

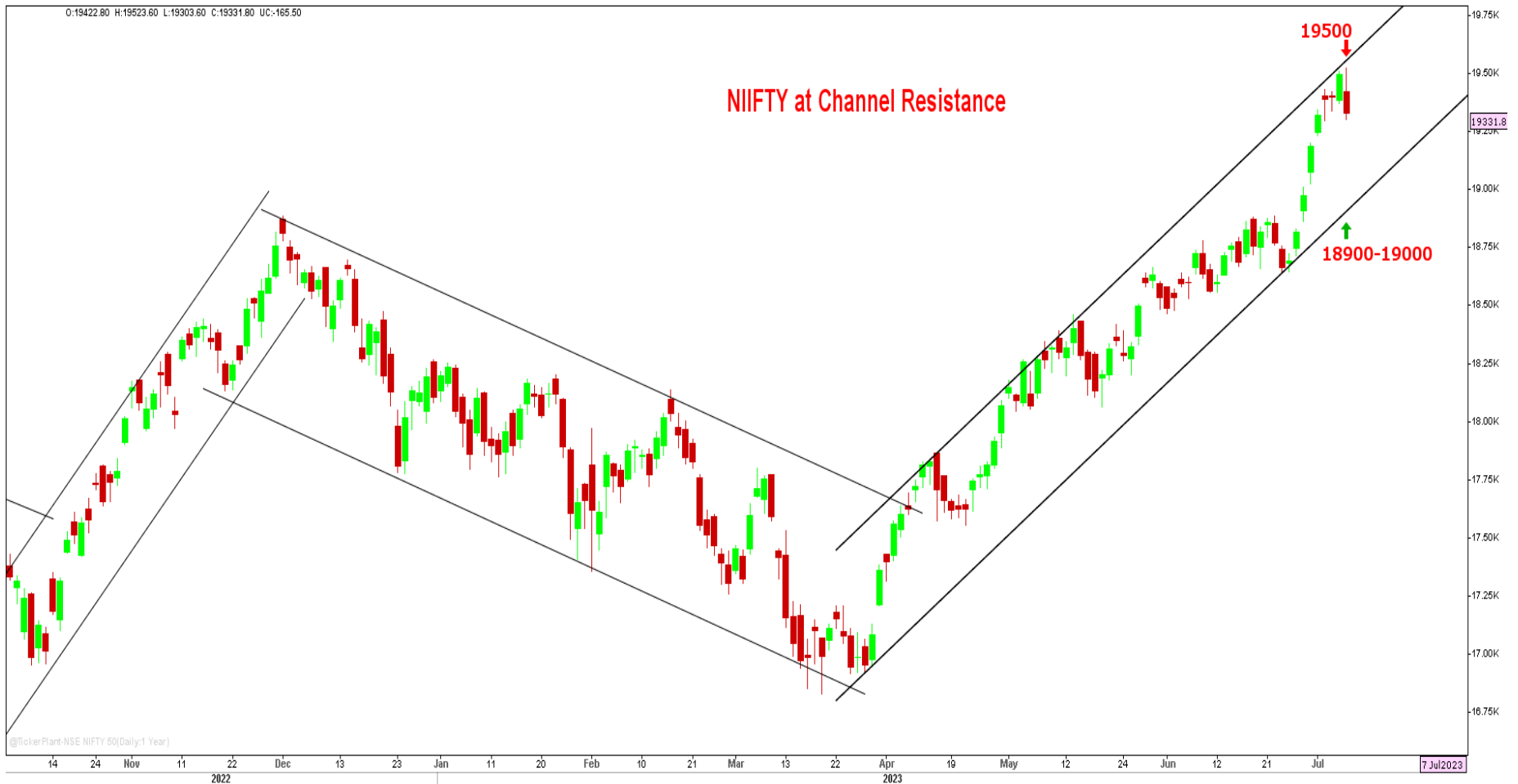


Current Market Scenario

08 July 2023

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Nifty Channel



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33
YEARS OF
CUSTOMER CONFIDENCE
SINCE 1989



