



Current Market Scenario

9th Mar 2024



Markets At All Time High



- Correction in Small Cap Stocks
- US Market at All Time High
- Rally Across Asset Classes
- Active Primary Market

INDEX WATCH

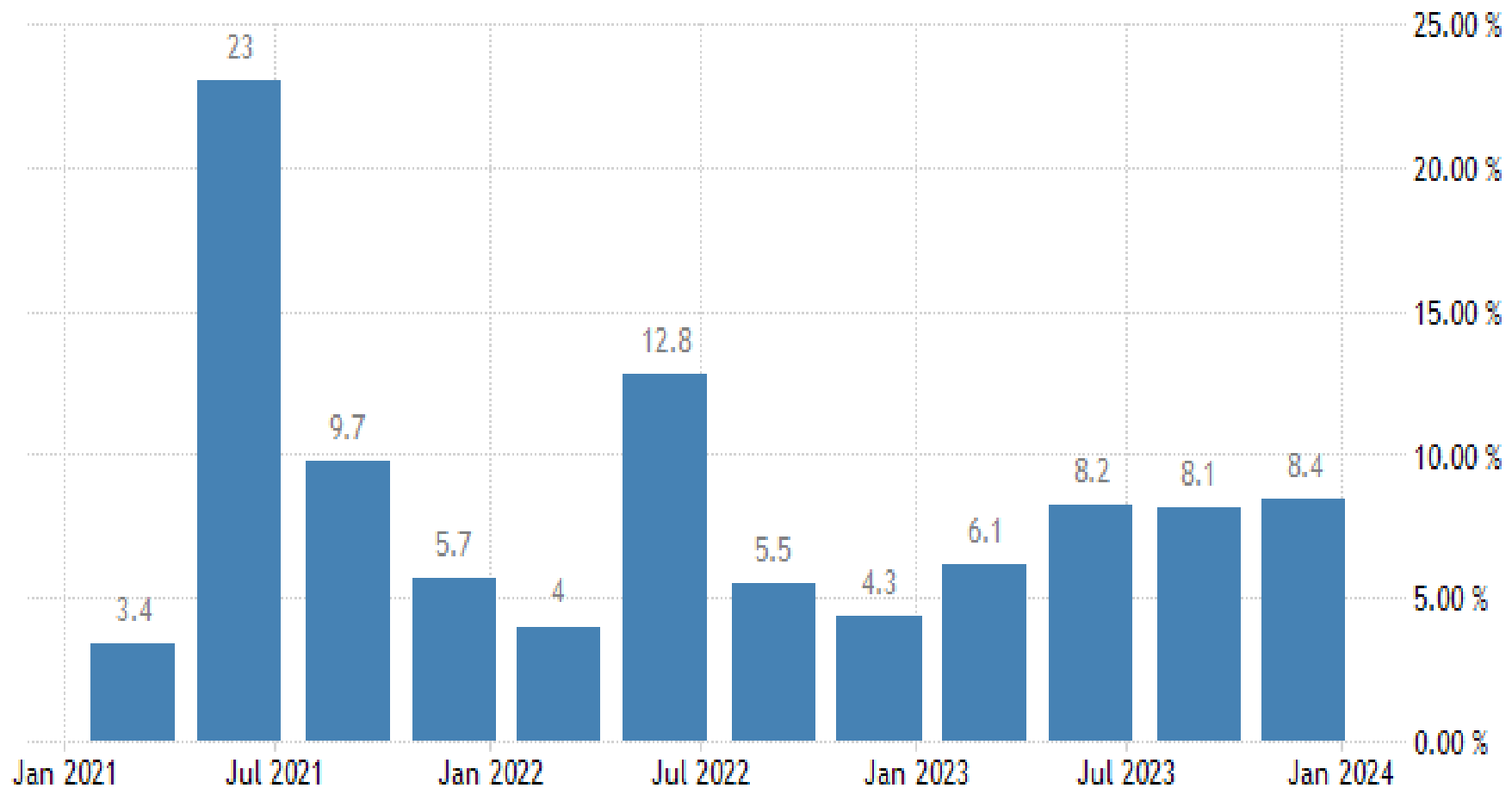
INDEX	9, Mar	9, Feb	% Change
Nifty	22,493	21,782	+ 3.2
Sensex	74,119	71,595	+ 3.5
Nifty Midcap	48,966	48,889	+ 0.1
BSE Small Cap	44,653	45,650	- 2.1

