



Current Market Scenario

13th Apr 2024



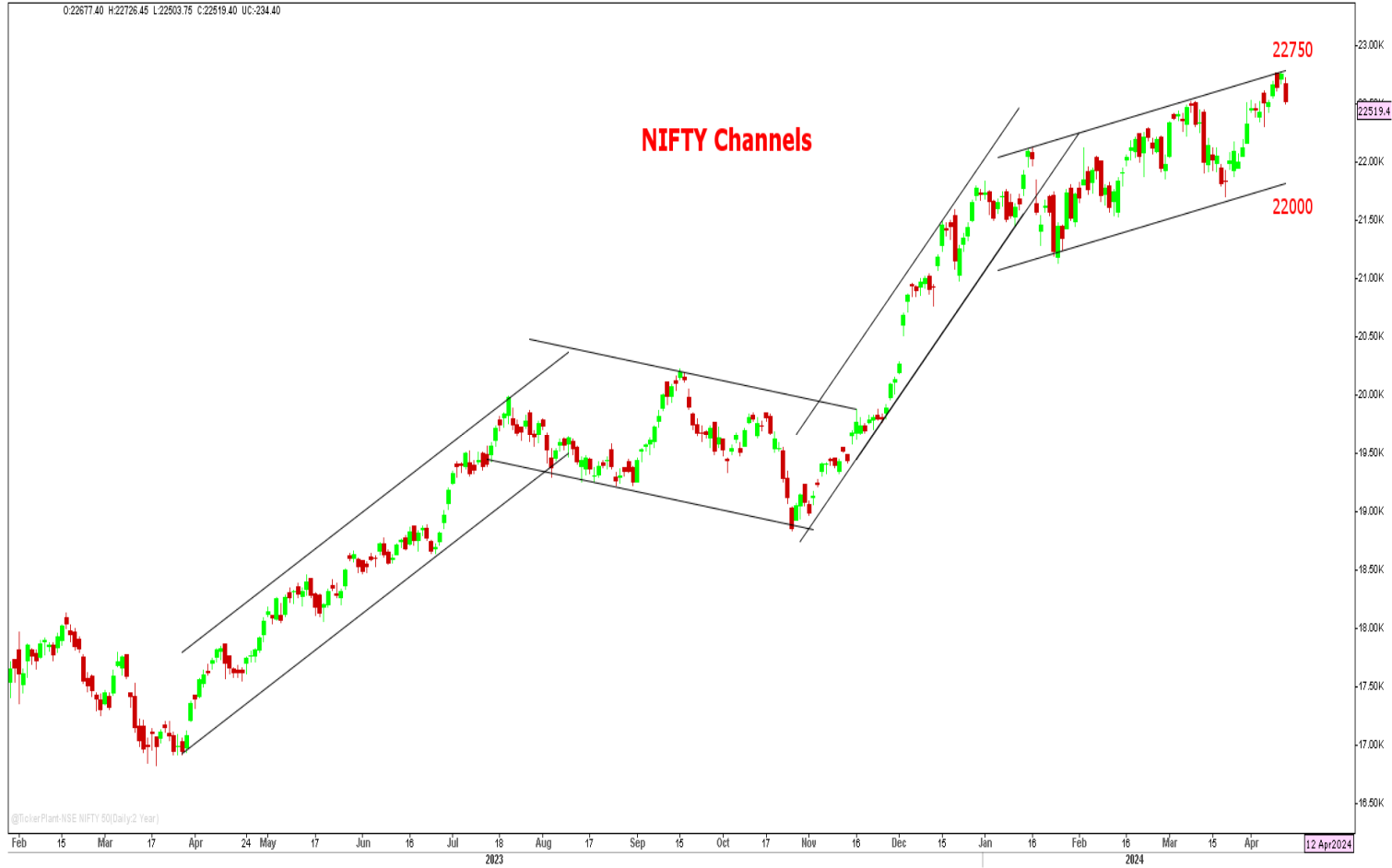
NIFTY long term chart



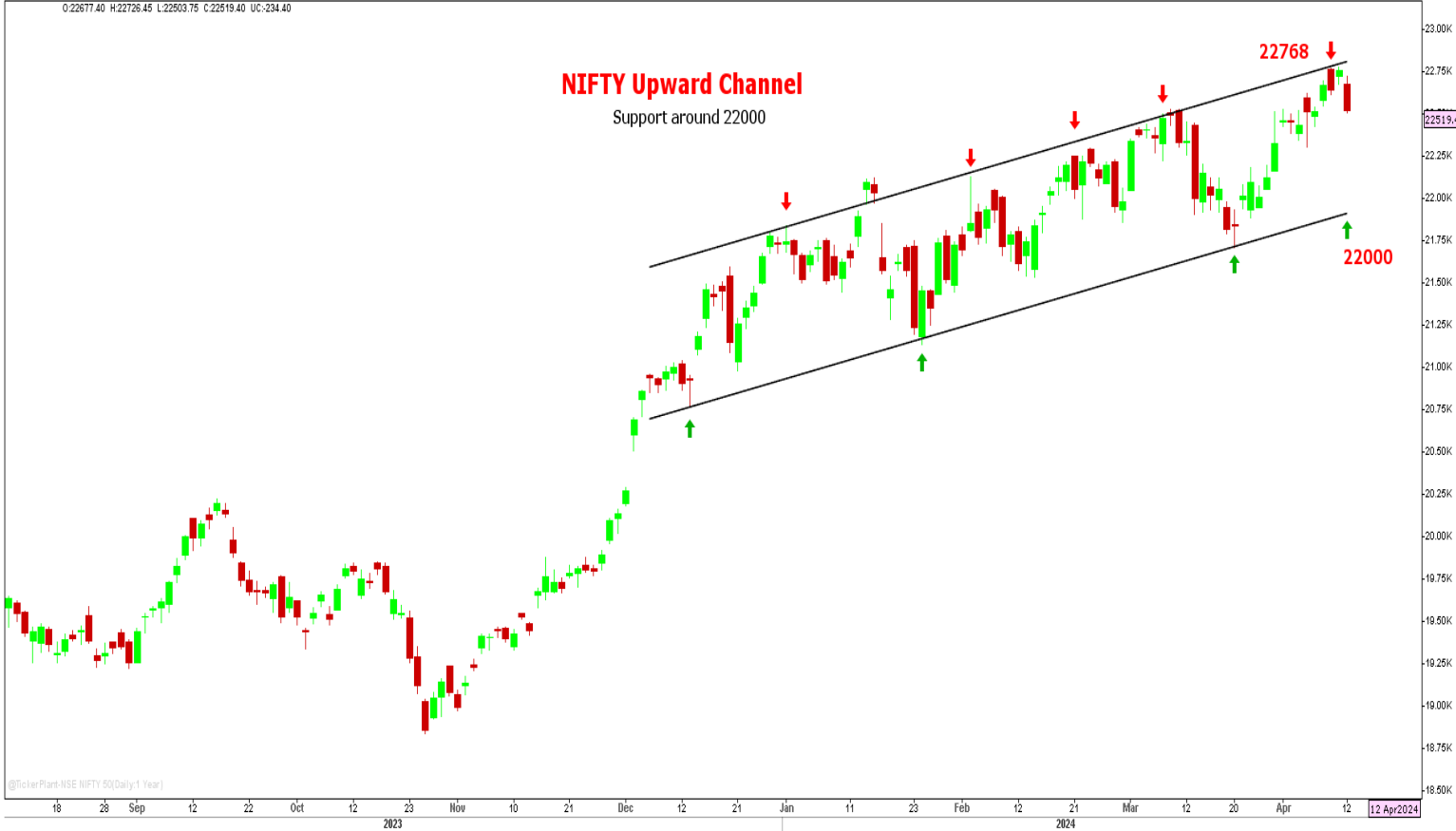
NIFTY midcap Index



Nifty Channels



Nifty Channel Support



Nifty Support & Resistance



Nifty Long Term channel



-234.40



Markets Regains Momentum



- Broader market bounces back
- Gold and Commodities Up
- US Fed rate cut may get postponed
- Muted Q4 results expected

