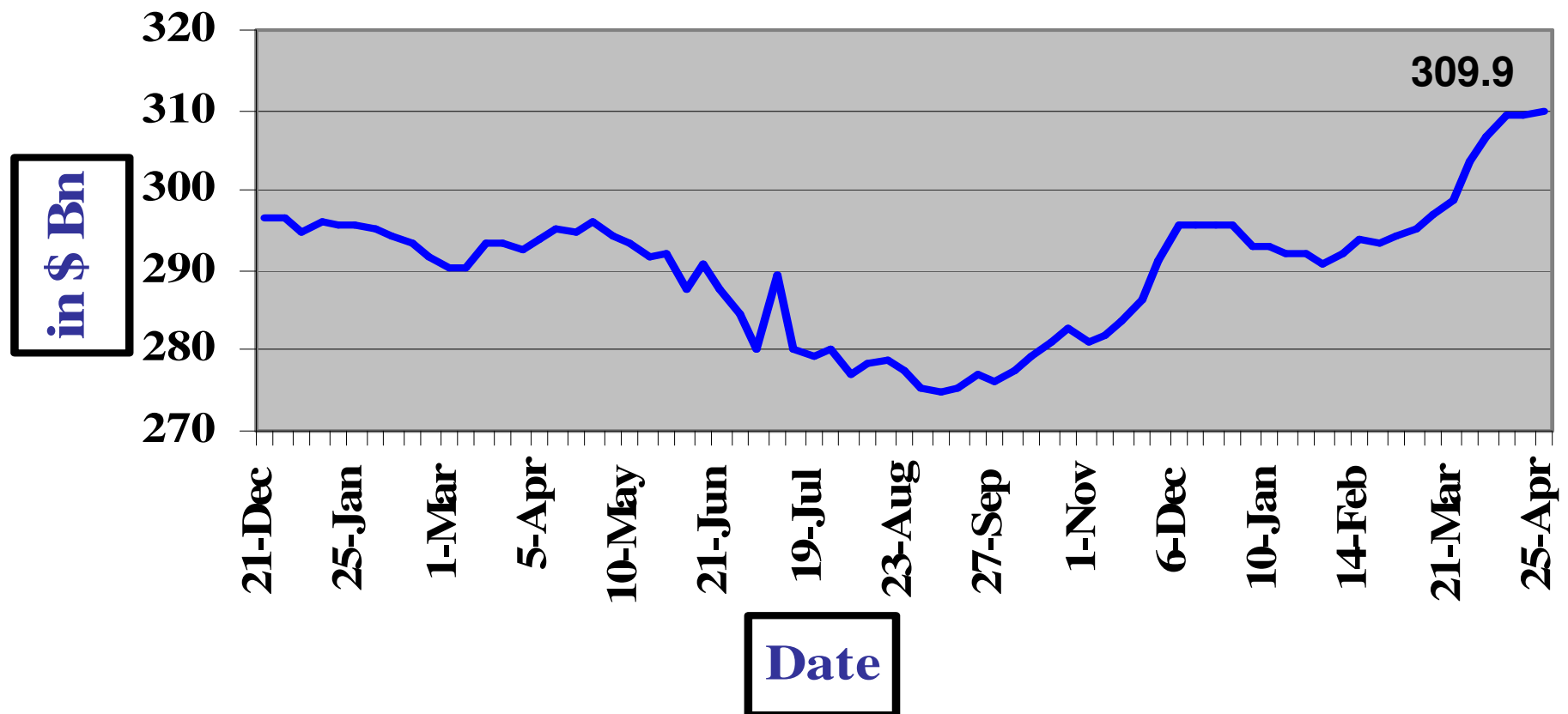


## FII Activity

<b>2014</b>	<b>Equity \$ Bn</b>	<b>Debt \$ Bn</b>
Jan	<b>0.1</b>	<b>2.0</b>
Feb	<b>0.2</b>	<b>1.8</b>
March	<b>3.3</b>	<b>1.8</b>
April	<b>1.6</b>	<b>- 1.5</b>
Upto May 7	<b>0.2</b>	<b>0.3</b>
Total	<b>5.4</b>	<b>4.5</b>

# Forex Reserves Continue to Rise

**Forex Reserve 2013-14**



# Retail Investors Are Coming Back

## FY14 STARTS ON A BRIGHT NOTE

Year	Number of equity folios
March '05	9,041,075
March '06	17,238,776
March '07	25,376,347
March '08	37,766,259
March '09	41,131,623
March, 10	41,118,785
March '11	39,290,289
March '12	37,647,466
March '13	33,174,188
March '14	29,180,922
April '14	29,566,660

Source: Sebi

## Q4 Result – Sensex Companies

	% Change (YoY)	
	Mar 2014	Mar 2013
Sales	13.9	6.8
Net Profit	18.0	22.4

**Results of 10 companies**

# Q4 Result Performance

	% Change (YoY)	
	Mar 2014	Mar 2013
Sales	<b>14.4</b>	<b>6.6</b>
Net Profit	<b>17.0</b>	<b>13.3</b>

**Results of 325 companies**

## **Will Monsoon be below Normal ?**

- IMD has forecast southwest monsoon rainfall at 95% of long term average
- Higher than normal temperature of water in equatorial pacific ocean (“El Nino”) generally reduces monsoon rainfall in India. El Nino likely to emerge in July
- Other weather forecast agencies also warned of below normal rainfall



## Events and Data to Watch

- General Poll Outcome
- Ministry Formation
- Monsoon
- Q4 results

**Thank You**