



Current Market Scenario

Bull Run Continues



- Hectic activity in broader market
- FII cautious
- Exports doing well
- Crude Oil spikes

INDEX WATCH

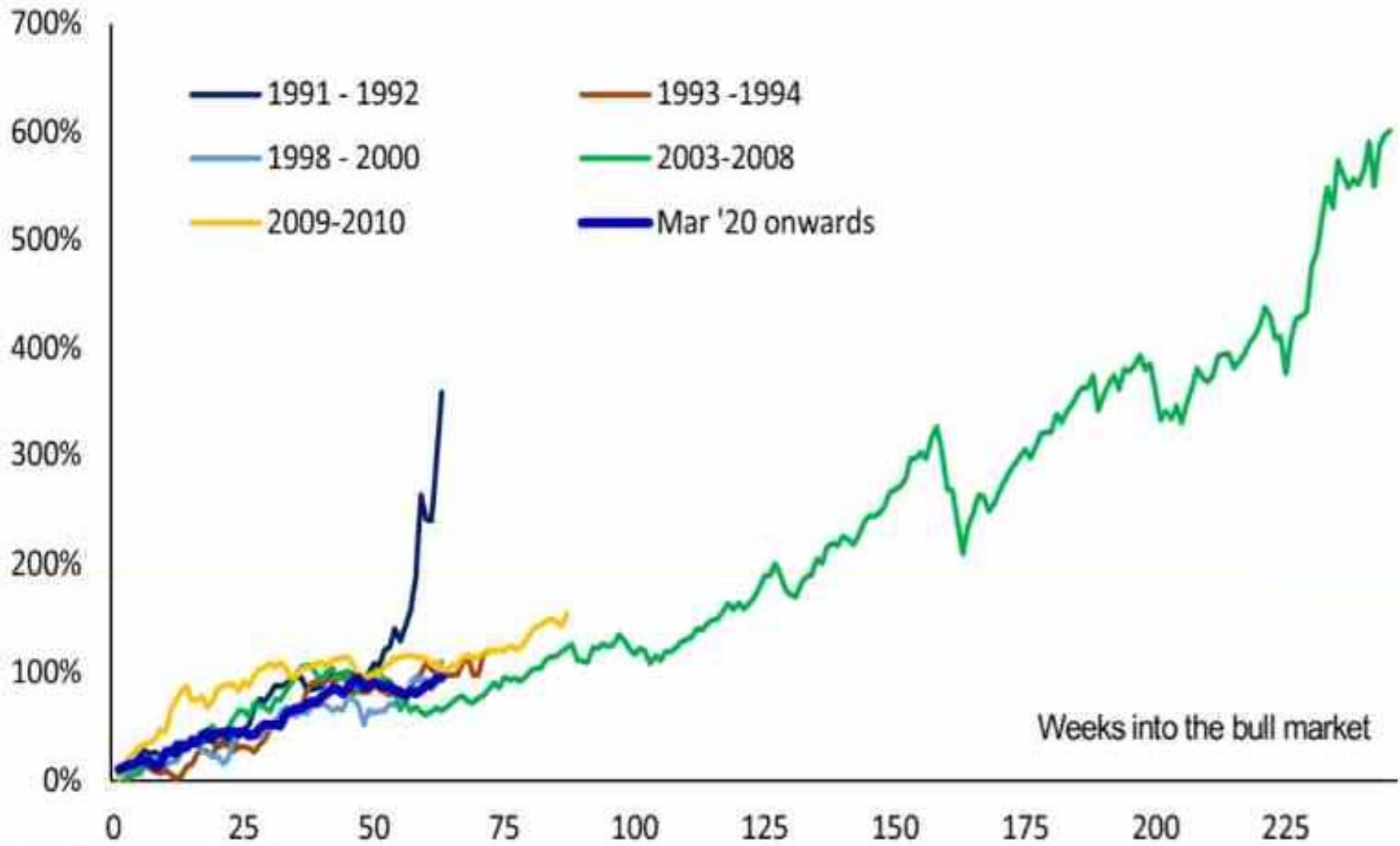
INDEX	10, July	11, June	% Change
Nifty	15,689	15,799	- 0.6
Sensex	52,386	52,474	- 0.1
Nifty Midcap	27,382	27,329	+ 0.1
BSE Small Cap	25,874	25,116	+ 3.0

Remember We are in Bull Market



- Most stocks will participate in bull market
- Initially, rally will look irrational as market tend to discount the future
- Bull markets always have pockets of excesses
- Corrections are integral part of bull markets
- Missing bull market may be costly mistake

History of Bull Markets



Source: BSE, Bloomberg, Morgan Stanley Research

Free float ownership share trends for NSE500

(%)	Mar-07	Mar-17	Mar-21
Domestic MF	8.5	10.1	13.8
Banks, FI and insurance	12	13	11.5
FII	43.5	43.6	47.9
Non-promoter corporate	8	10.6	4.7
Retail	21	16.4	14.2
Others	7.0	6.3	7.9