Strong Domestic Q3 GDP Data



- Q3 GDP growth came at 8.4% against consensus estimate of 6.7%
- Manufacturing showed strong growth while Agri contracted due to erratic monsoon
- FY'24 GDP growth will be near 8%

Quarterly GDP Growth



Sectoral Growth (% y-o-y)

	Q3 FY23	Q4 FY23	Q1 FY24	Q2 FY24	Q3 FY24
Agriculture, forestry & fishing	5.2	5.5	3.5	1.6	-0.8
Industry	0.6	6.3	6.0	13.6	10.4
Mining & quarrying	1.4	4.3	7.1	11.1	7.5
Manufacturing	-4.8	4.5	5.0	14.4	11.6
Electricity, gas, water supply & other utility services	8.7	6.9	3.2	10.5	9.0
Construction	9.5	10.4	8.5	13.5	9.5
Services	7.2	6.9	10.7	6.0	7.0
Trade, hotels, transport, communication & broadcasting	9.2	9.1	9.7	4.5	6.7
Financial, real estate & professional services	7.7	7.1	12.6	6.2	7.0
Public administration, defence and other services	3.5	3.1	8.2	7.7	7.5
GVA (at basic price)	4.8	6.5	8.2	7.7	6.5

Source: MOSPI

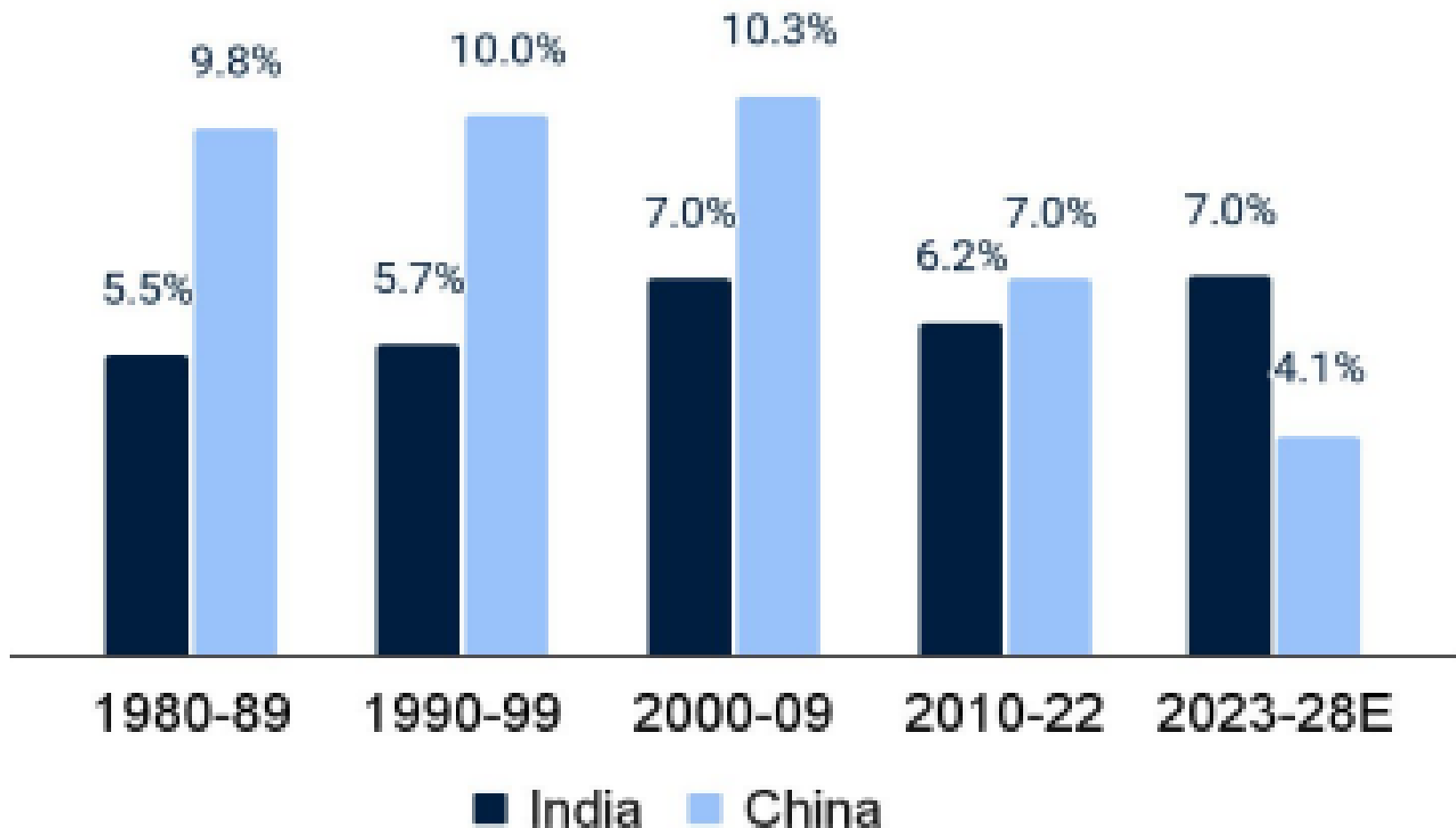
Consumption Remain Weak



	Q3 FY23	Q4 FY23	Q1 FY24	Q2 FY24	Q3 FY24
Government Final Consumption Expenditure (GFCE)	7.1	2.3	-0.1	13.8	-3.2
Private Final Consumption Expenditure (PFCE)	1.8	2.8	5.3	2.4	3.5
Gross Fixed Capital Formation (GFCF)	5.0	8.9	8.5	11.6	10.6
GDP (at constant prices)	4.3	6.1	8.2	8.1	8.4

Source: MOSPI

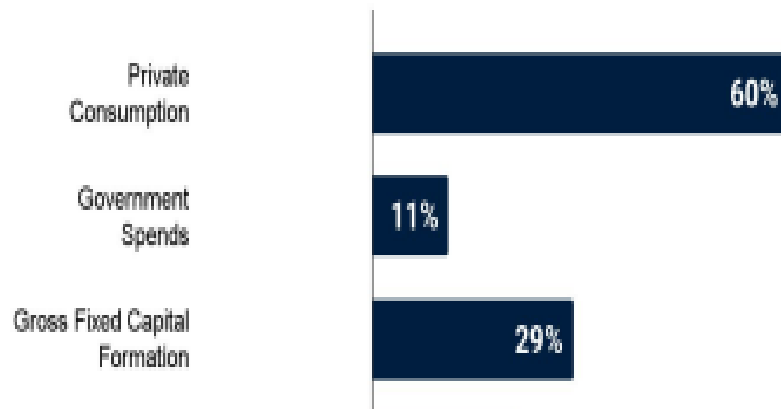
Historical GDP growth rates: India vs China



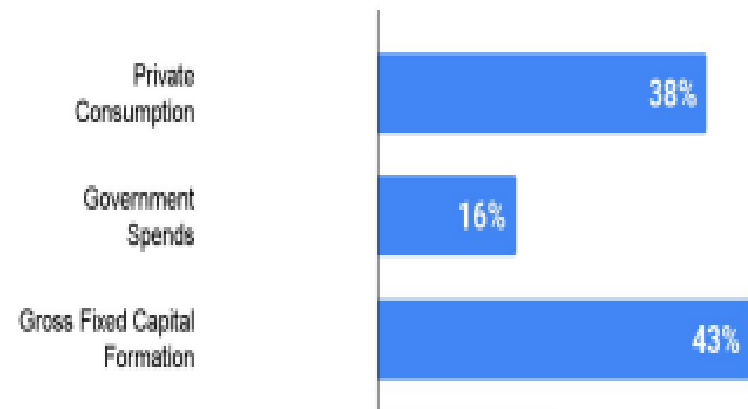
India Vs China



India's GDP decomposition



China's GDP Decomposition



No more Information Arbitrage



- With availability of information to all in quick time, interpretation of information is crucial
- Over reaction to information on both side with provide opportunity for rationale investors