Nifty Support



New All Time High for Indices



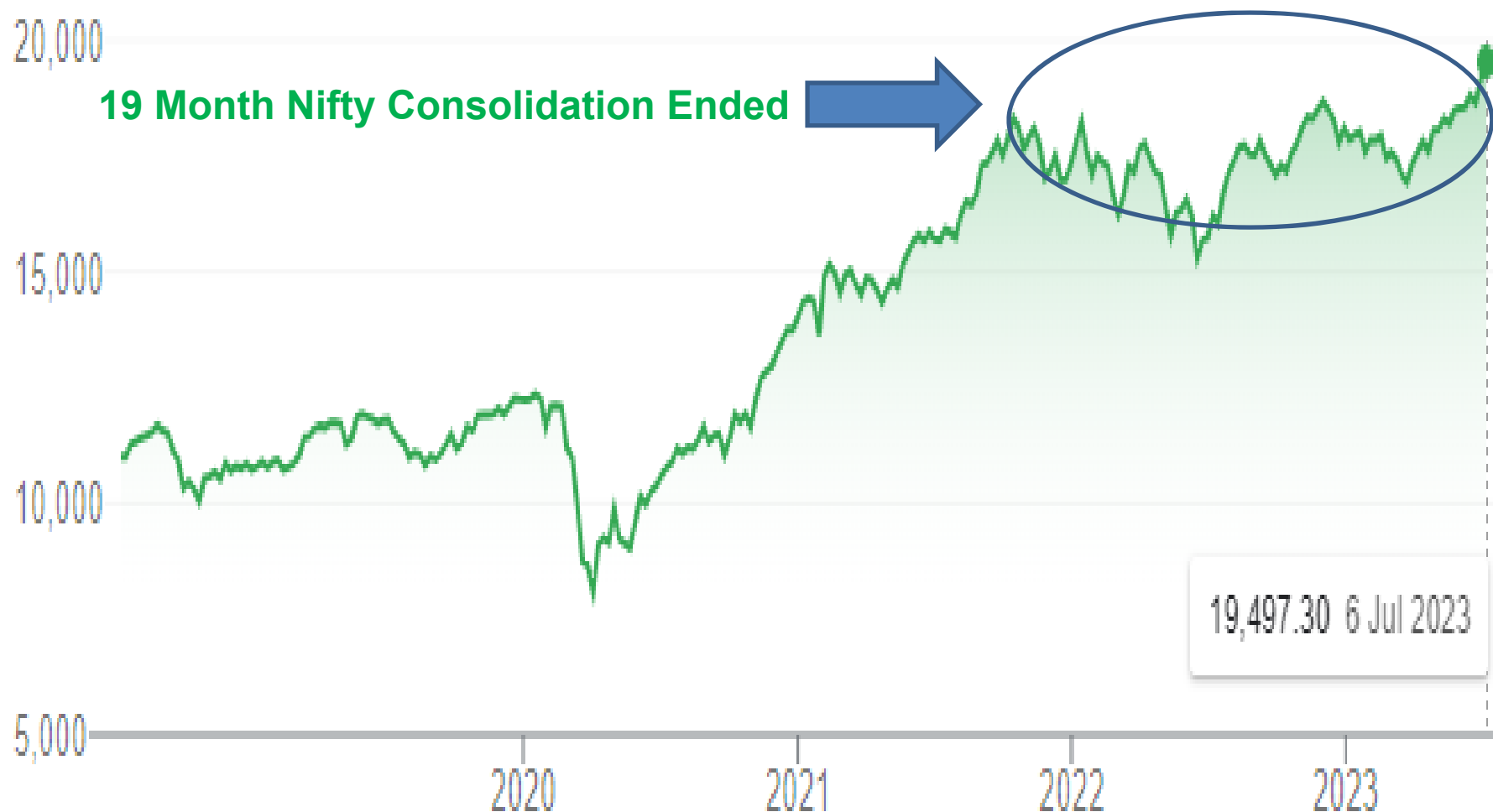
- Markets under bulls control
- FPI are buyers
- Stable Global markets
- Monsoon Revives

INDEX WATCH

INDEX	8, July	9, June	% Change
Nifty	19,331	18,563	+ 4.1
Sensex	65,280	62,625	+ 4.2
Nifty Midcap	36,076	34,153	+ 5.6
BSE Small Cap	33,129	31,391	+5.5

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Nifty - Strong Breakout from Consolidation



FPI Flows



FPI Flows in US Bn \$



Financial Investors Satisfied



- Equities and Fixed income investors are satisfied
- Decent returns from debt funds and bank fixed deposits
- Equities doing well
- Rarely we find periods where all sections of investors are satisfied

