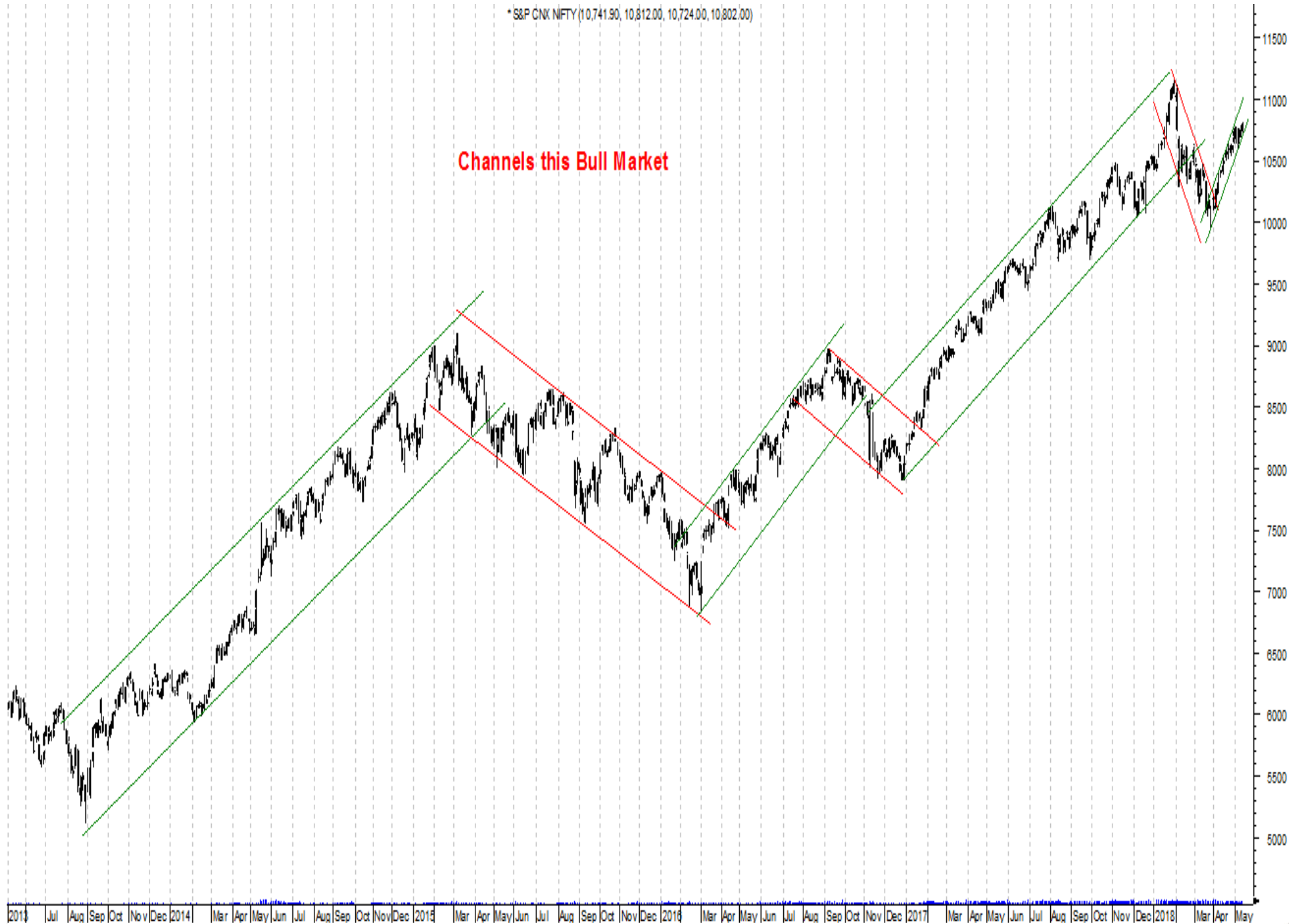




Current Market Scenario