INDEX WATCH

INDEX	9, Mar	9, Feb	% Change
Nifty	22,519	22,493	+ 0.1
Sensex	74,244	74,119	+ 0.1
Nifty Midcap	50,067	48,966	+ 2.2
BSE Small Cap	45,872	44,653	+ 2.7

Gold Prices At Record Highs



- Central Bank buying
- Less trust on fiat currency, greenback
- Jewellery demand will come down if prices stays higher

Gold At All Time High



Historic Silver Prices



Silver (USD/t.oz) 29.099 +4.1252 (+16.52%)



1D 1W 1M 6M 1Y 5Y 10Y 25Y All



Modes of Participation in Gold and Silver Rally



- Gold and Silver ETF
- Gold MF Funds
- Sovereign Gold Bonds
- Commodity Exchange

CRB Commodity Index



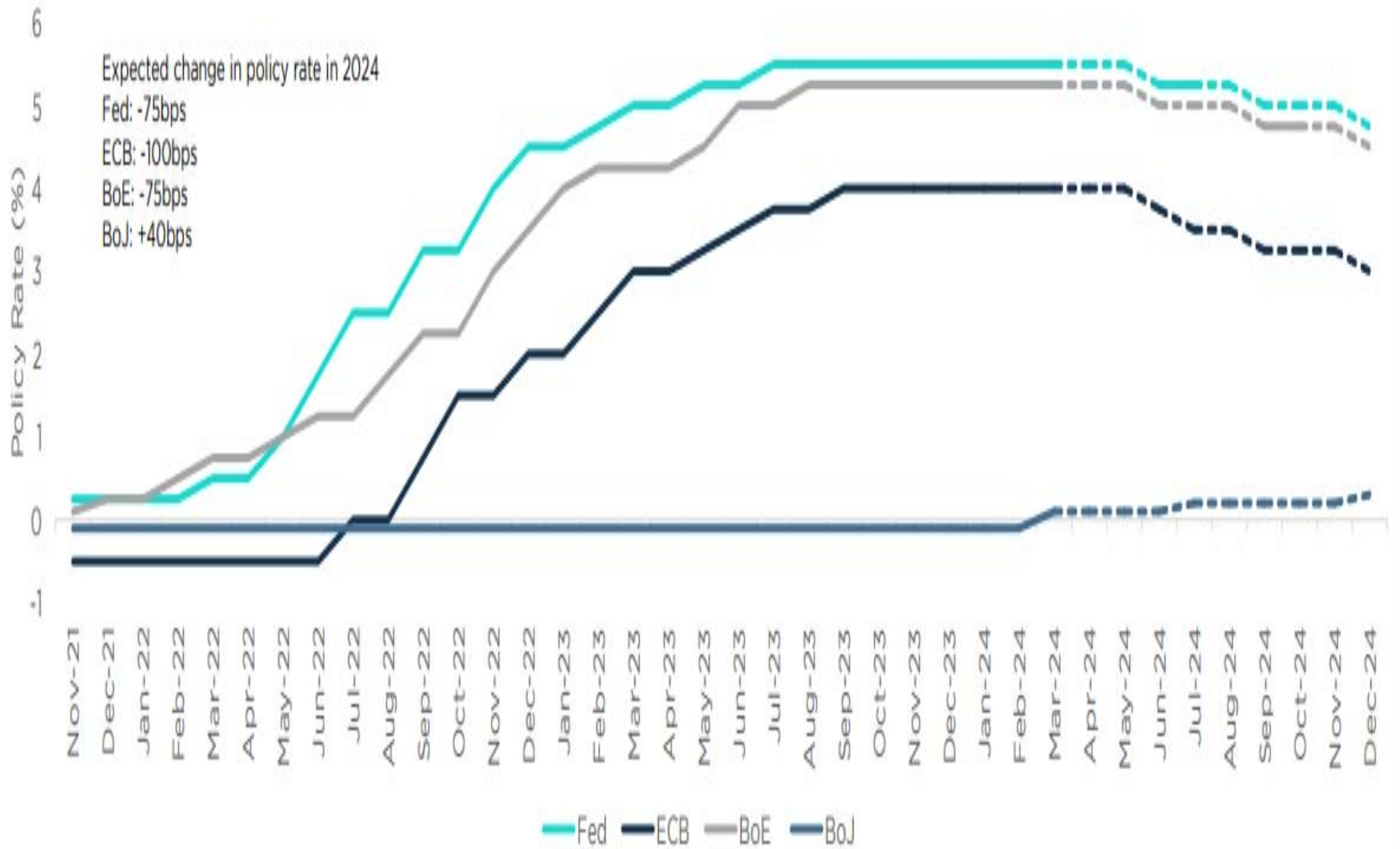
Weightage:

Energy: 39%, Agriculture: 41%, Precious Metals: 7%, Base/Industrial Metals: 13%

CRB Index 343.39 +7.36 (+2.19%)



Market Expectations of Interest Rate Trajectory



Sources: Refinitiv, CareEdge. Data as on March 28, 2024, and reflects market expectations of most probable outcome for future interest rate trajectories.