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Flood of Block Deals

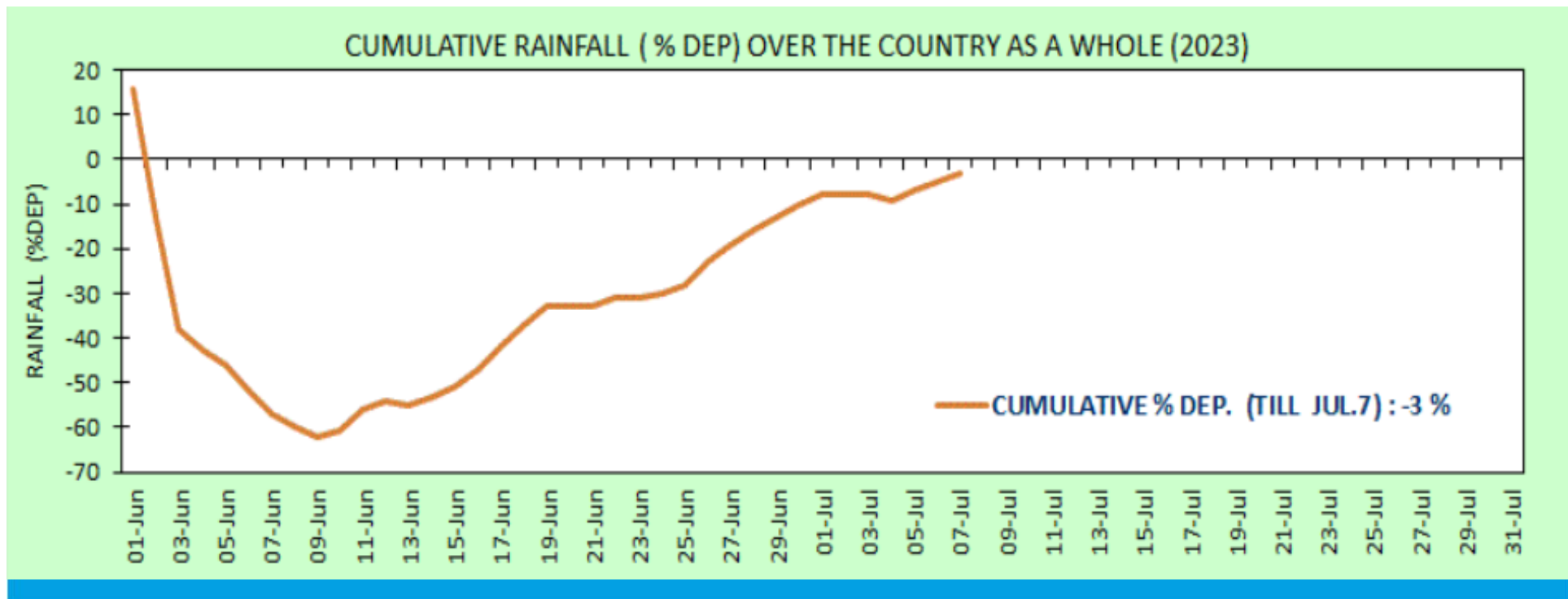


- Promoters , P/E players are using market rally to sell their holdings
- On daily basis multiple block deals are happening
- Large number of block deals happens at market turnaround , it could be start of new bull market or it could be at market peak