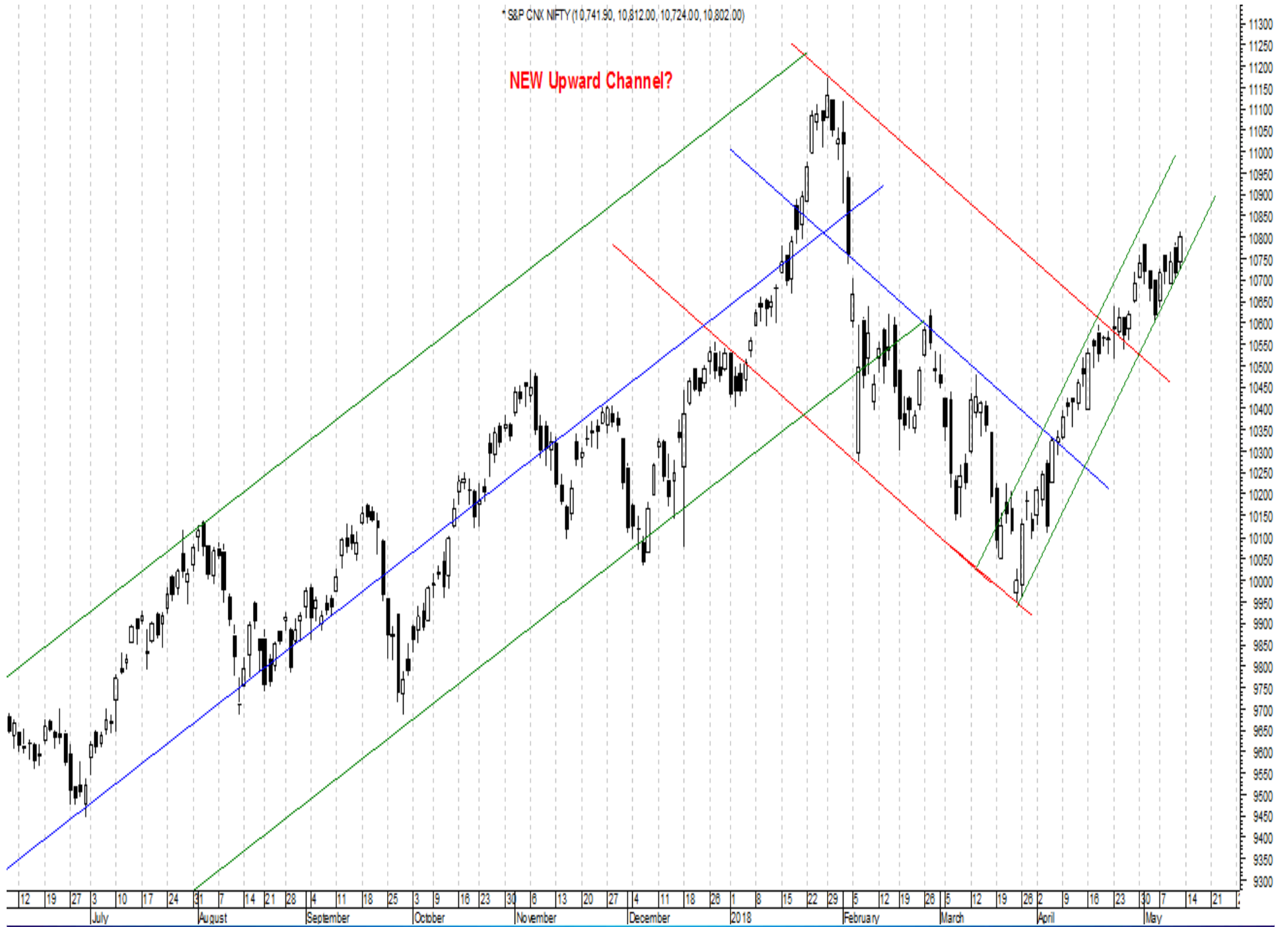
*S&P CNX NIFTY (10,741.90, 10,812.00, 10,724.00, 10,802.00)