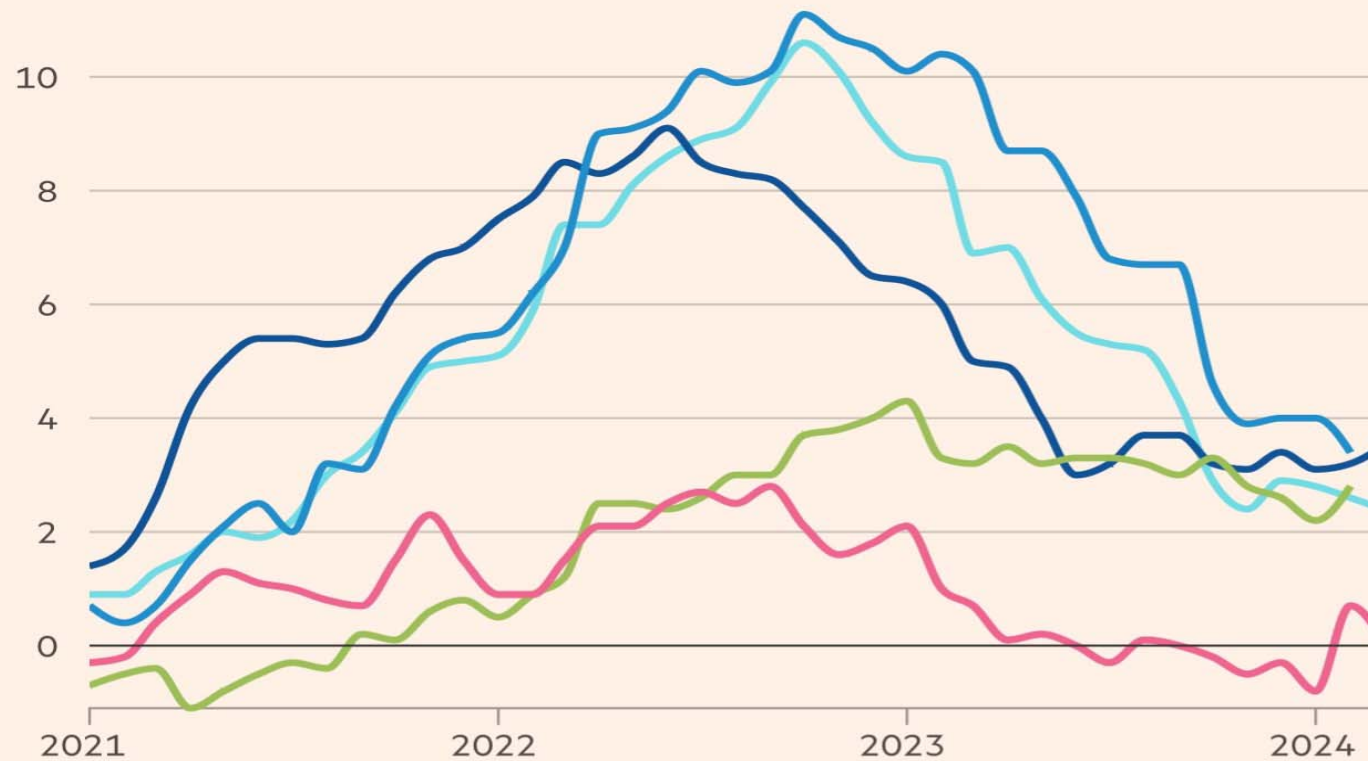
Inflation is not an issue in China



China's consumer price growth lost steam in March

Headline consumer price index, year-on-year change (%)