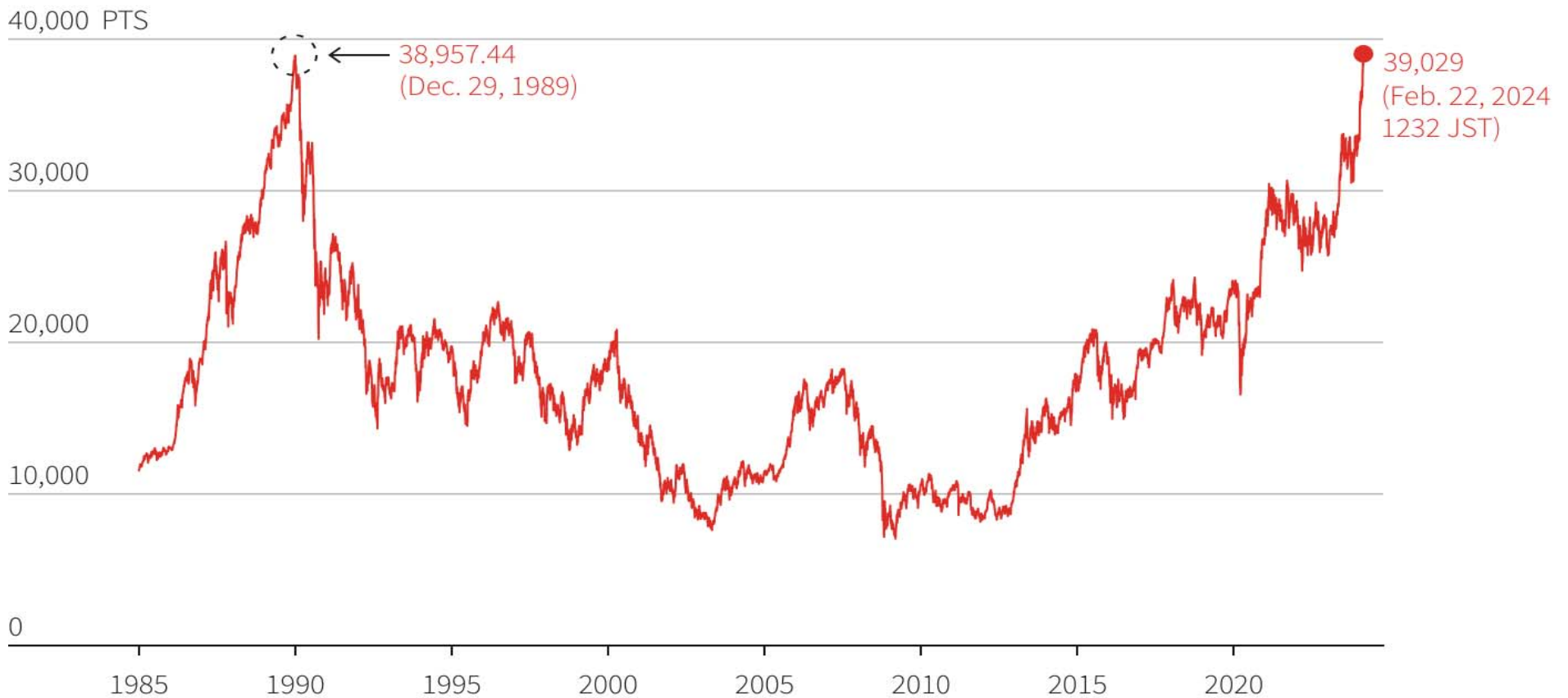


At Last , Nikkei Cross Previous High

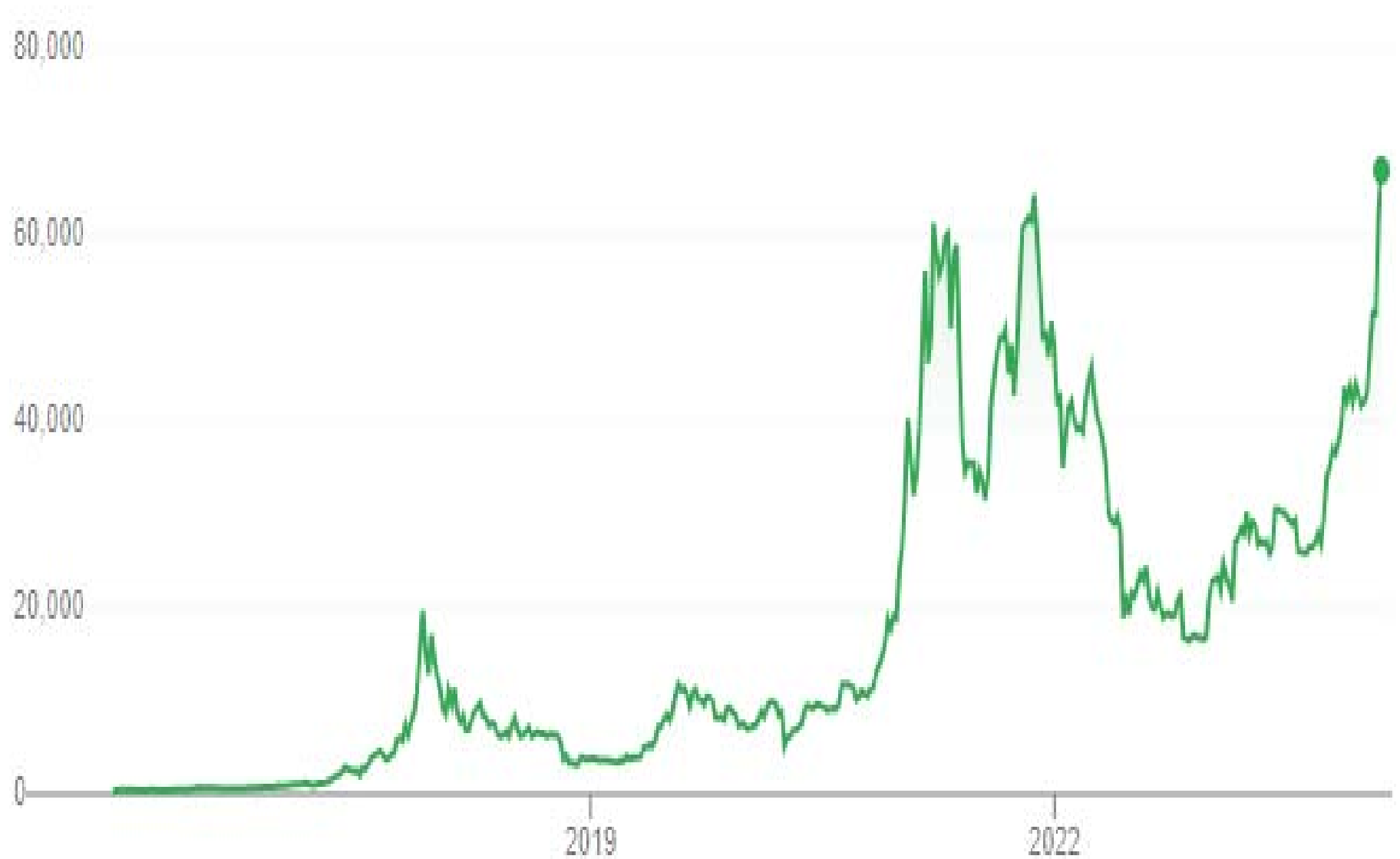


Japan's Nikkei share average crosses all-time high

Japan's benchmark Nikkei share average hit an all-time high on Feb. 22, rose to as high as 39,029 shortly after the midday break, breaking levels last seen in 1989 during the halcyon days of the bubble economy.



Bitcoin - All Time High



Gold At All Time High



US Markets At All Time High



- S&P 500 crosses 5000
- Concentrated Rally in tech majors
- Top 5 stocks constitute 25% of market cap of S&P 500