Channels this Bull Market



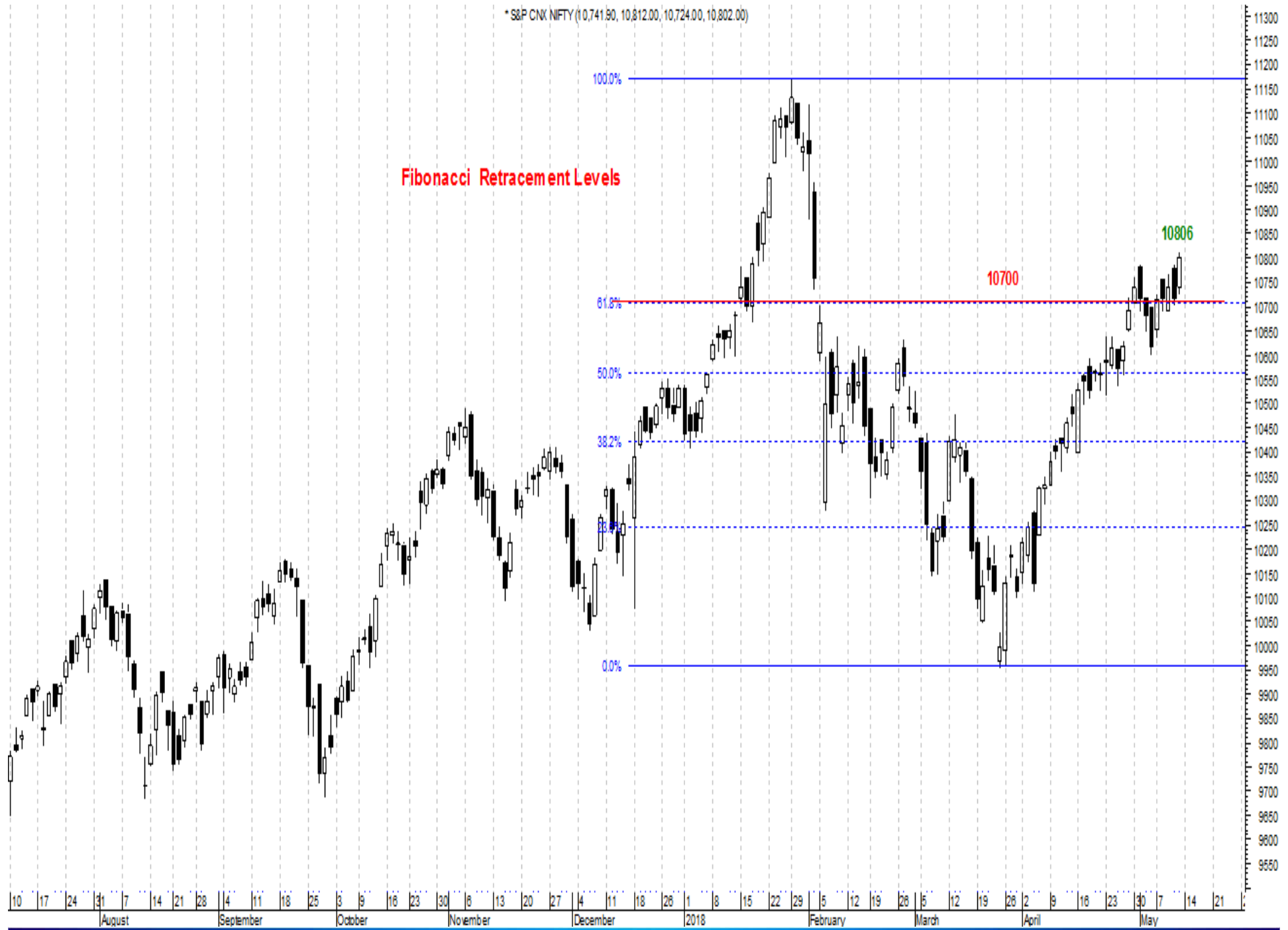
*S&P CNX NIFTY (10,741.90, 10,812.00, 10,724.00, 10,802.00)

NEW Upward Channel?