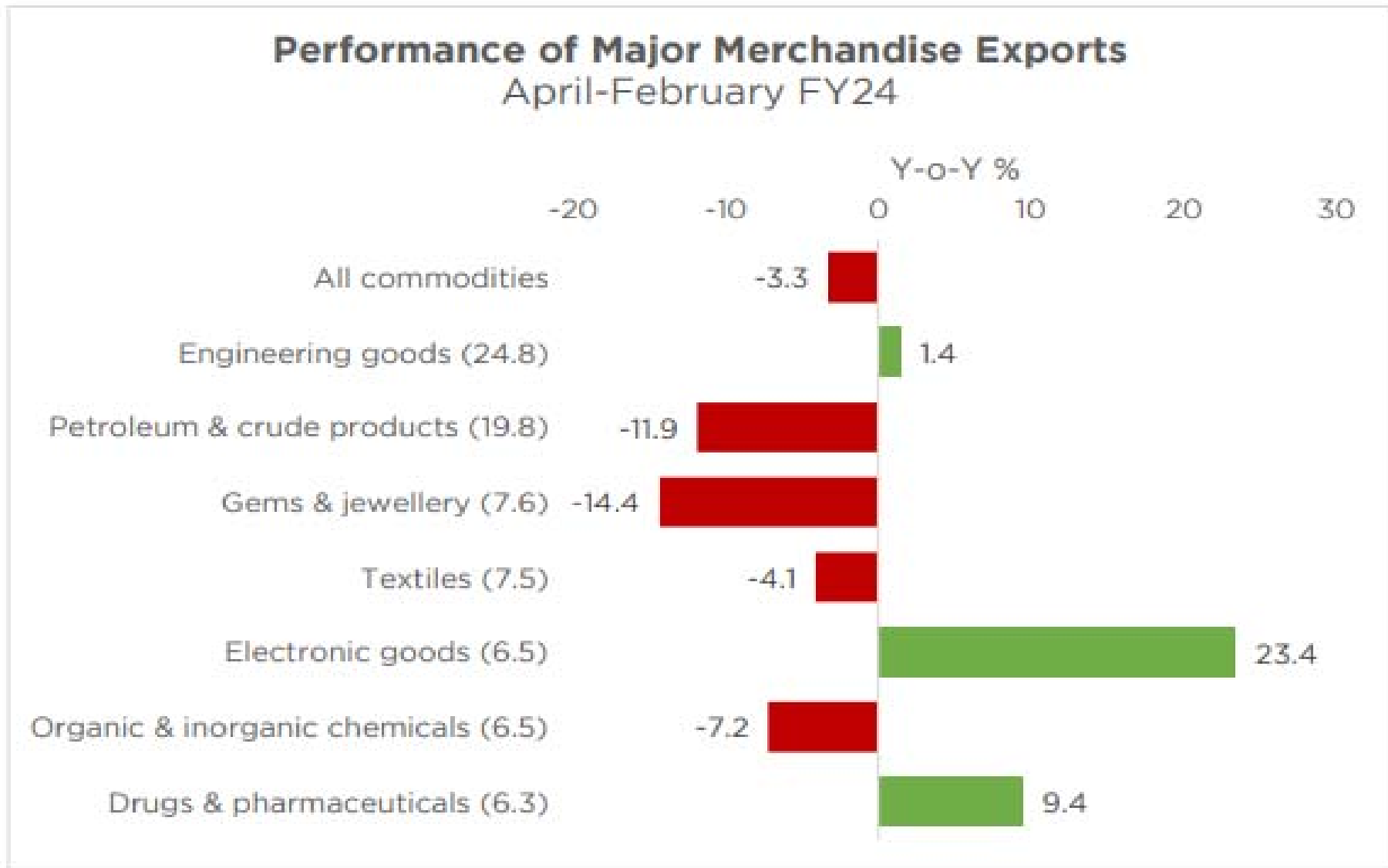
China US Eurozone UK Japan



Source: Wind
FT Data: Andy Lin / @imandylin2

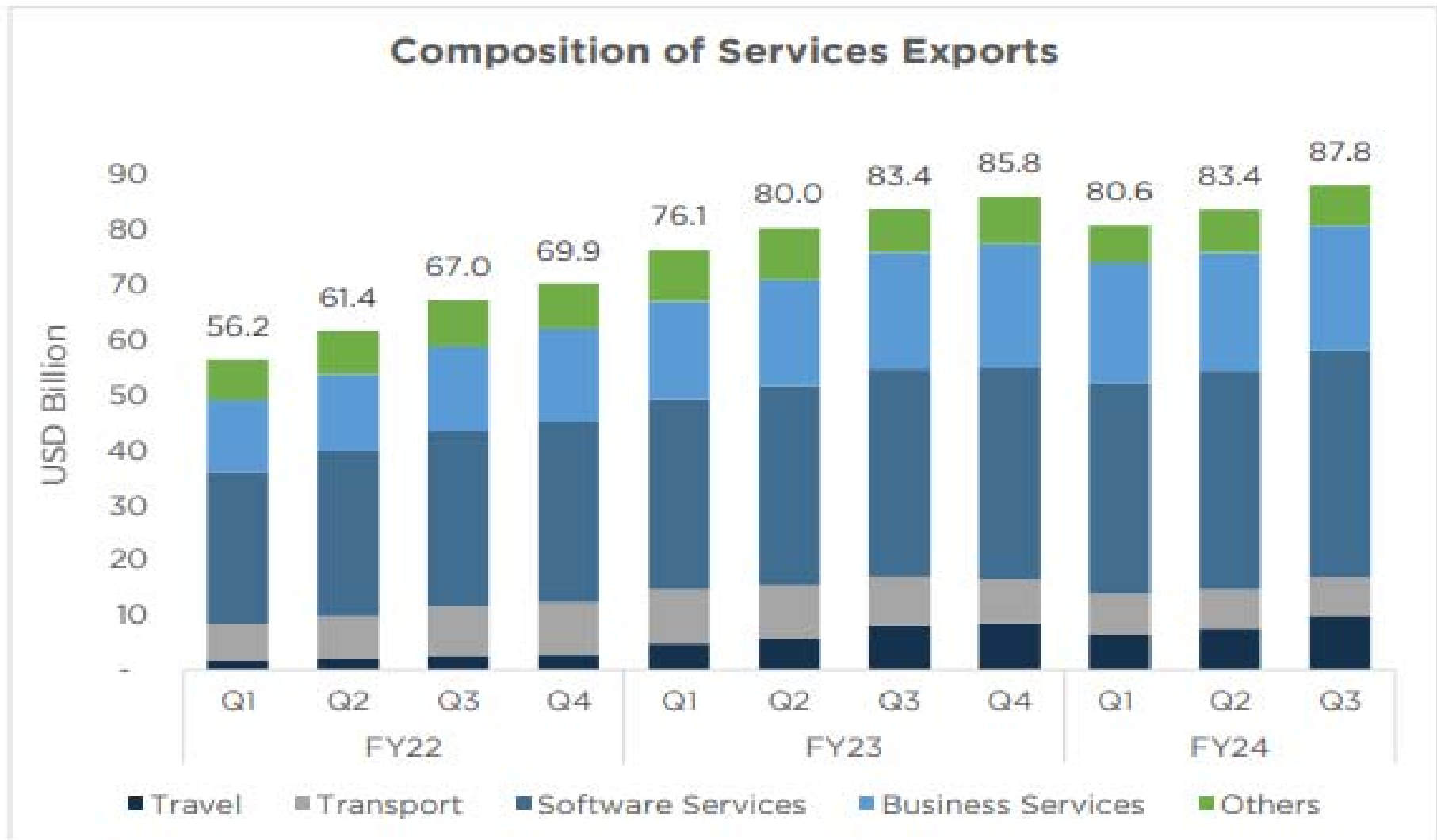
FINANCIAL TIMES

Exports will revive in FY'25



Source: CMIE; Note: Figures in bracket represent % share in total exports

Services Exports – Business Services Doing Well

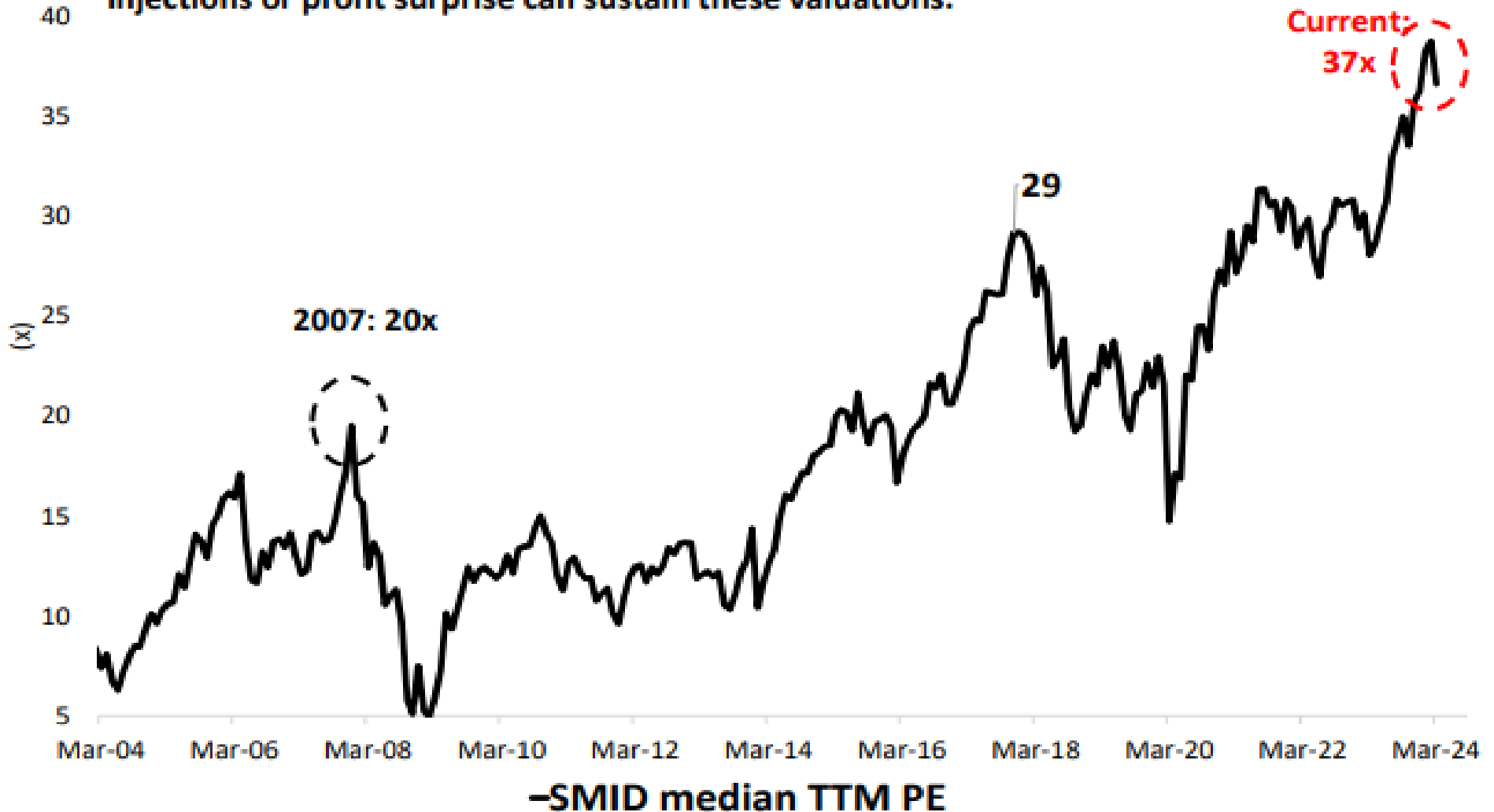


Source: CEIC

SMID Valuations



The trailing PE of the median SMID company today is 37x which is almost 2x of 2007 peak and 30% higher than that witnessed in 2017 and 2021 boom. Only large liquidity injections or profit surprise can sustain these valuations.