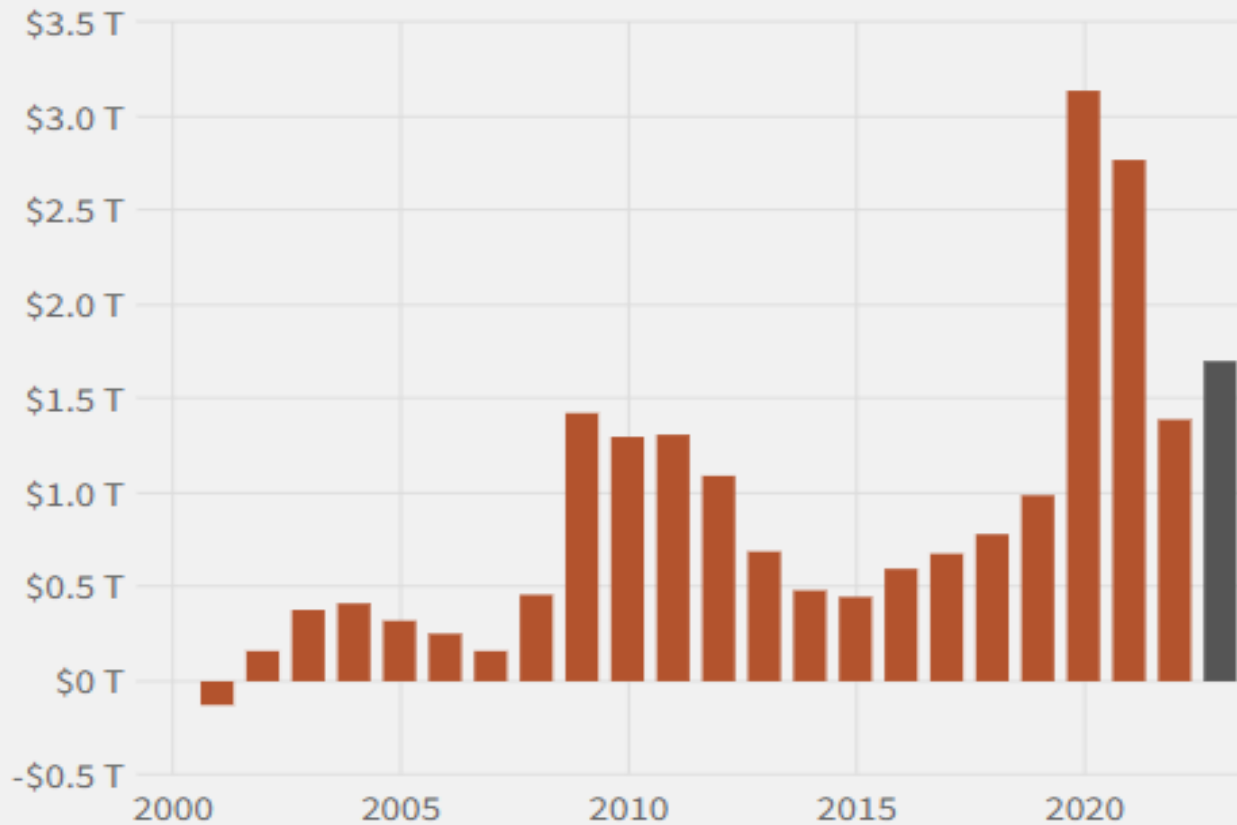
US Fiscal Deficit Trends



Federal Deficit Trends Over Time, FY 2001-2023

2023
Fiscal Year

\$1.70 T
Total Deficit



Natural Gas – Back to Covid Lows



General Elections in Focus



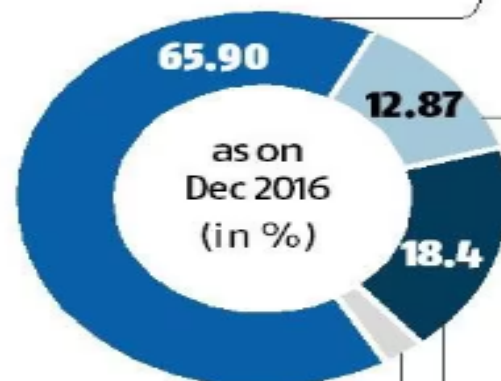
- General Election 2024 schedules to be announced in next week
- Political parties will be busy engaged in election work and political alignment
- Markets mostly discounted NDA to be back in power for 3rd term

Tata Sons Likely To be Listed ?



- In Sep 2022 RBI classified Tata Sons as an “Upper Layer” NBFC
- Mandates such firm should list within three years.
- If listed Tata Sons likely to get 8 Lakh Crore Valuations

TATA SONS SHAREHOLDING PATTERN



Trusts

Dorabji Tata Trust	27.9
Ratan Tata Trust	23.6
J R D Tata Trust	4.0
Other Trust	10.4

Tata Companies 12.87

Tata Motors	3.06
Tata Steel	3.06
Tata Chemicals	2.53
Tata Power	1.85
Other Tata Companies	2.37

Individuals 2.85

Ratan Tata	0.83
Jimmy Tata	0.81
Others	1.21

Mistry family 18.4

Sterling Investment Corp	9.19
Cyrus Investments Pvt Ltd	9.19
Others	0.02

Mixed Auto Sales



Company	Sales Numbers			% Change		YTD		% Change
	Feb'24	Jan'24	Feb'23	MoM	YoY	YTD'24	YTD'23	YoY
Maruti Suzuki	1,97,471	1,99,364	1,72,321	-1%	15%	19,48,127	17,96,093	8%
M&M - PV Domestic	42,401	43,068	30,358	-2%	40%	4,19,246	3,23,256	30%
TATA Motors - PV	51,321	54,033	43,140	-5%	19%	5,23,198	4,96,862	5%
Eicher - 2W	75,935	76,187	71,544	0%	6%	8,37,181	7,62,660	10%
Bajaj Auto - 2W	2,94,684	3,08,248	2,35,356	-4%	25%	34,14,038	31,95,837	7%
TVS Motors - 2W	3,57,810	3,29,937	2,67,026	8%	34%	36,66,254	32,05,395	14%
Hero Moto	4,68,410	4,33,598	3,94,460	8%	19%	51,31,040	48,09,204	7%
Ashok Leyland	17,464	15,939	18,571	10%	-6%	1,71,817	1,68,279	2%
VECV	7,424	7,066	7,289	5%	2%	74,318	67,717	10%
TATA Motors - CV	35,085	32,092	36,565	9%	-4%	4,90,133	3,66,716	34%
M&M - CV Domestic	22,825	23,481	20,843	-3%	10%	2,41,880	2,26,294	7%
Atul Auto	2,300	2,313	2,125	-1%	8%	22,911	22,395	2%
Escorts Kubota Tractor	6,481	6,185	7,811	5%	-17%	87,271	92,985	-6%
M&M - Tractor	21,672	23,948	25,791	-10%	-16%	3,52,362	3,72,531	-5%
VST Tillers Tractors	4,170	4,146	4,002	1%	4%	37,133	38,656	-4%