* S&P CNX NIFTY (10,741.90, 10,812.00, 10,724.00, 10,802.00)

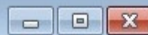
Fibonacci Retracement Levels



NSE Mid Cap Index



T NSE NIFTY 50

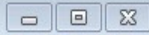


NIFTY 50.NSE

Daily 6 Month Studies Indicators Tools Add-ons Scanner Options



T NSE NIFTY MIDCAP 100

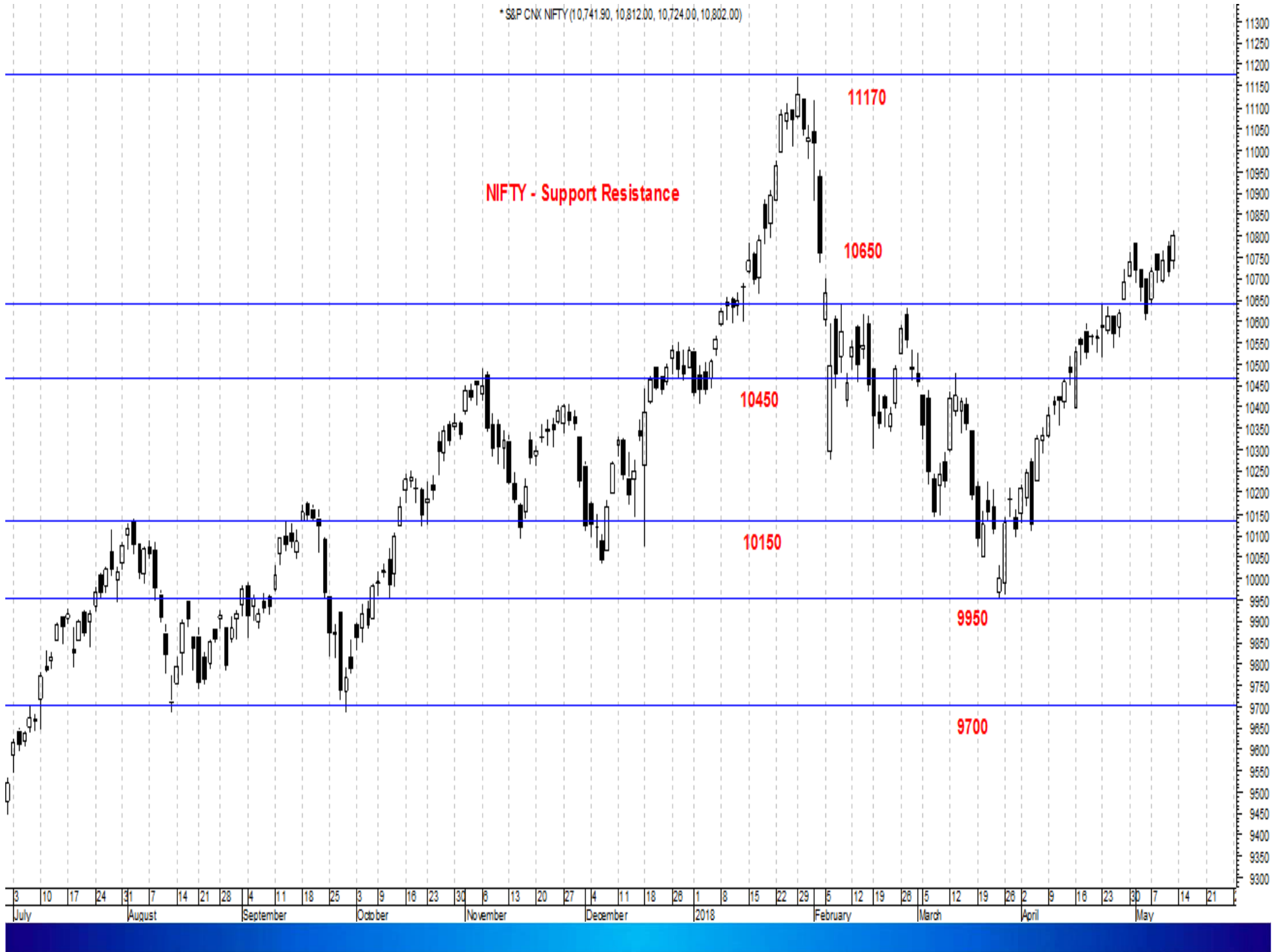


NIFTY MIDCAP 100.NSE

Daily 6 Month Studies Indicators Tools Add-ons Scanner Options



* S&P CNX NIFTY (10,741.90, 10,812.00, 10,724.00, 10,802.00)



Market Optically Strong



- Mid and Small Cap underperforms
- Select large caps holding index
- FII Selling Continues
- Mutual Fund Inflow Slows

INDEX WATCH

INDEX	11, May	14, Apr	% Change
Nifty	10,806	10,480	3.1
Sensex	35535	34,192	3.9
Nifty Midcap	19,507	19,676	- 0.8
BSE Small Cap	17,818	17,981	- 0.9



Has the Ship Turned?