Monsoon Update



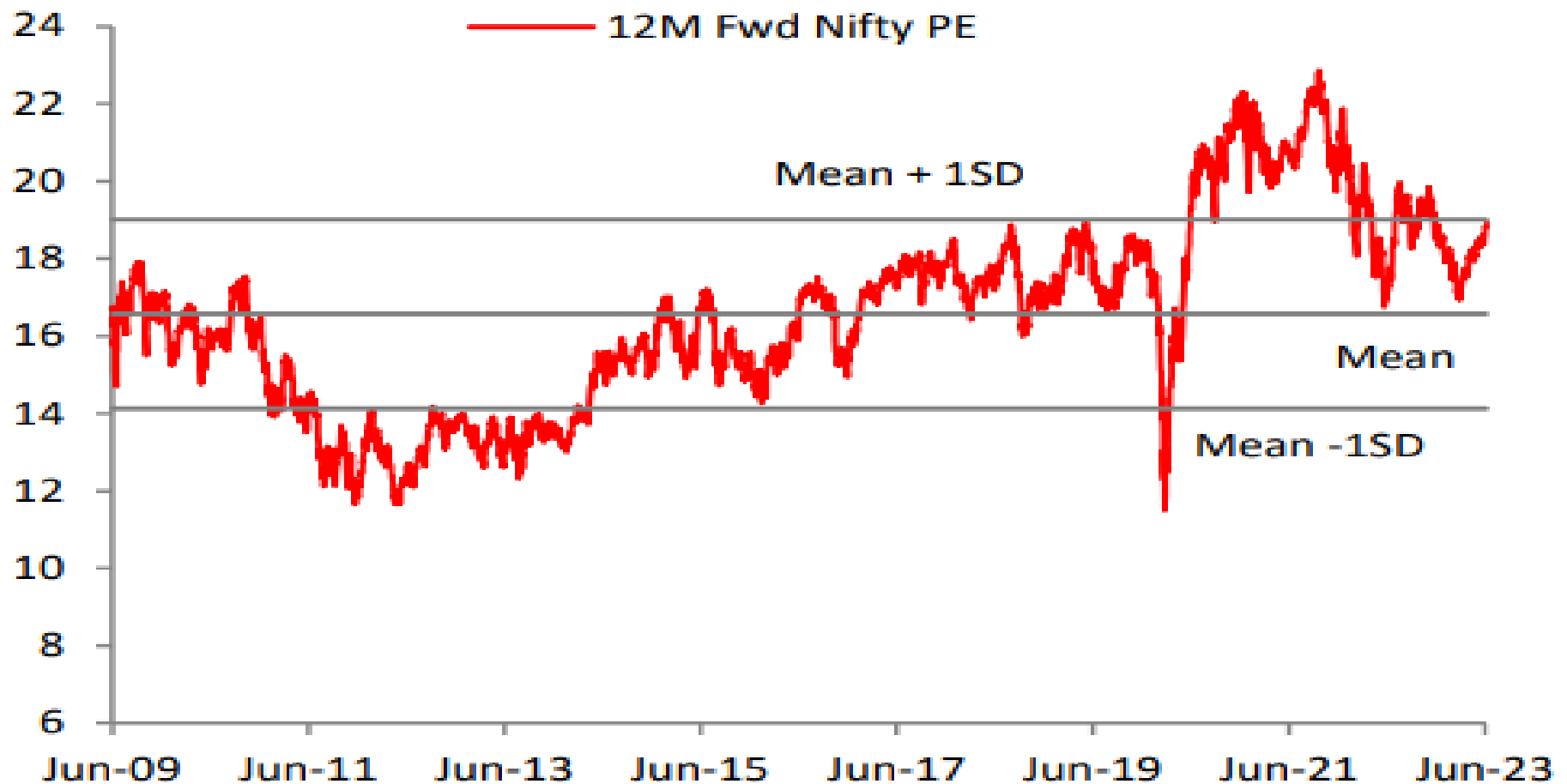
- June ended with 10% rainfall deficiency
- IMD forecast July to be normal
- Market prepared for below normal monsoon