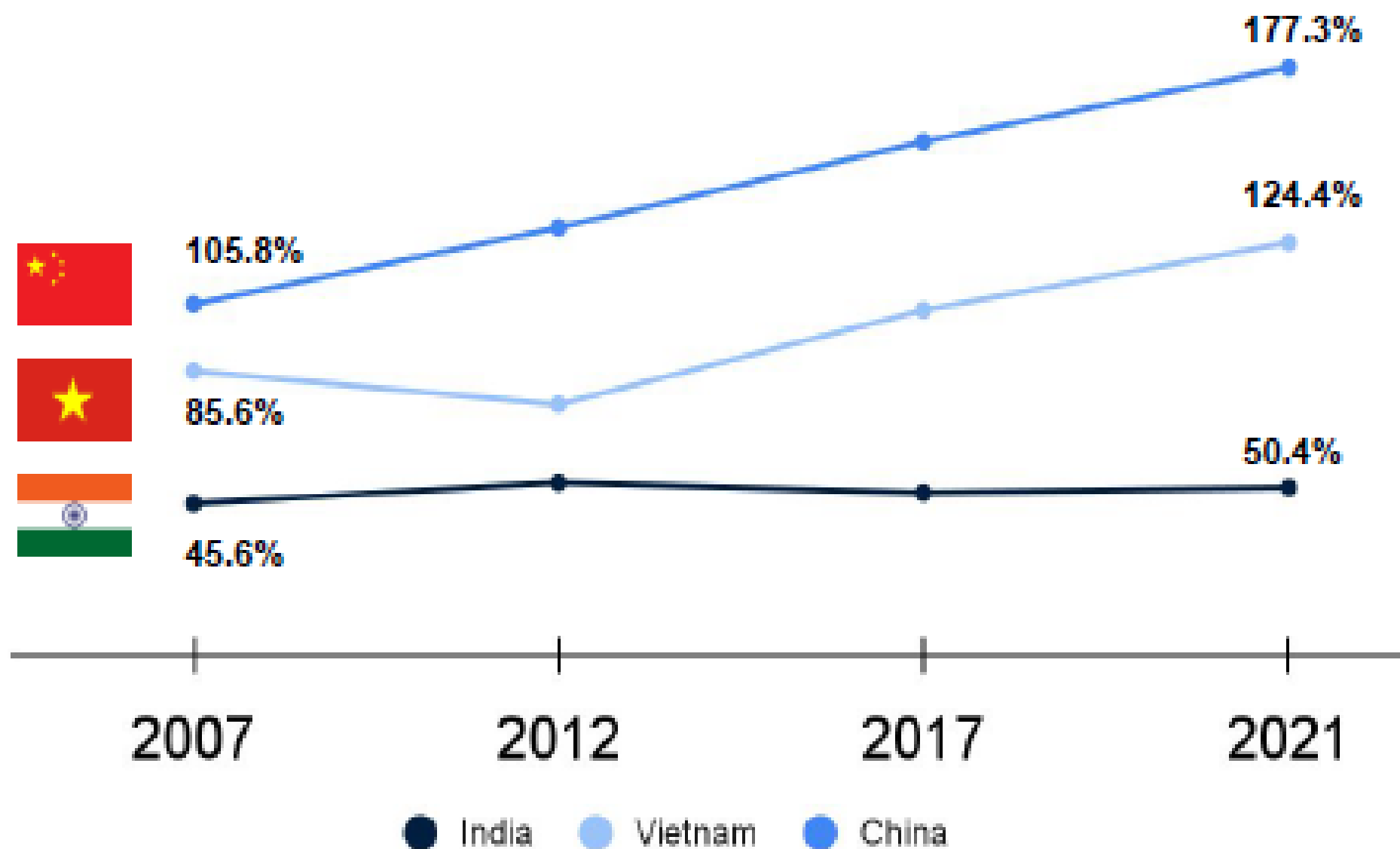


New Government Focus



- Transformational budget and reforms expected in first 100 days of new Government formation
- Reviving private sector investment in manufacturing and infrastructure
- Attracting copious FDI
- Tax compliance to be tightened
- Streamlining Subsidy

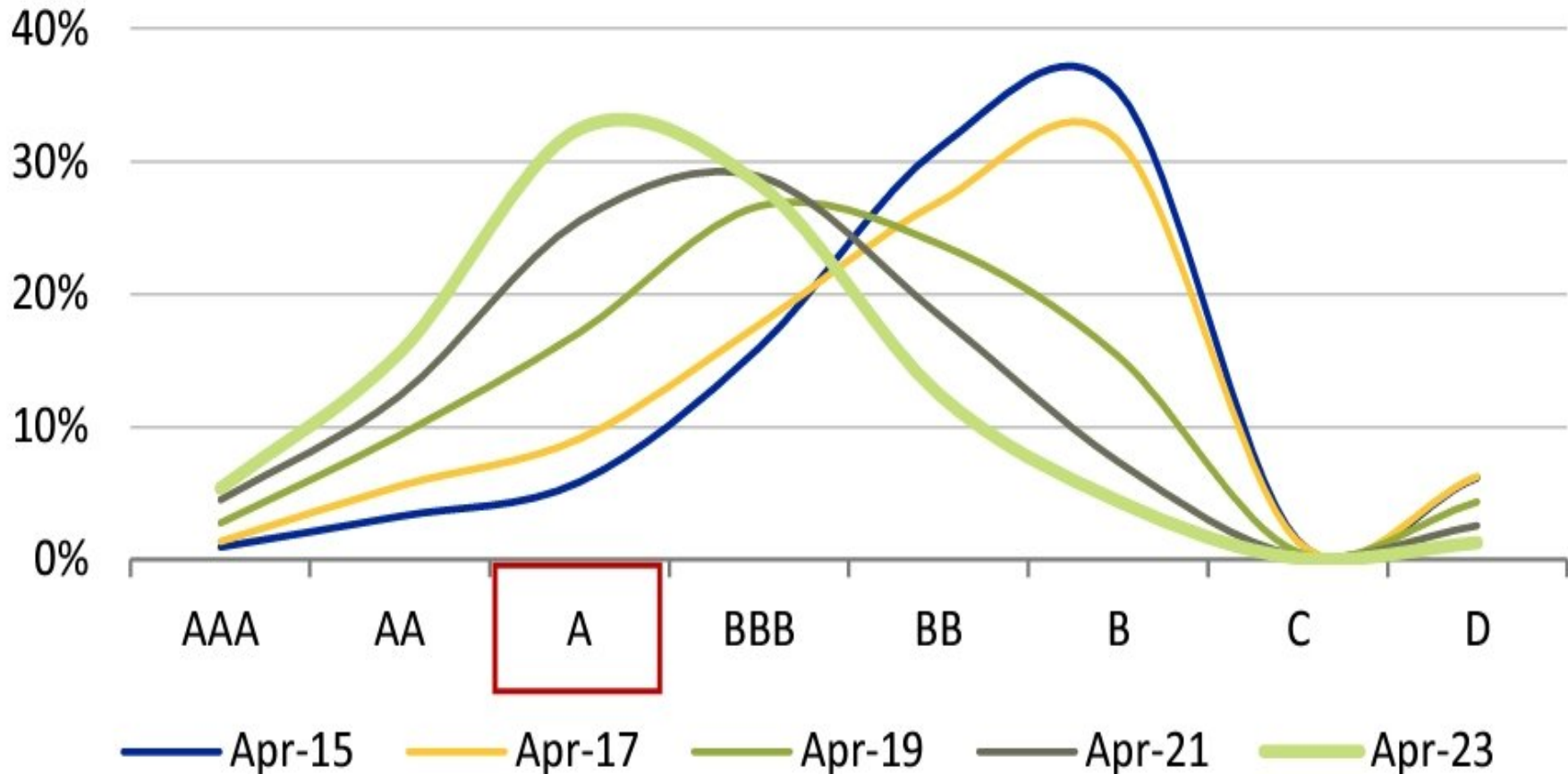
Domestic credit to private sector (% of GDP)