- Mid and Small cap stocks see derating
- Relentless selling seen in majority of stocks
- Higher commodity cost, interest rates, crude oil prices may impact margin
- Stocks adjusting to realistic valuations



Crude Oil Rallies

- Brent Crude crosses \$75
- Sanction on Iran and inventory adjustment led to price increase
- Rise in crude oil prices negative for India

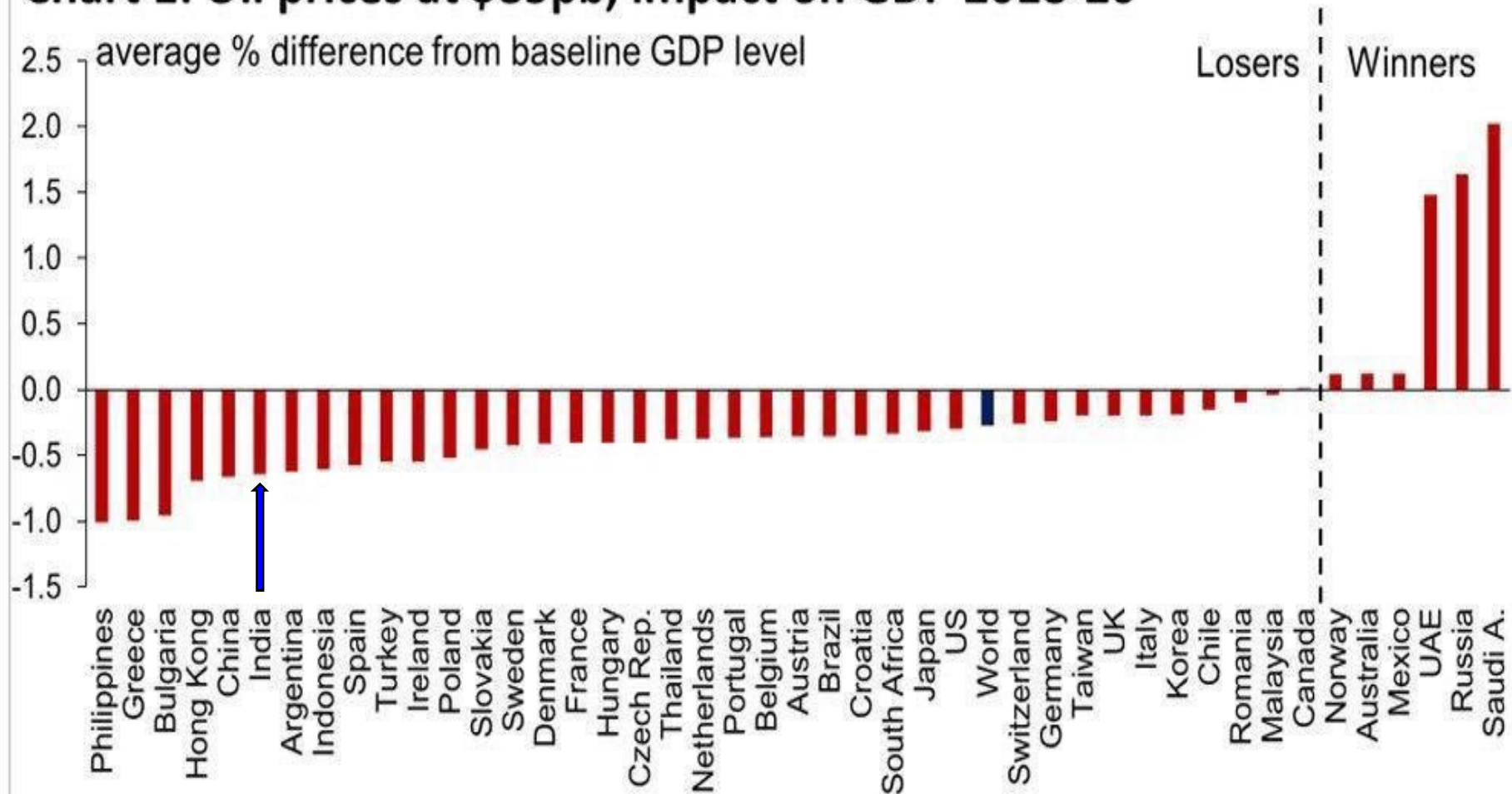
Brent Crude Oil Prices



Impact on Crude Oil Price



Chart 1: Oil prices at \$85pb, impact on GDP 2018-20



Source : Oxford Economics/Haver Analytics

RBI Need to Revise Estimates



- RBI has taken crude oil price as \$68 for forecasting inflation and growth