Source: NSE ownership tracker, Elara Securities Research

IPO Mania



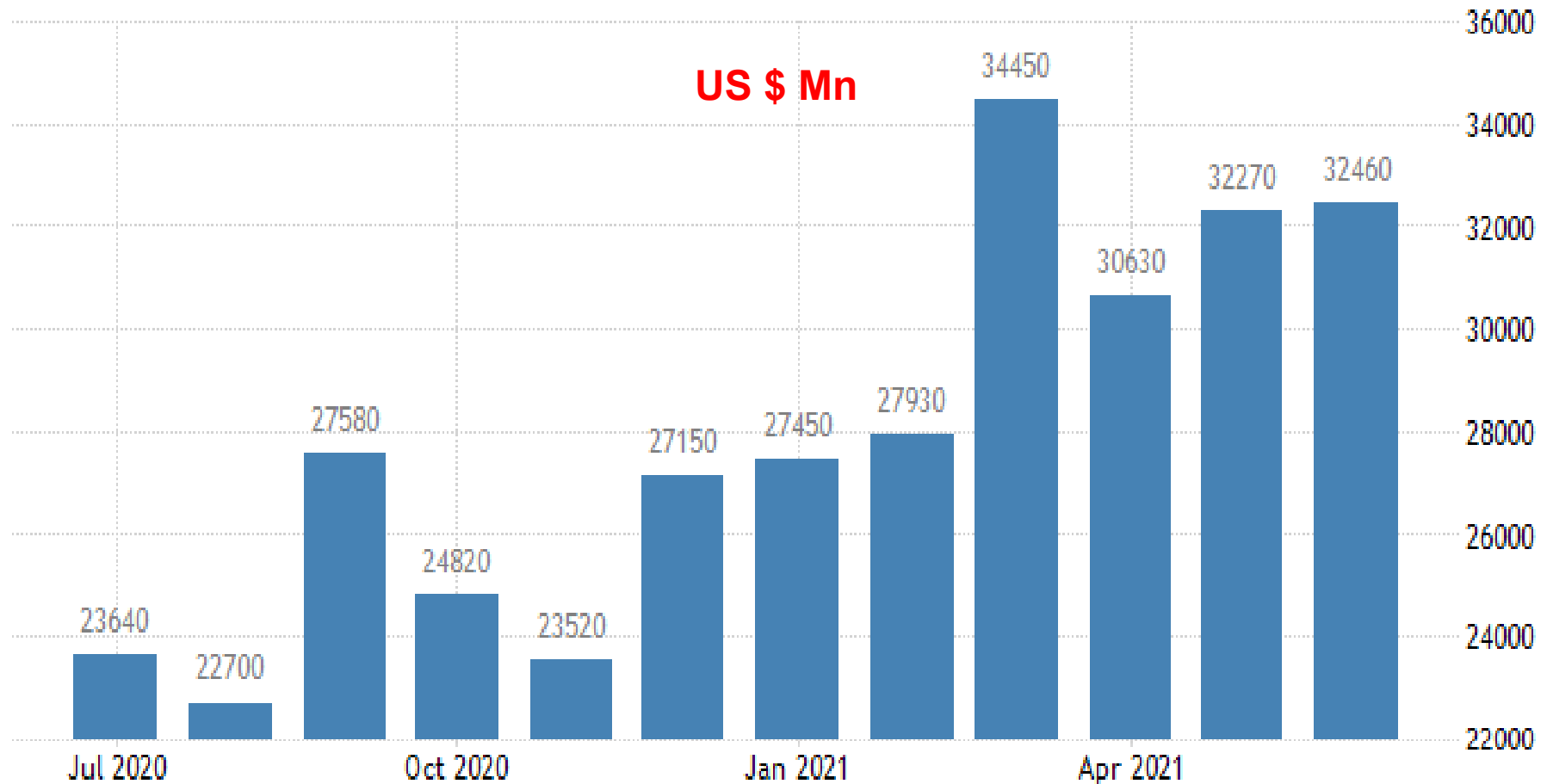
- Lot of interesting IPO's are line up to hit market
- Zomato IPO scheduled between July 14 – 16
- Mother of All IPO's LIC will be in current financial year

Market Fancy For New Sectors



- Stocks belonging to new sectors always attract institutions
- New sectors trade at premium valuations
- Gives more choice to investors and ultimately increasing market depth

Exports Doing Well



SOURCE: [TRADINGECONOMICS.COM](https://www.tradingeconomics.com) | MINISTRY OF COMMERCE AND INDUSTRY, INDIA

Exports Key To Economic Revival



- Healthy exports growth during Year 2003-07 led to strong domestic GDP growth
- Exports are strong tailwinds for economy



Credit Rating Upgrades



- Lot of companies seeing rating upgrades
- Rating upgrade indicates balance sheet strength and ability of companies to pay back debt