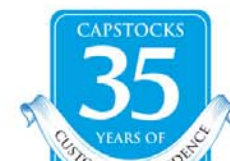
Strong Corporate Balance Sheet



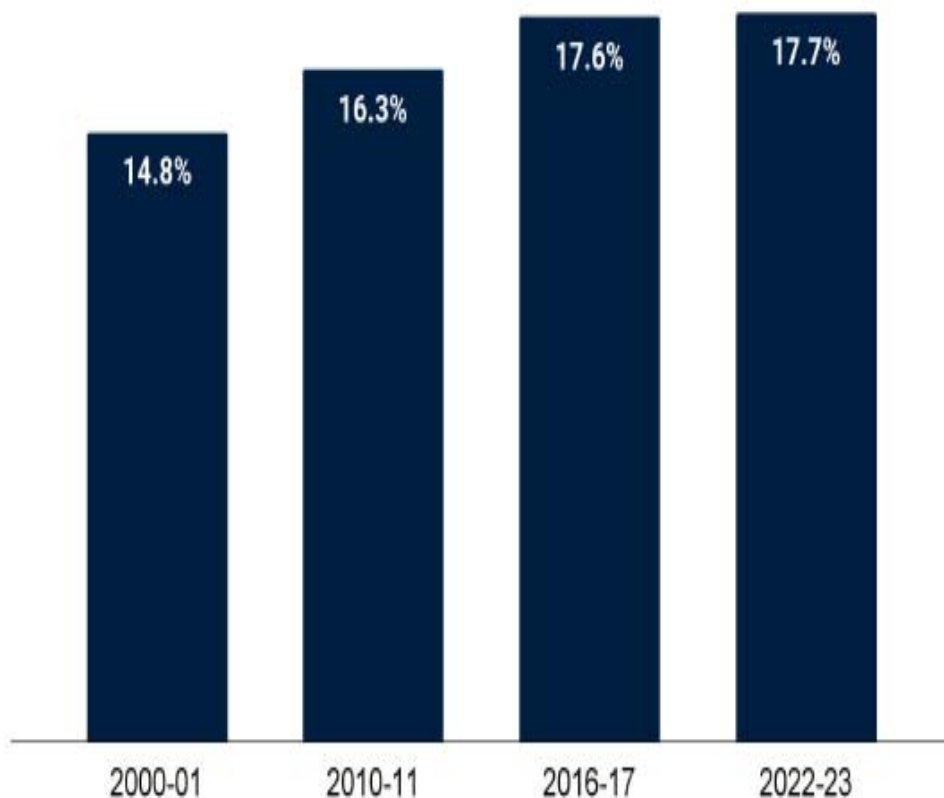
Trend in the Category-wise Distribution of ICRA-assigned Ratings



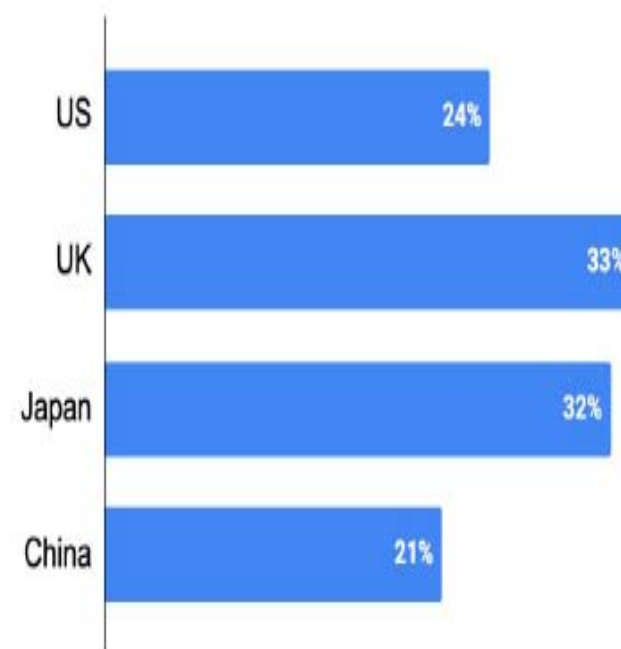
India's Tax To GDP Ratio Stagnant



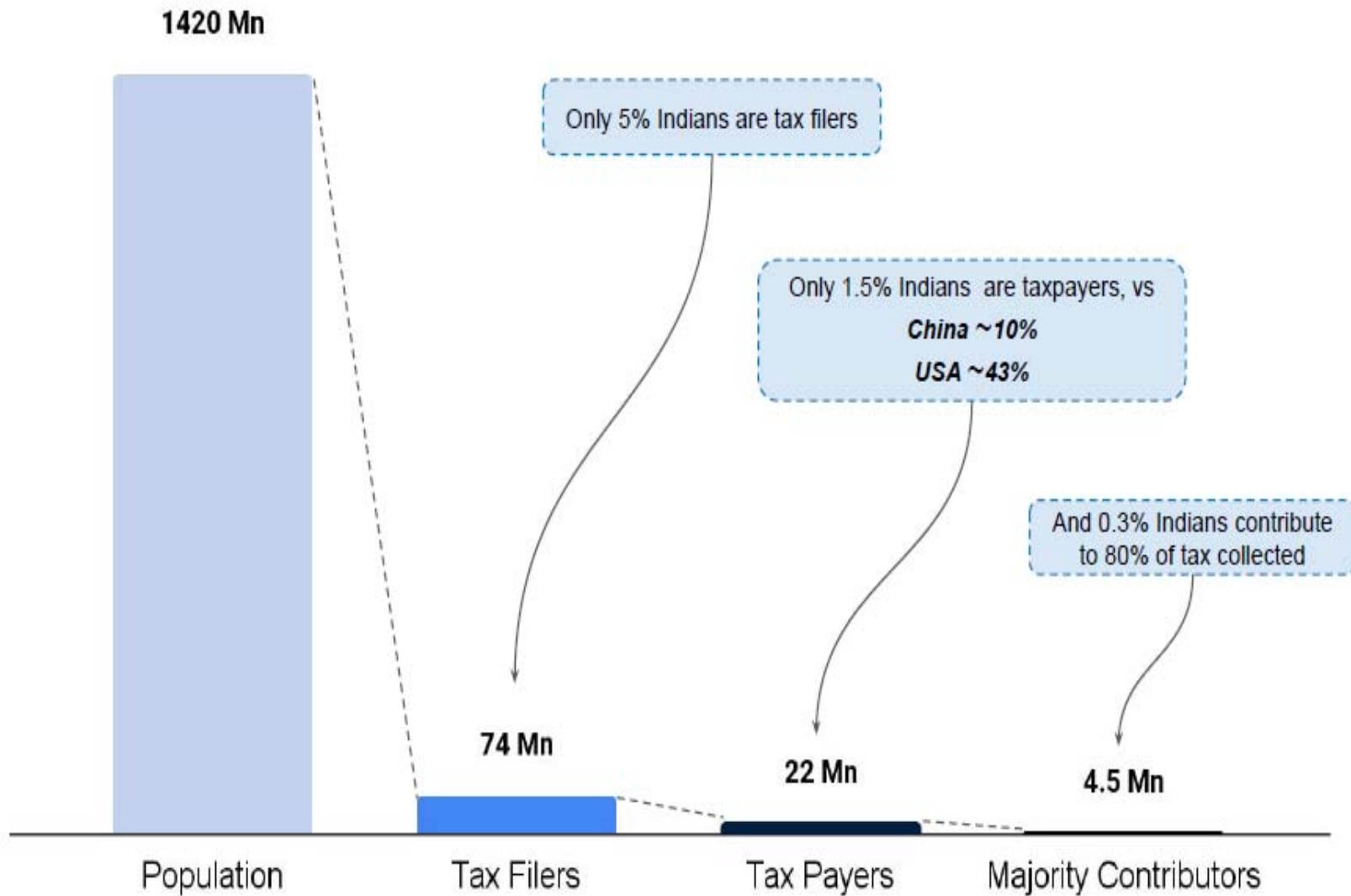
India's tax to GDP ratio (%)