- Every \$10 increase in crude oil prices will push inflation by 30 bps and lower growth by 10 bps

10 Yr Indian Bond Yield



Rupee Weakens



Indian Macro Economy – To Take Beating



- Current Account Deficit to be higher on strong crude oil prices and lower exports
- Weak Rupee
- Fiscal Deficit will be higher on inability to pass on higher crude oil prices to consumers

But Walmart Bullish On India

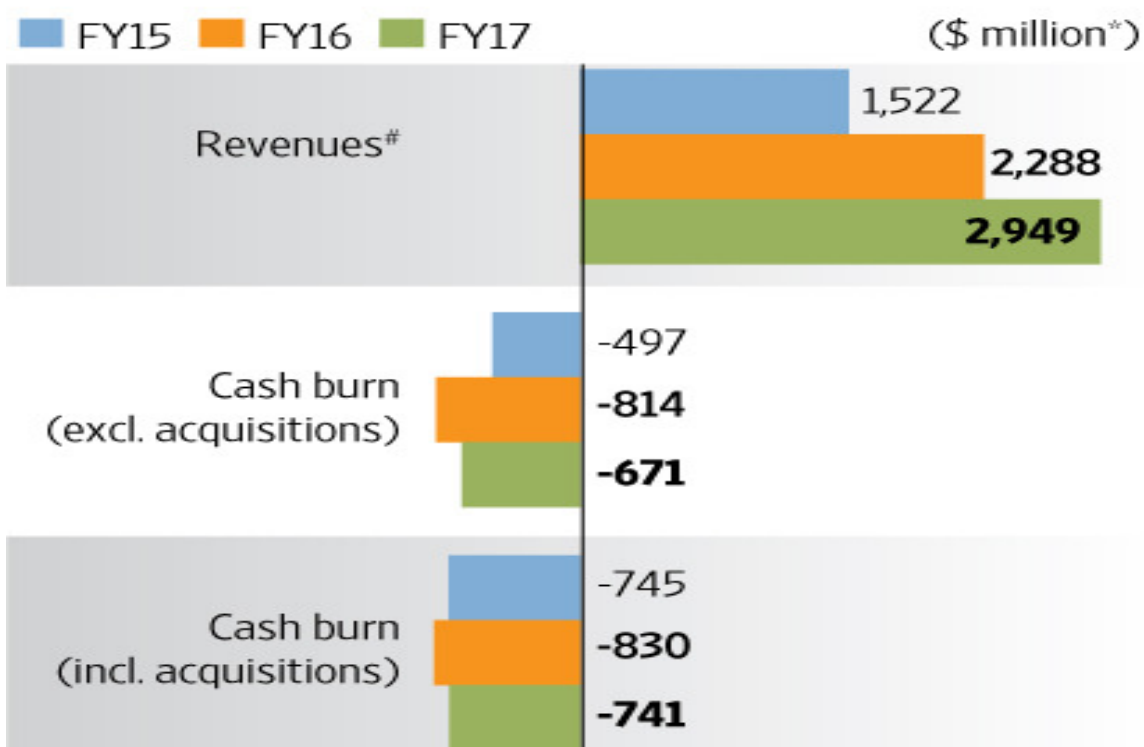


- To buy 77% stake in Flipkart for \$16 Bn
- Largest acquisition in India and world biggest purchase of ecommerce company
- The latest acquisition justifies the high valuations many consumer stocks are enjoying