Monsoon Update



- Monsoon weakened post strong arrival
- Revival imminent
- IMD forecasts normal monsoon

Seasonal Rainfall (in mm) as on 08 July, 2021 (as per rainfall recorded from 0830 IST of yesterday to 0830 IST of today)

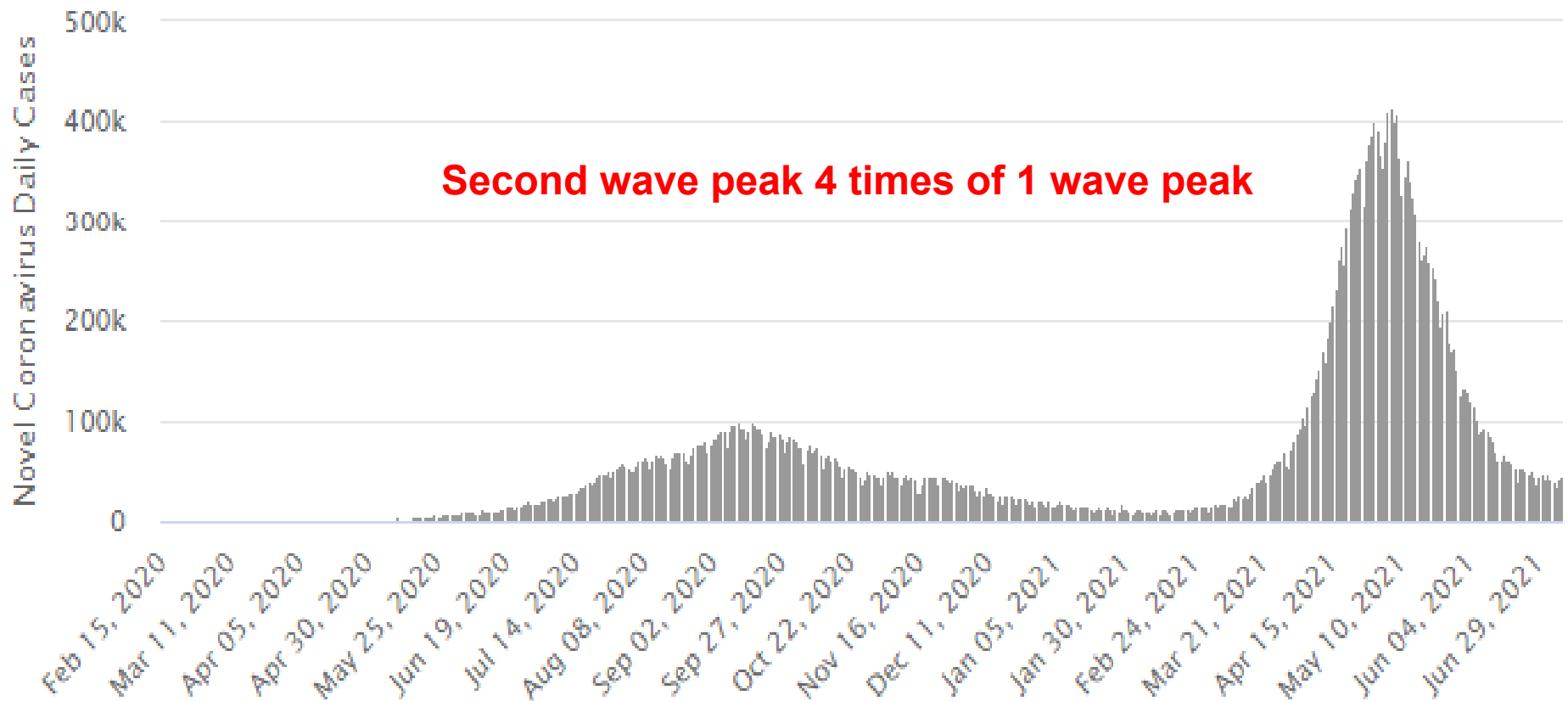
<u>Region</u>	<u>Actual</u>	<u>Normal</u>	<u>% Departure from Long Period Average</u>
EAST & NORTHEAST INDIA	454.1	460.9	-1%
NORTHWEST INDIA	97.8	116.4	-16%
CENTRAL INDIA	63.5	109.9	-42%
SOUTH PENINSULA INDIA	217.2	212.1	+2%
COUNTRY AS A WHOLE	223.0	234.5	-5%