Promoters capitalising High Valuations

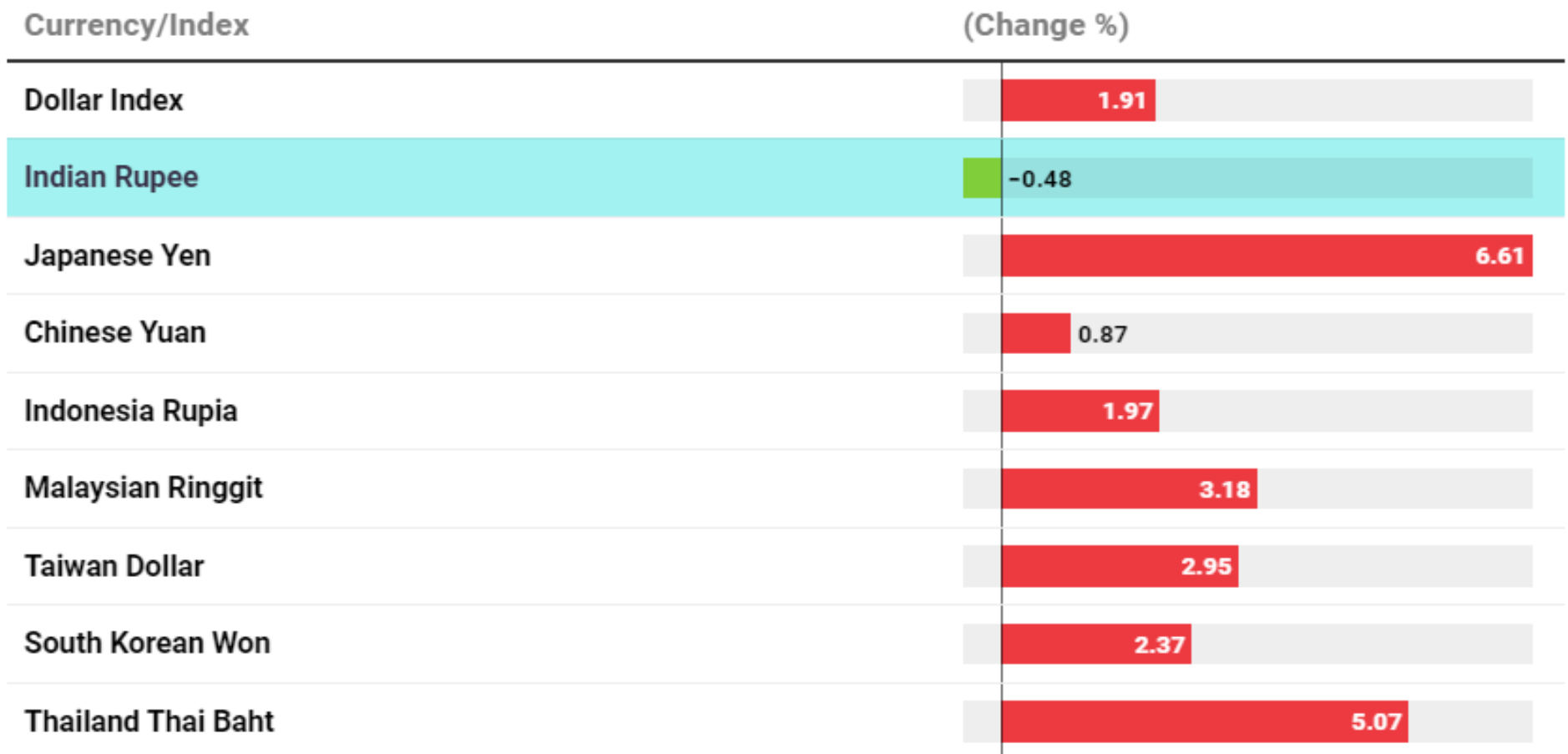


- MNC promoters Whirlpool, Timken sold partial stake
 - Conagra sold complete stake in Agro Tech foods at significant discount to market price
 - M&M promoters sold 0.75% stake
 - On daily basis large block deals are happening
-