Flipkart Financials

A CLASH OF CULTURES

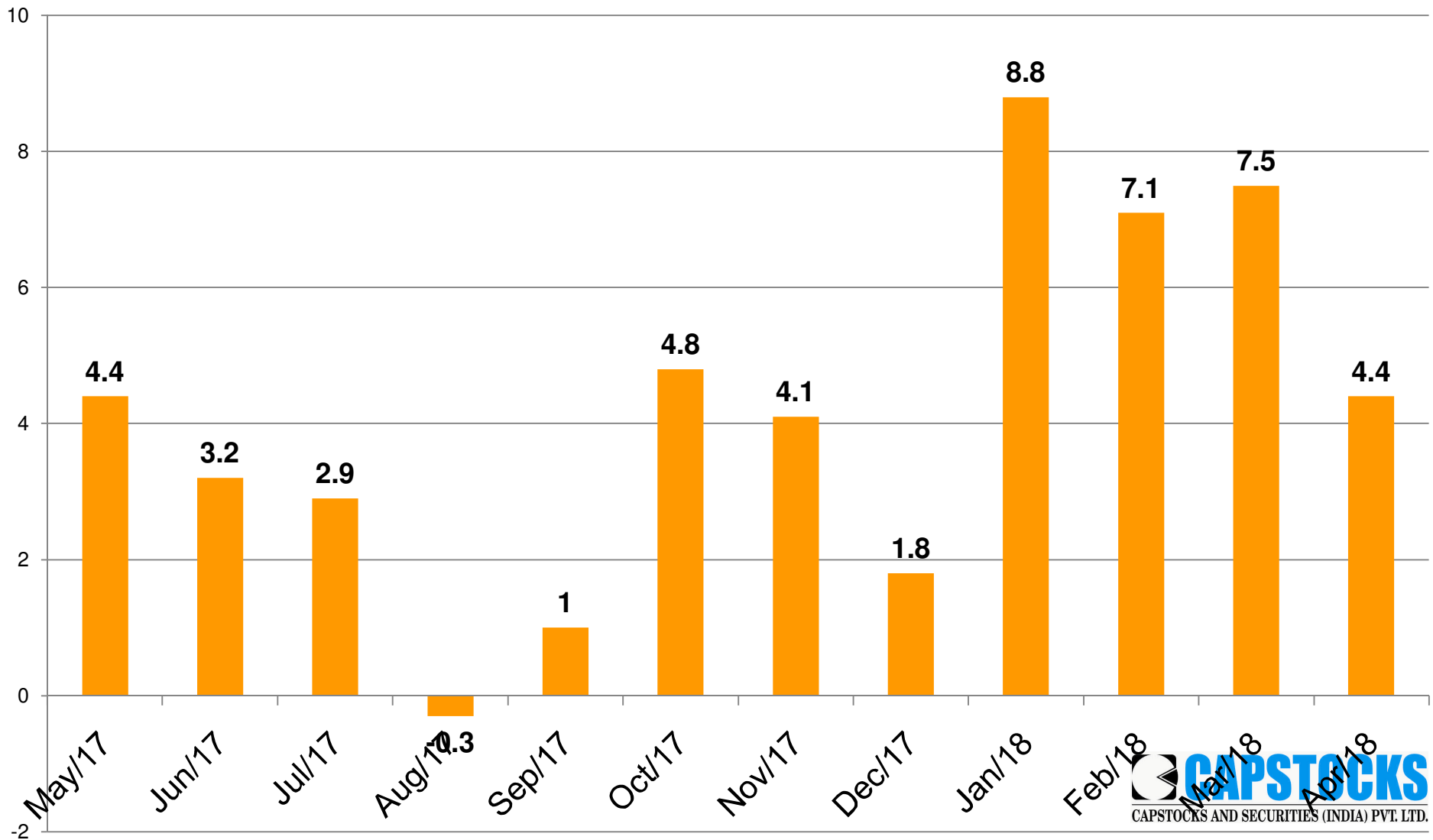
Flipkart is a cash-guzzling operation that funds customer discounts, unlike Walmart which only passes on cost savings to customers