India vs Peer Economies, tax to GDP ratio (%)



Low Direct Tax Payers



FDI Falls Sharply



Foreign Direct Investment To India Tapers

Net flows at \$8.5 billion in April to December period

	FY17	FY18	FY19	FY20	FY21	FY22	FY23	9M FY24
Gross FDI inflow into India for overseas entities	60.2	61	62	74.4	82	84.8	71.4	51.9
Gross FDI outflow out of India for overseas entities	-18.0	-22	-19	-18.4	-27	-28.6	-29.3	-33.1
Net FDI inflow for overseas entities (a)	42.2	39	43	56.0	55	56.2	42.0	18.8
Gross FDI inflow into India for Indian entities	10.6	4	3	3.4	4	3.4	3.9	2.9
Gross FDI outflow from India for Indian entities	-17.2	-13	-15	-16.4	-15	-21.0	-17.9	-13.3
Net FDI inflow for Indian entities (b)	-6.6	-9	-13	-13.0	-11	-17.6	-14.0	-10.4
Net FDI inflow/(outflow) (a) + (b)	35.6	30	31	43.0	44	38.6	28.0	8.5

Sources: Kotak Institutional Equities, RBI, CMIE

Note: Amounts in \$ billion

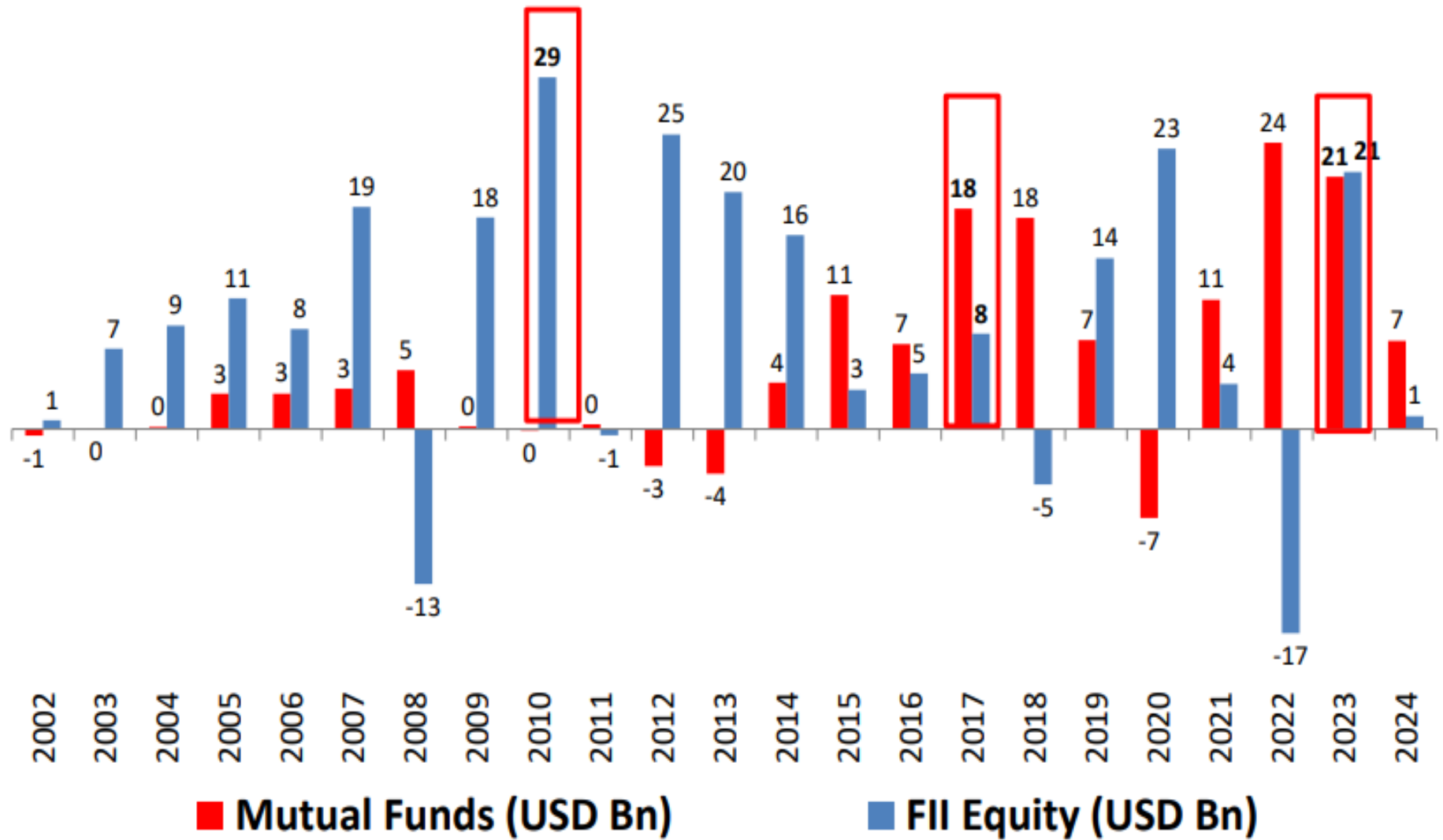
Bloomberg

Q4 Results in Focus



- Large IT companies to post muted results. Guidance in focus
- Banks to post good results
- Chemicals to see QoQ improvement
- Pharma to post decent results
- Auto to report good results
- Muted results from Cement and FMCG
- Combined Nifty companies expected to post mid single digit revenue and profit growth in Q4

MF ,FII Flows



Natural Gas Prices



Natural gas (USD/MMBtu) 1.8452 +0.0934 (+5.33%)