Market Valuations



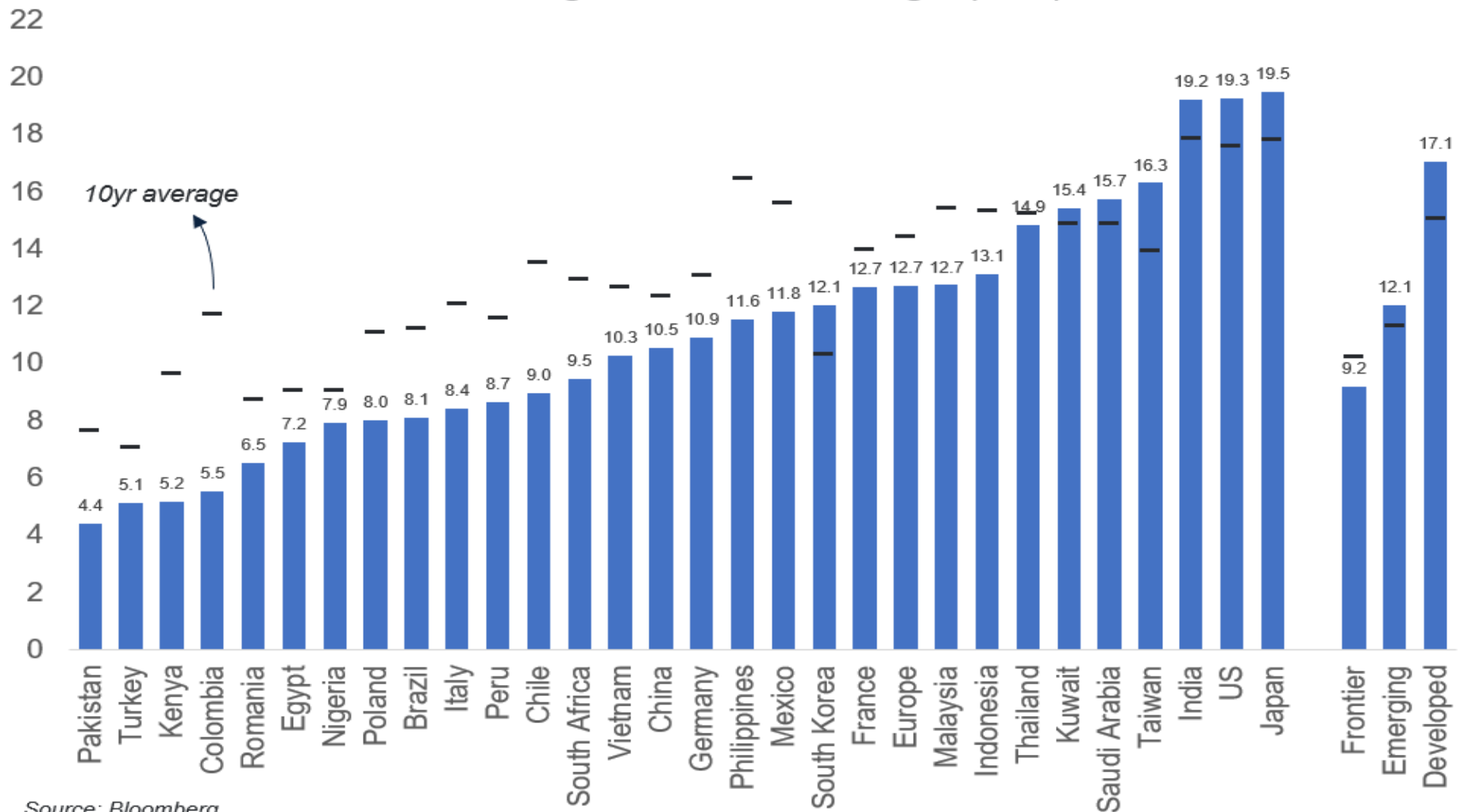
Indices	Current P/E
Nifty 50	22.3
Sensex	23.9