India Second Covid Wave Turns Down



Daily New Cases

Cases per Day
Data as of 0:00 GMT+0

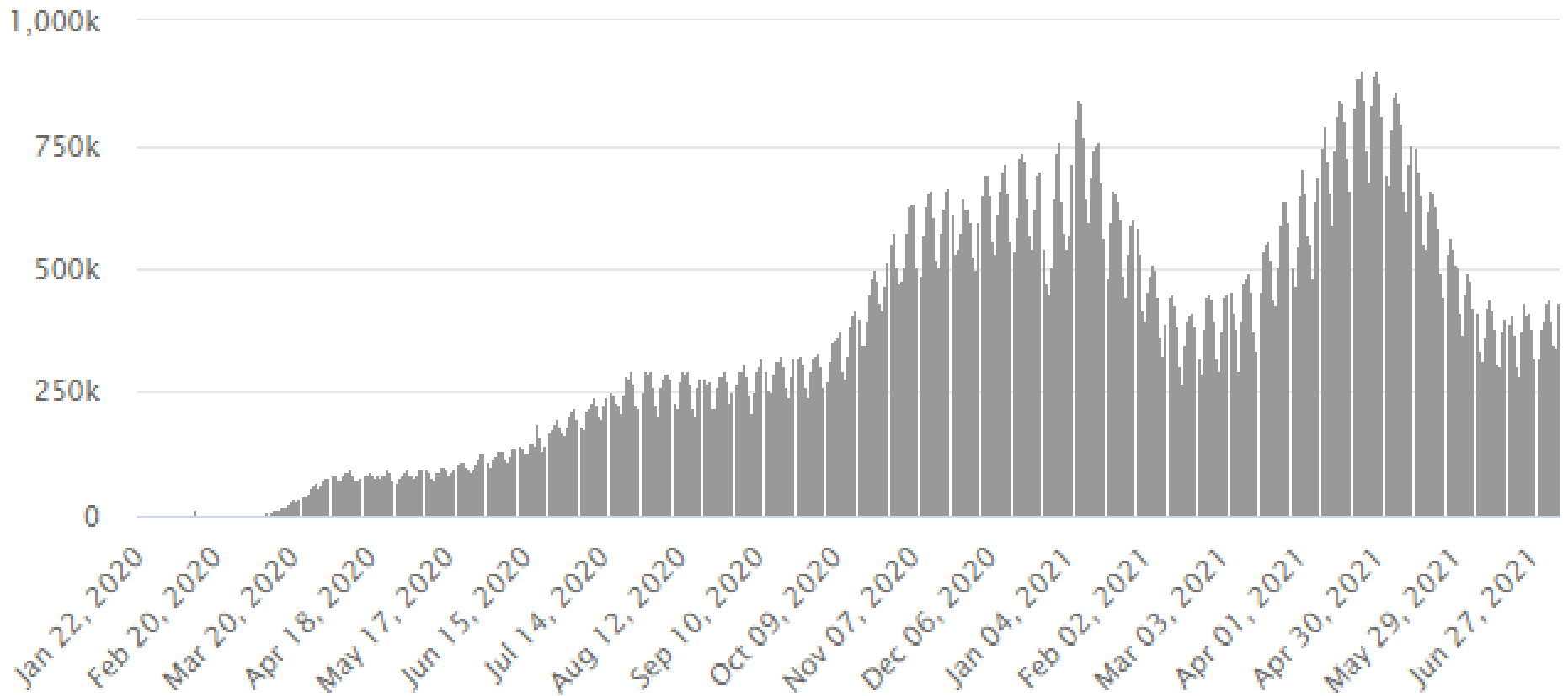


Global Covid Cases