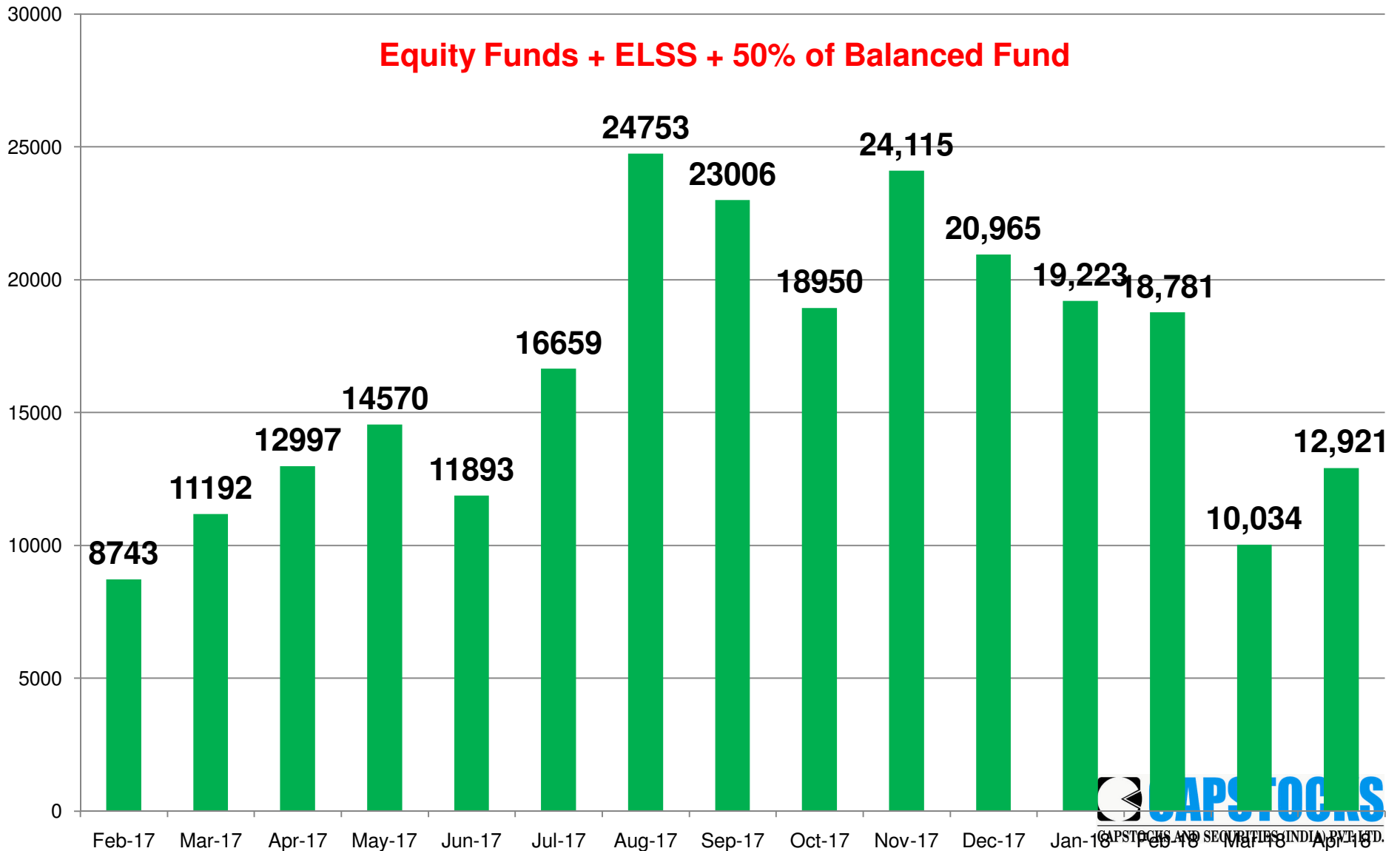
*Conversion rate of Rs67.32/dollar; #Revenues may not represent Flipkart's true topline as it uses both an inventory as well as a marketplace model where it only receives a commission for sales

Source: Company filings, paper.vc

IIP Growth



Monthly Mutual Fund Inflows





SEBI Extends Trading Time

- SEBI permits stock exchanges to trade equity derivatives till 11.55 PM from OCT 1ST, 2018
- Stock exchanges has to put risk management and infrastructure in place before extending time



Events to Watch

- Q4 Results
- Mutual Fund Inflows
- Karnataka Election Result Outcome



Thank You