Global Markets - Valuations

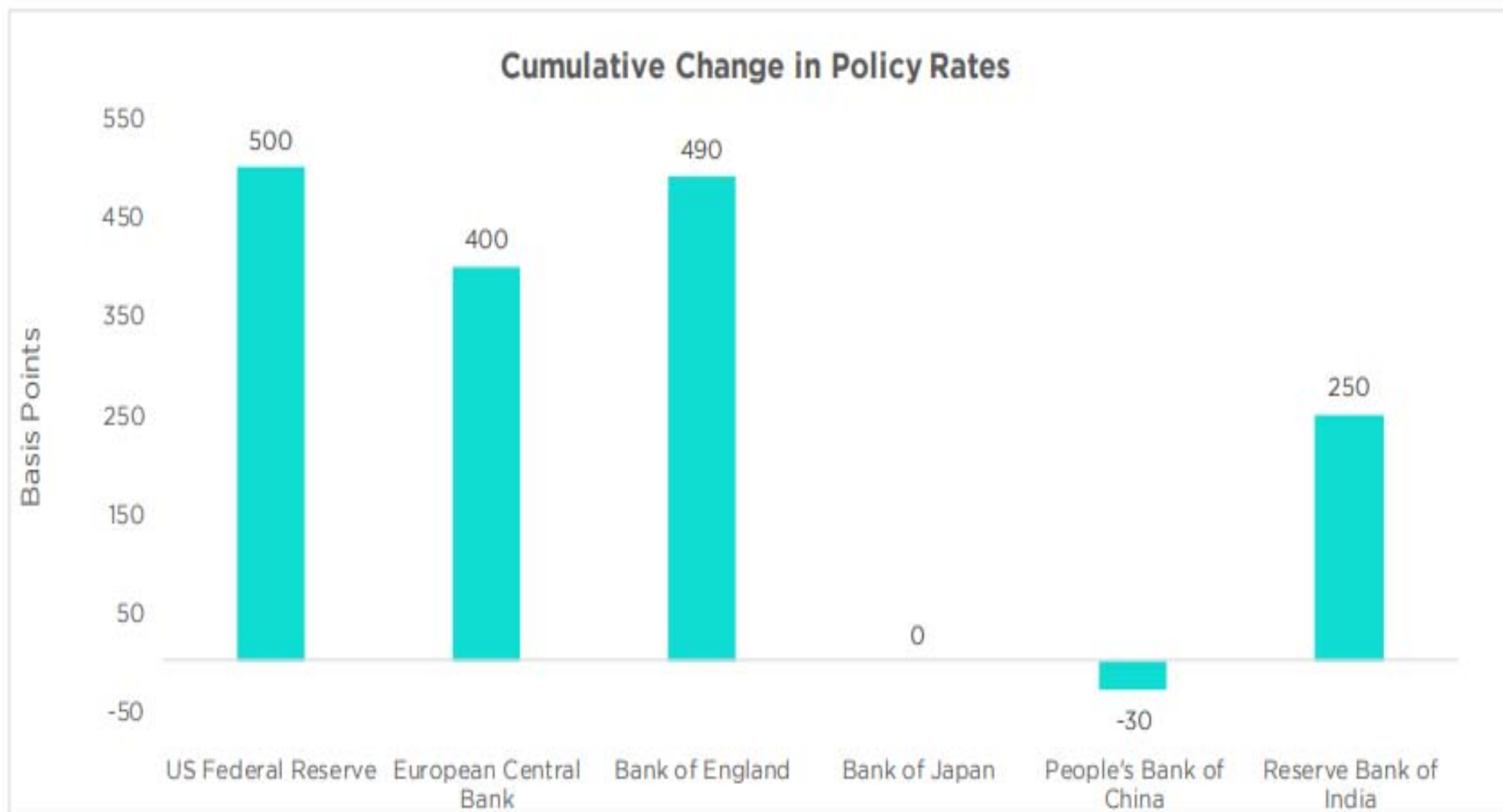


Forward-looking Price-to-Earnings (P/E) Ratios



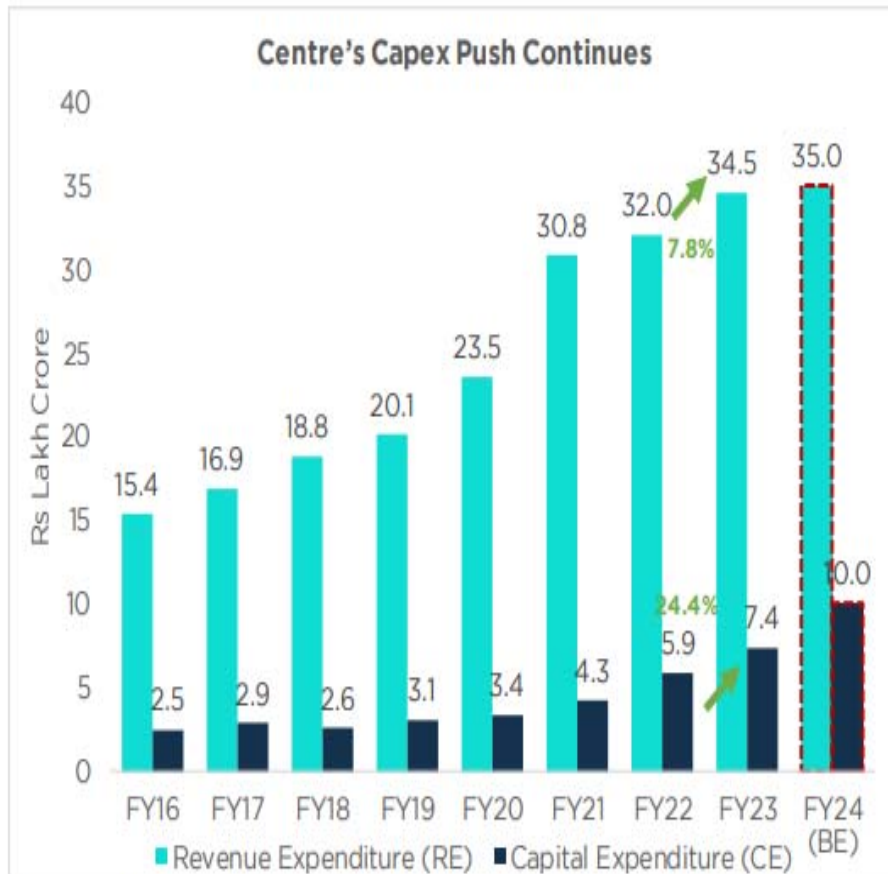
Source: Bloomberg

Western Countries To Hike Further

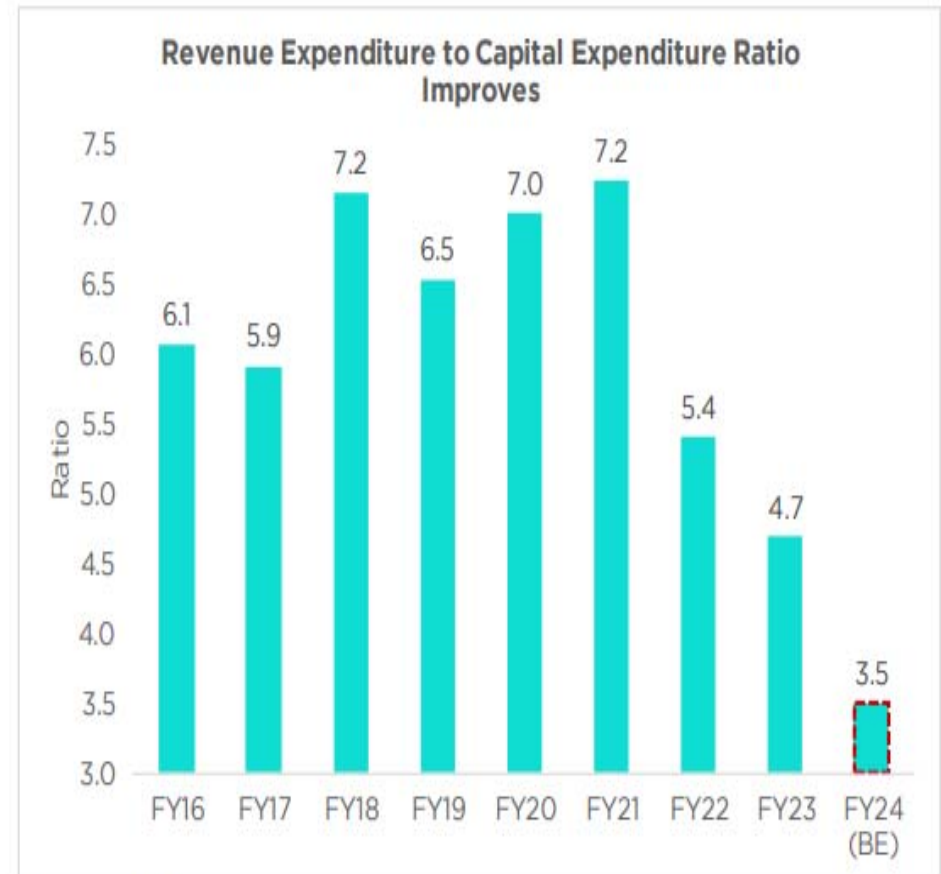


Source: Refinitiv

Higher Govt. Capex



Source: CEIC & CGA



Source: CEIC & CGA

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China Loss India's Gain



- US China relationship under stress
- US and European countries trying to de risk their supply chain
- India will be one of the beneficiary

New Manufacturing Plants in India



- Big MNC's to establish Dedicated manufacturing plants for exports and import substitution
- Seeing lot of interest by MNC's to de risk their manufacturing base

Blue Sky Scenario – Risk for Market



- News flows are mostly positive
- Fear of Missing out (FOMO) among non active retail investors will happen soon
- Good results, peak valuations are lethal combination for market peak out
- Bad news will always emerge from unknown source and unexpected time

Always Do Proper Due Diligence



- Select mid and small cap stocks are seeing euphoric move
- Themes are storified to justify high valuations
- Companies started giving FY27 outlook
- Sharp uptrend and downtrend are new normal
- Stop loss for traders and Basic due diligence is must to avoid getting trapped

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Good Bye SGX Nifty



- SGX Nifty rebranded as GIFT Nifty with effect from July 3rd 2023
- GIFT Nifty started trading from NSE International stock exchange in GIFT City, Gandhinagar
- Cost and revenue split around 50:50 between SGX and NSE. Trading will be held in GIFT City, while clearing by SGX
- No STT, CTT, capital gain tax
- Residents investors cannot do trading in GIFT Nifty
- Trading timings 6.30 AM – 3.40 PM, 4.35 PM – 2.45 AM

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HDFC – HDFC Bank Mega Merger



- HDFC – HDFC Bank merger effective from July 1st
- Merged entity will have loan advance of around 22 Lakh Crore
- Post merger AMC, Life and General Insurance business will become subsidiary of HDFC Bank
- HDFC shareholders will get share HDFC Bank share in ratio of 25: 42
- HDFC Bank will have weightage of around 15% in Nifty post merger

Multibagger Criteria



- No one knows a multi bagger stock while buying
- Entry valuations should be less
- Company should show good growth
- Valuation rerating has to happen