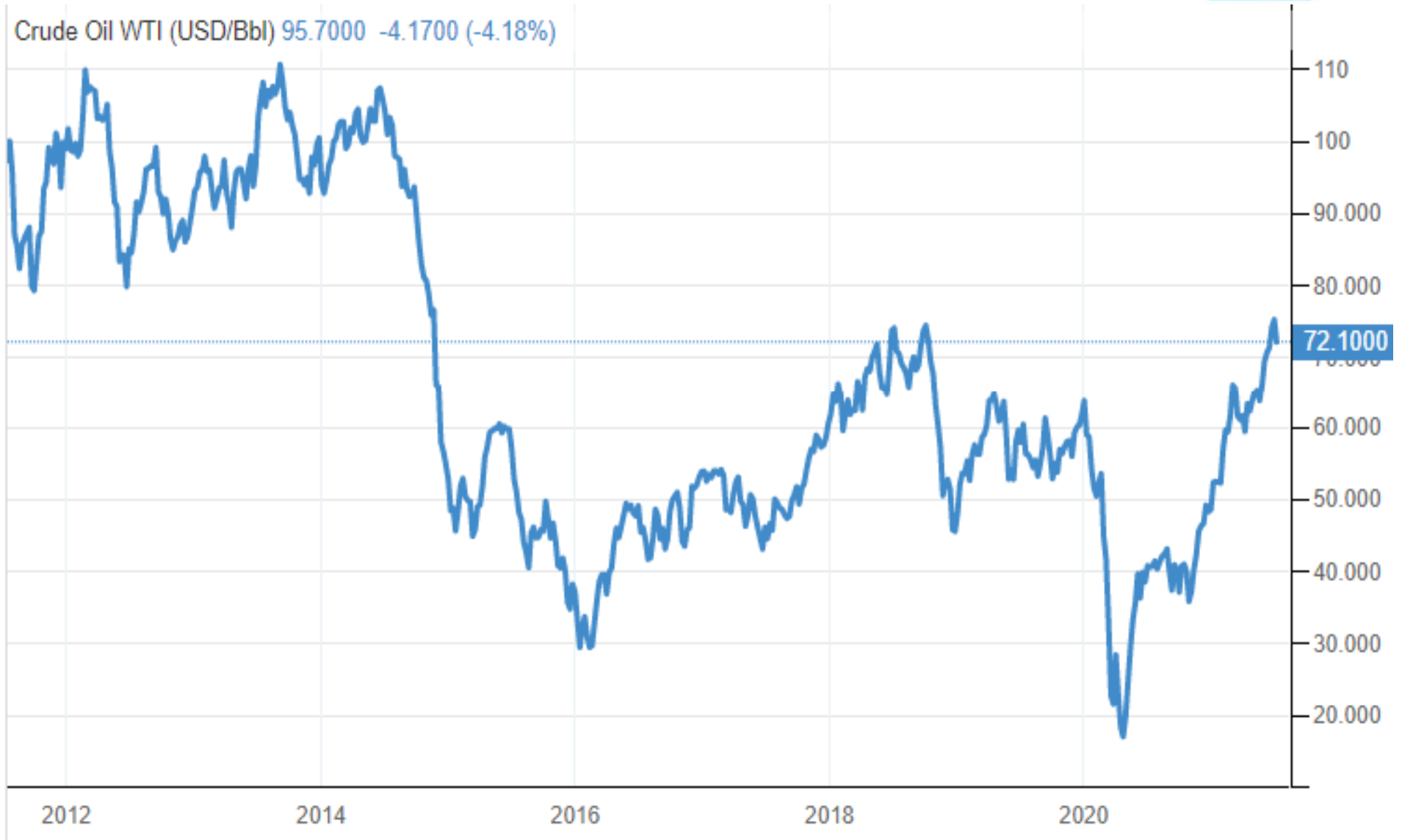


Daily New Cases

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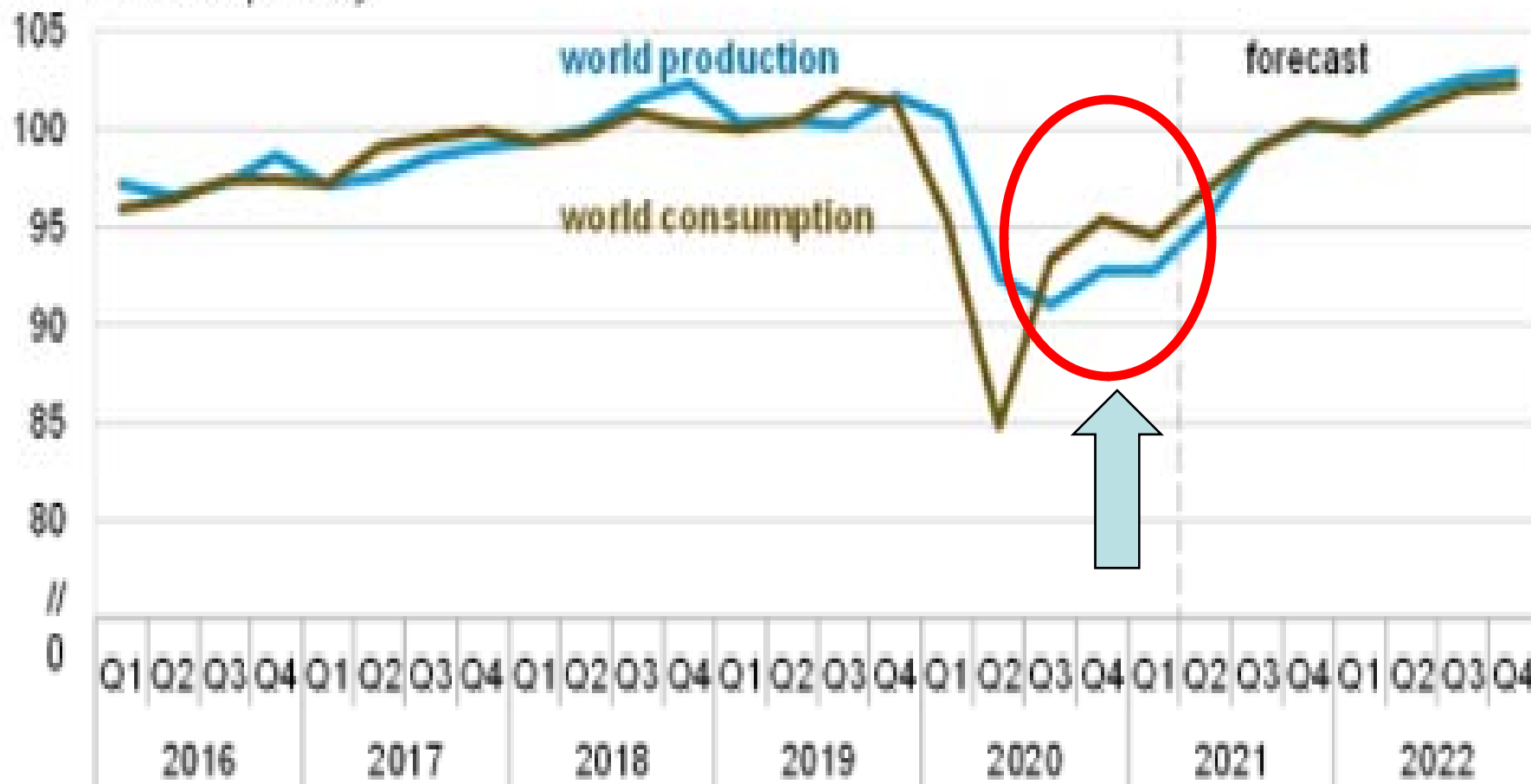
Crude Oil Prices