Indian Currency Relatively Stable



Asian Currency Performance: Year-To-Date Basis



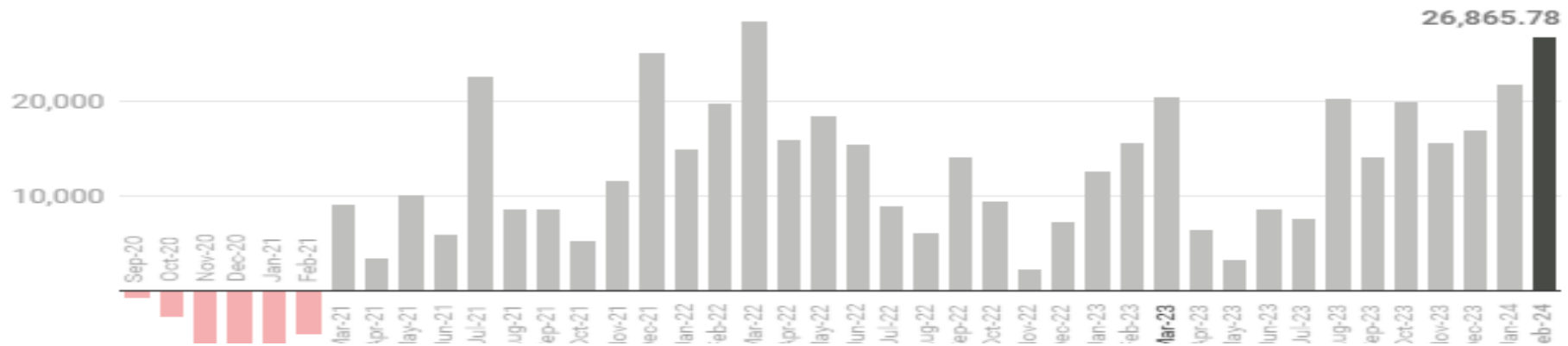
Source: Bloomberg

Mutual Fund Flows



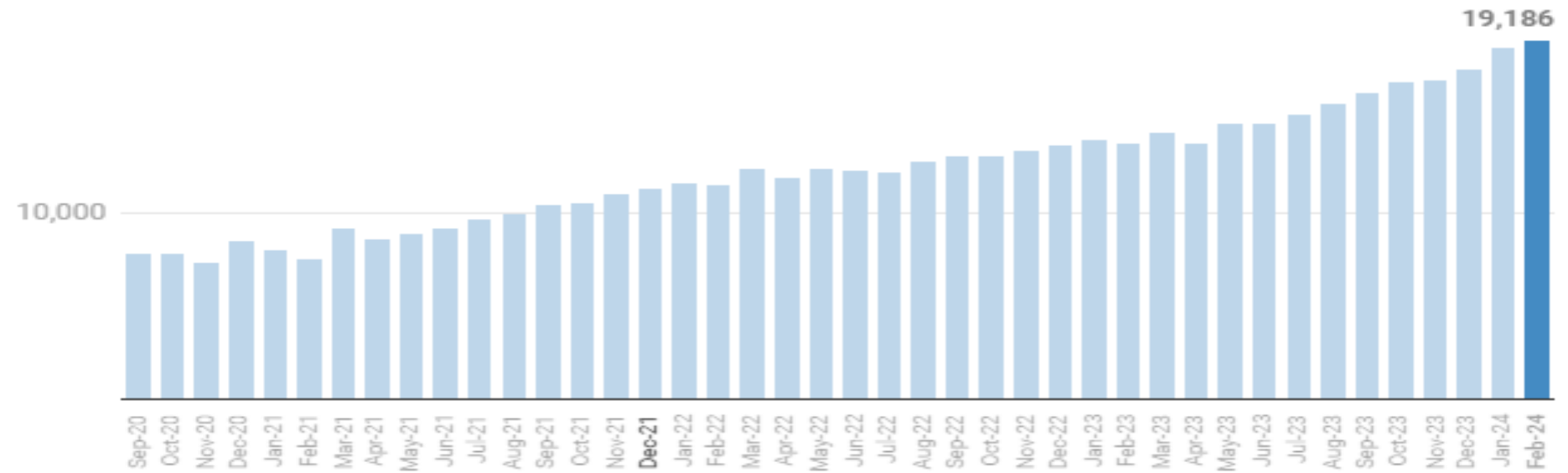
Net Equity Inflows

(Rs crore)



SIP Contribution

Net investments (Rs crore)



Road Ahead



- Low quality and over valued stocks will see profit booking
- Possibility of sector and stock churning

Data To Watch



- FPI Flows
- Political Scenario
- Monsoon forecast





Thank You