Q1 Results



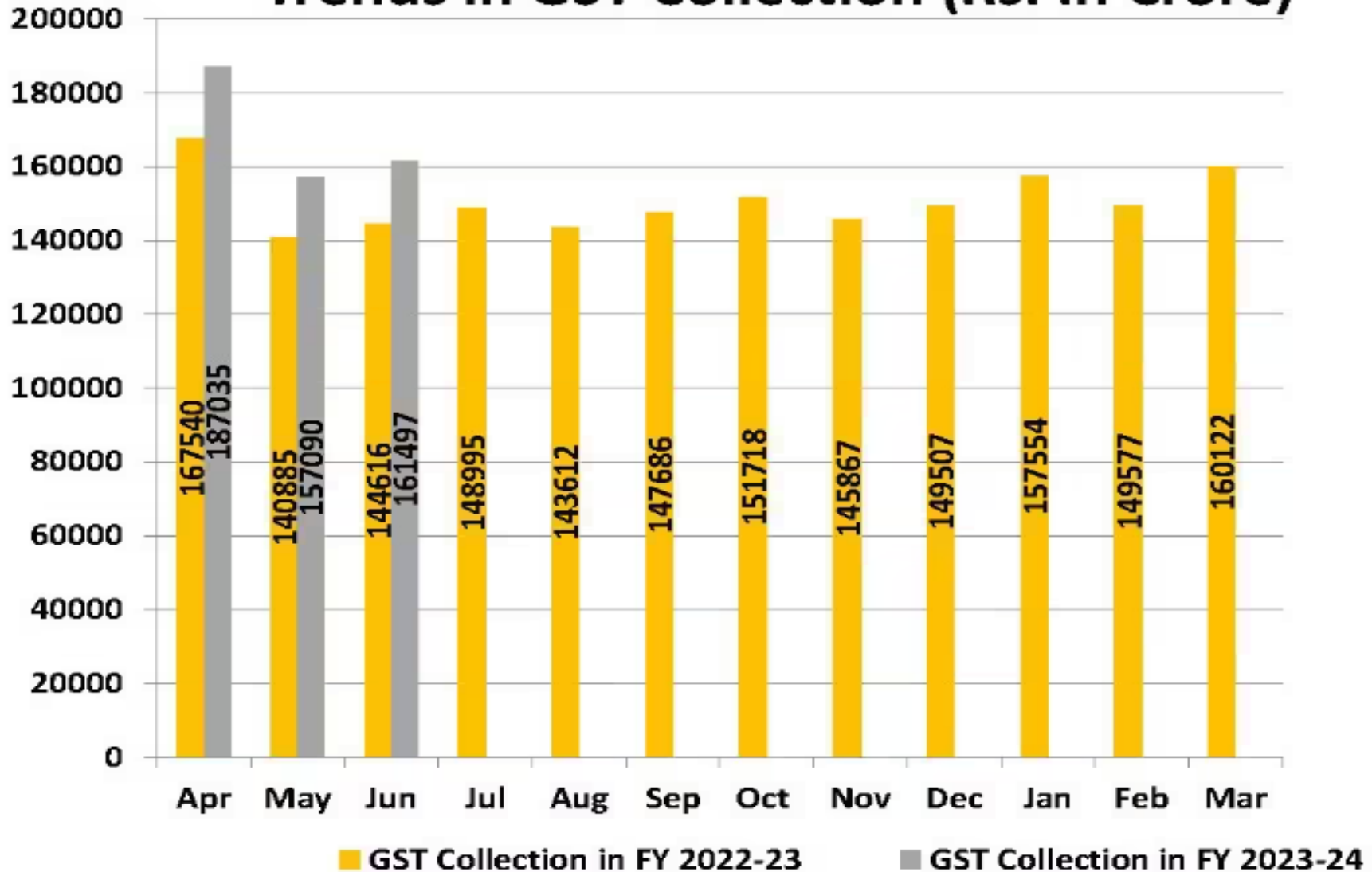
- Fall in raw material prices will aid margin in many sectors
- IT to post average results
- Banks likely to report inline results
- Chemicals to disappoint
- Pharma to surprise positively

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GST Collections



Trends in GST Collection (Rs. In Crore)



What Investor Should Do



- Markets unlikely to see major fall
- Do proper due diligence before buying
- Pockets of opportunities still available

Data To Watch



- Q1 results
- Monsoon progress
- US Fed Meeting on July 26th

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Thank You

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