Why Crude Oil Prices Going Up?



World liquid fuels production and consumption balance
million barrels per day



US Bond Yield Cools



+ Comparison

1D ▾ Display ▾ Studies ▾ ⚙ ▾

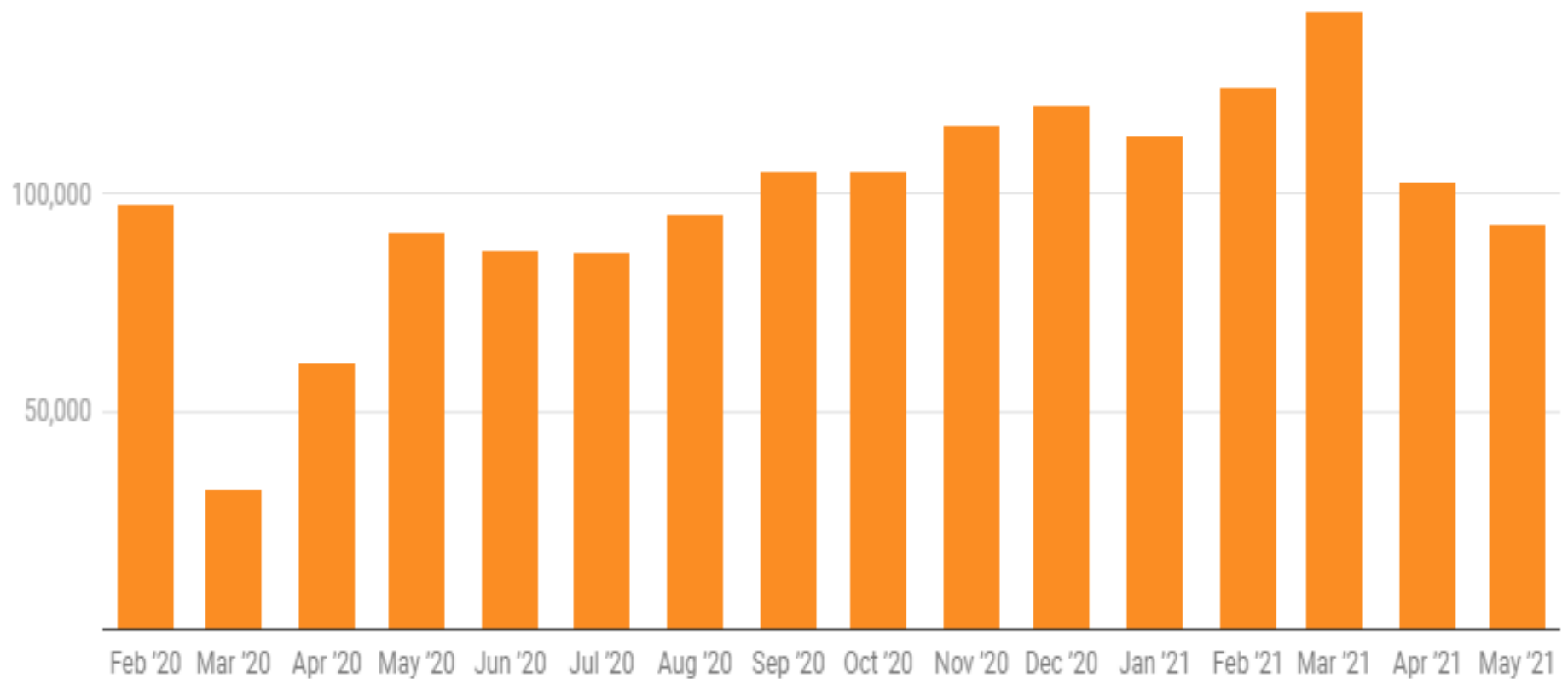


GST Collections



GST Collections

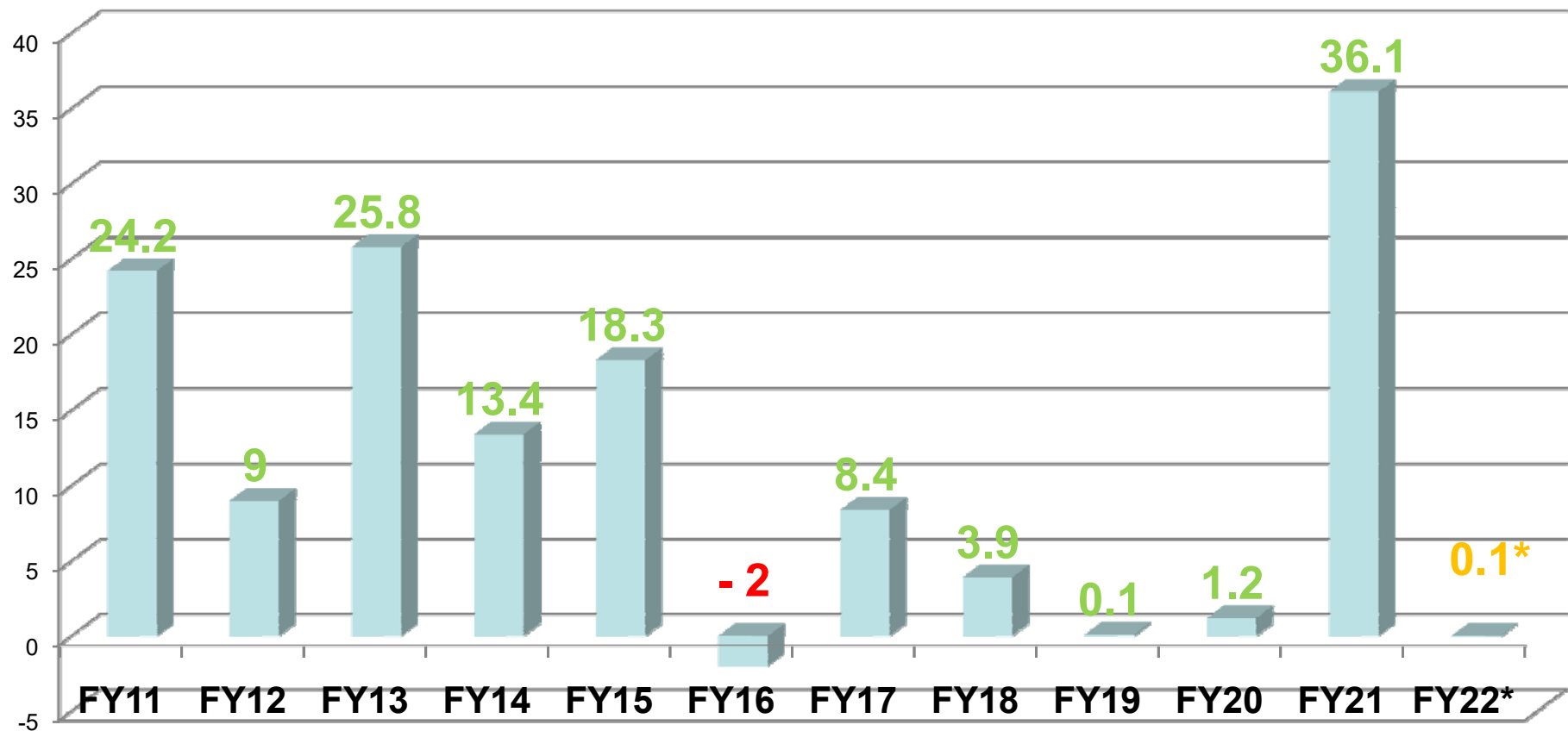
In Rs Crore



FPI Flows



FPI Flows in US Bn \$



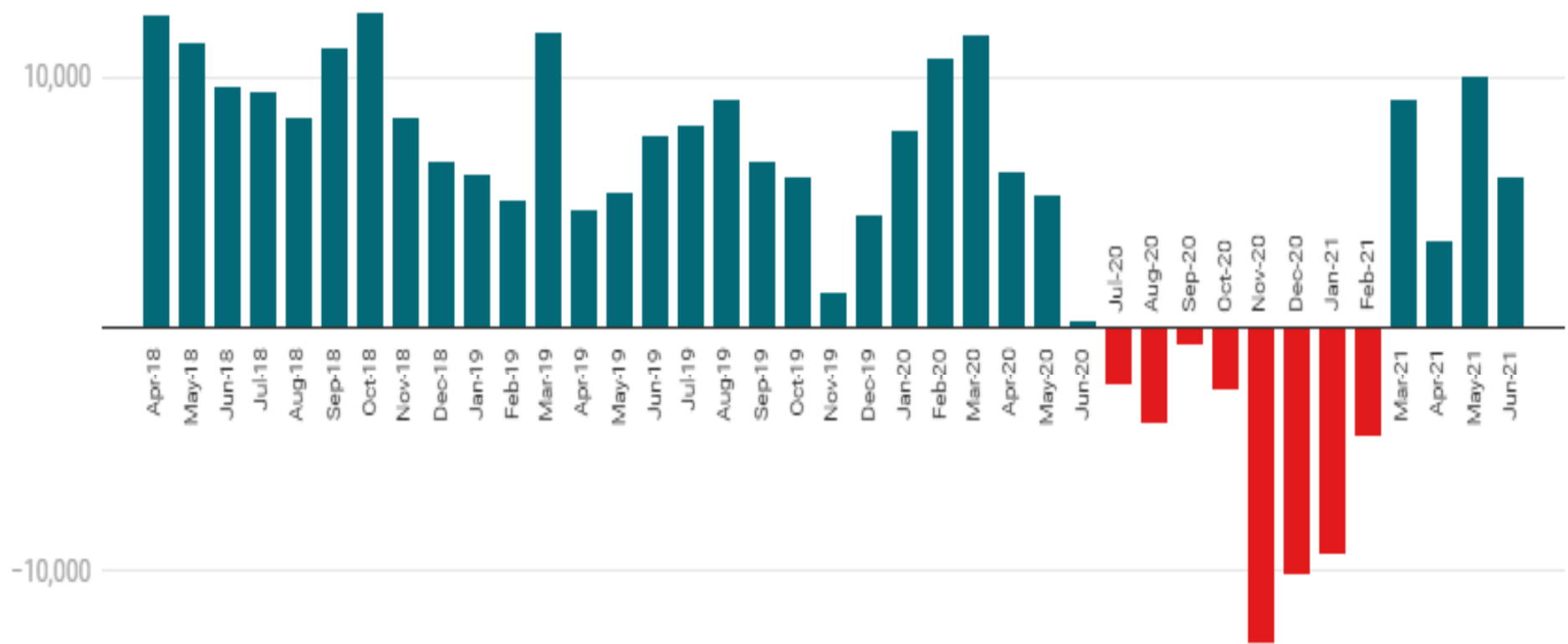
* Till July 8th

Equity Mutual Fund Flows