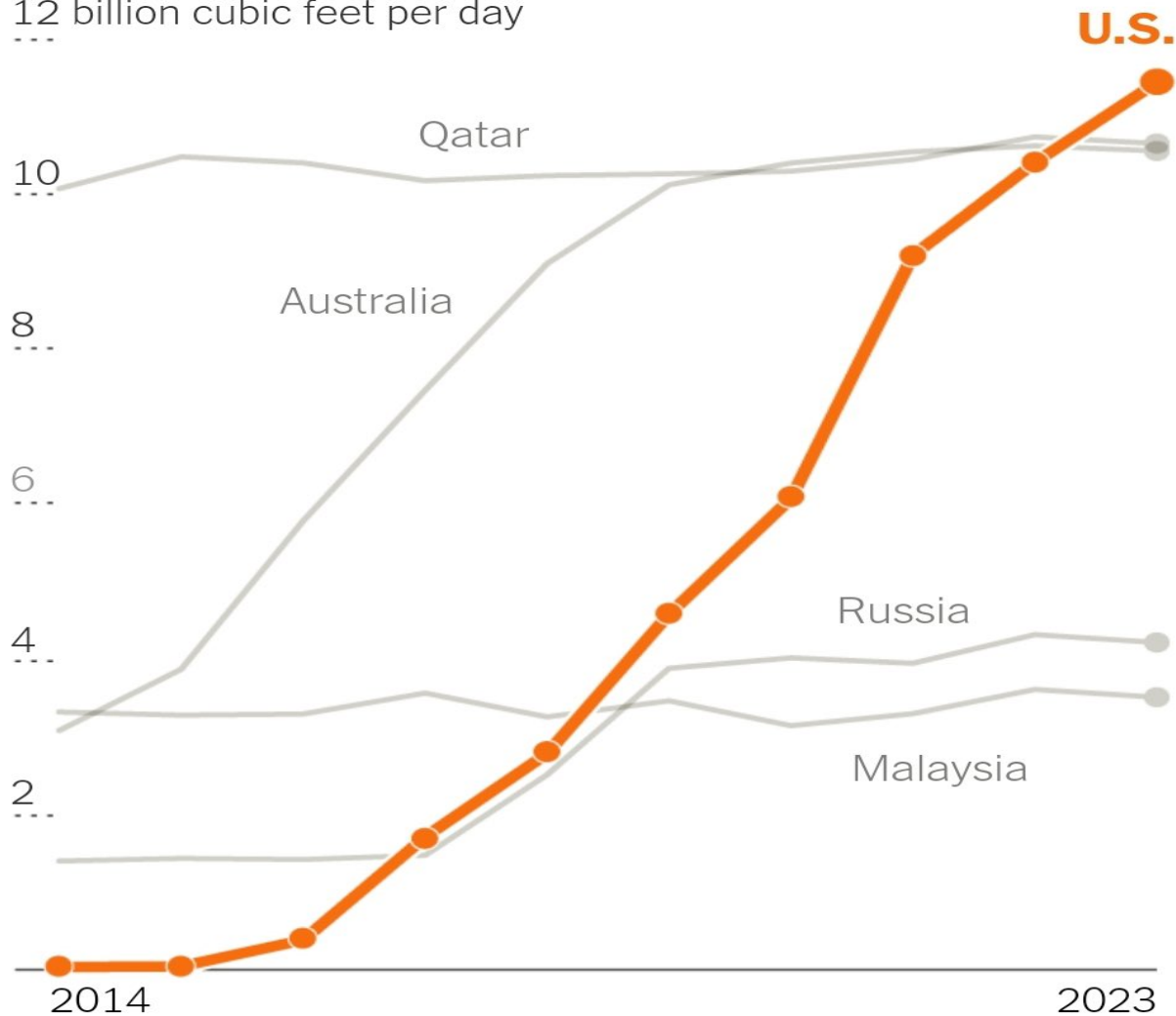


US – Top LNG Exporter



Top exporters of liquefied natural gas

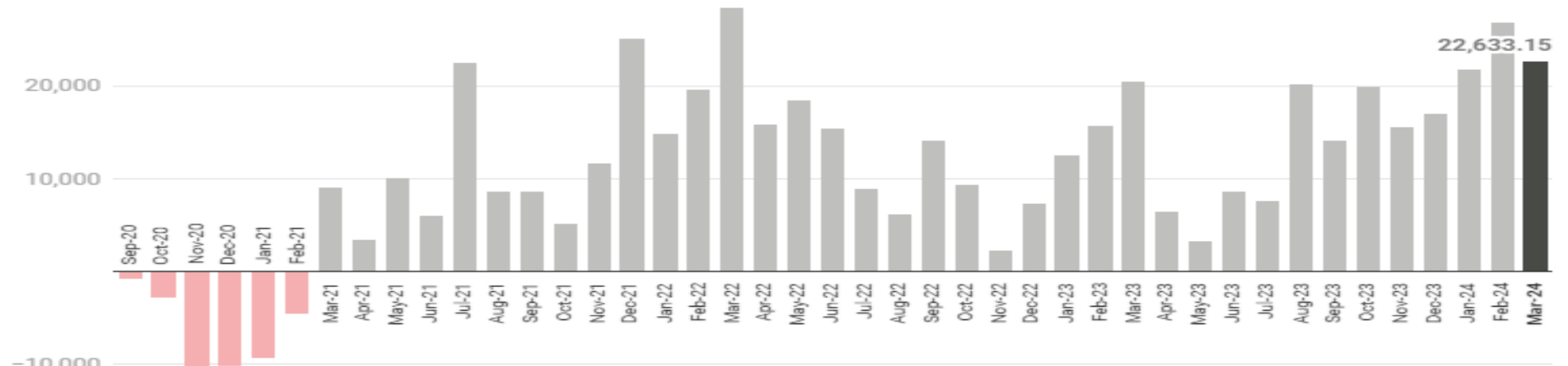
12 billion cubic feet per day



Mutual Fund Flows

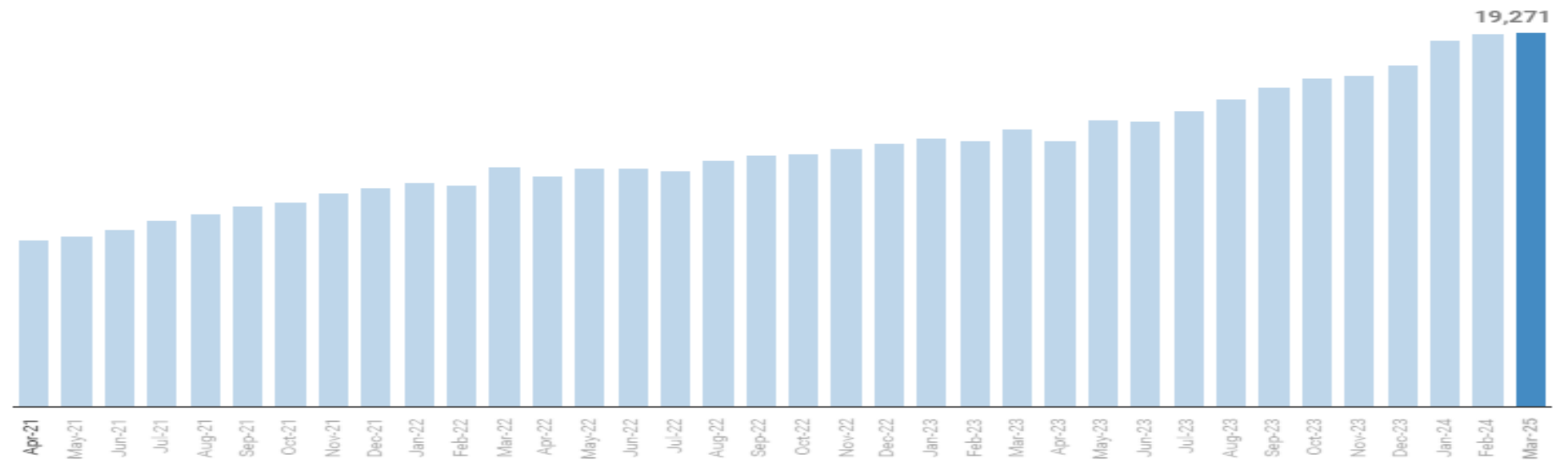
Net Equity Inflows

(Rs crore)



SIP Contribution

Net investments (₹ Cr)



Data To Watch



- Political Scenario
- Monsoon forecast
- Geopolitical Tension





Thank You