Net Equity Inflows

(Rs crore)



Summing-Up

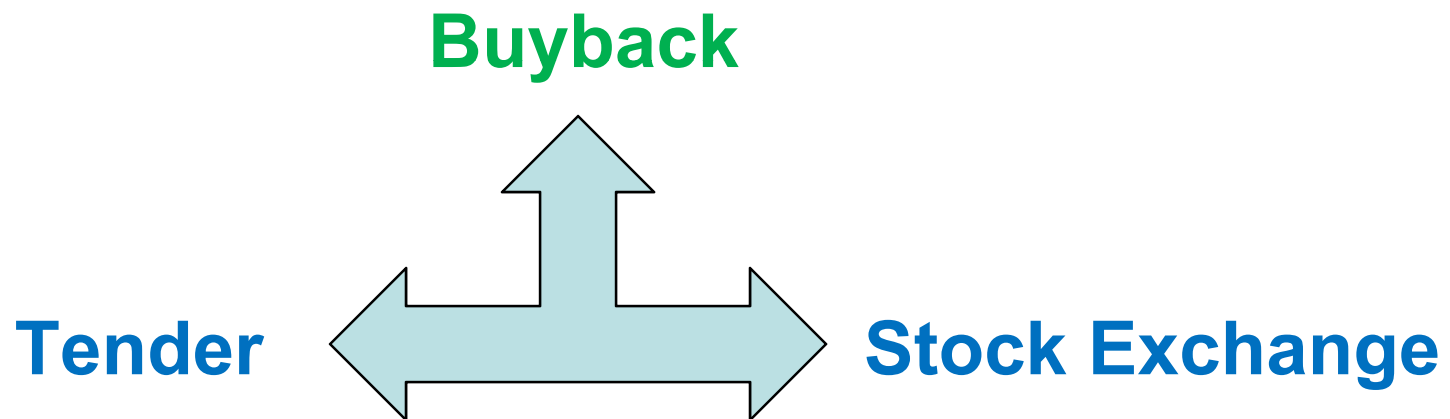


- Opportunities still available in Large cap space with reasonable risk reward.
(Example: SBI, ICICI Bank, Axis Bank)
- Cautious in near term on mid and small cap space

Buyback



- Company do buyback for various reasons like deploying free cash, improving Return ratios and supporting stock prices



Buyback Continue...



- In tender buy back price is fixed. Promoters have choice to participate
- Investors has to tender shares in tender buyback
- Acceptance ratio depends upon overall shares tendered
- In market buyback company buy shares from open market upto certain maximum limit price
- Promoters cannot participate

Buyback Continue...



- Bought back Shares are extinguished
- Equity Capital get reduced and EPS will go up

Events To Watch



- Q1 Results
- Monsoon



Thank You