



# Current Market Scenario

\*S&P CNX NIFTY(8,721.00, 8,723.00, 8,863.00, 8,896.00)

**October Meeting**

**NEW Channel??**

8800 Crucial resistance

8800



\*S&P CNX NIFTY(8,456.00, 8,460.00, 8,284.00, 8,296.00)

**New Downward Sloping Channel**





\*S&P CNX NIFTY(8,456.00, 8,460.00, 8,284.00, 8,296.00)

**Strong Support at 8000 levels**



† S&P CNX NIFTY (8,456.00, 8,460.00, 8,284.00, 8,296.00)





# Hectic Activity in Market

- Govt. takes historic step to curb black money
- Foreign Investors Turned Sellers
- IT and Pharma Stocks led market fall
- Action in Tata Group stocks

## INDEX WATCH

INDEX	11, Nov	8, Oct	% Change
Nifty	8,296	8,697	- 4.8
Sensex	26,818	28,061	- 4.4
CNX Midcap	14,854	15,972	- 7.0
BSE Small Cap	12,485	13,222	- 5.9



# Demonetisation of High Value Notes

- Govt. Demonetises 1000 and 500 notes
- Aim to curb black money in economy
- Old notes to be deposited or exchanged in banks before Dec 30
- A Game changing event for our economy



# Currency in Circulation



Denomination	Rs. Lakh Crore	%
1000	6.32	38.5
500	7.85	47.8
Others	2.27	13.8
Total	16.41	100.0

as on Mar '16

1000 and 500 currency notes has to be exchanged or deposited before Dec 2016

# Money Circulation to get Reduced



- 1000 and 500 rupees notes worth 14 Lakh Cr. to be exchanged or deposited with banks before Dec 2016
- In this exercise, it is expected around 2 to 3 Lakh Cr. will not go into banking system
- Govt. may print new money which got shortage due to demonetisation and spend for growth

# Impact of Demonetisation



- Overall money circulation in economy to come down
- Discretionary spending to get affected in short term
- Interest Rates may come down
- Real estate and Jewellery business to get impacted most

# Our View on Demonetisation



- Economy will slow down in short term
- Wealth destruction will happen in parallel economy
- Long term economy will grow healthy
- Inflation will remain in control
- Markets will give a significant opportunity for mega gains in long term

# US Elects New President



- Donald Trump of Republican Party wins US election
- Markets circumspect of Trump victory before election on Protectionism speech
- Actions and policies of Trump will be closely watched

# US Bond Yield ZOOMS



# Changing Market Dynamics



- De-Rating in IT and Pharma Stocks
- Growth for IT sector expected to come down
- US FDA issues haunt pharma companies
- IT and Pharma Stocks constitute 20% weightage in Nifty
- Foreign Investors hold huge chunk of large cap IT and Pharma Stocks

# BSE Metal Index on Bull Run



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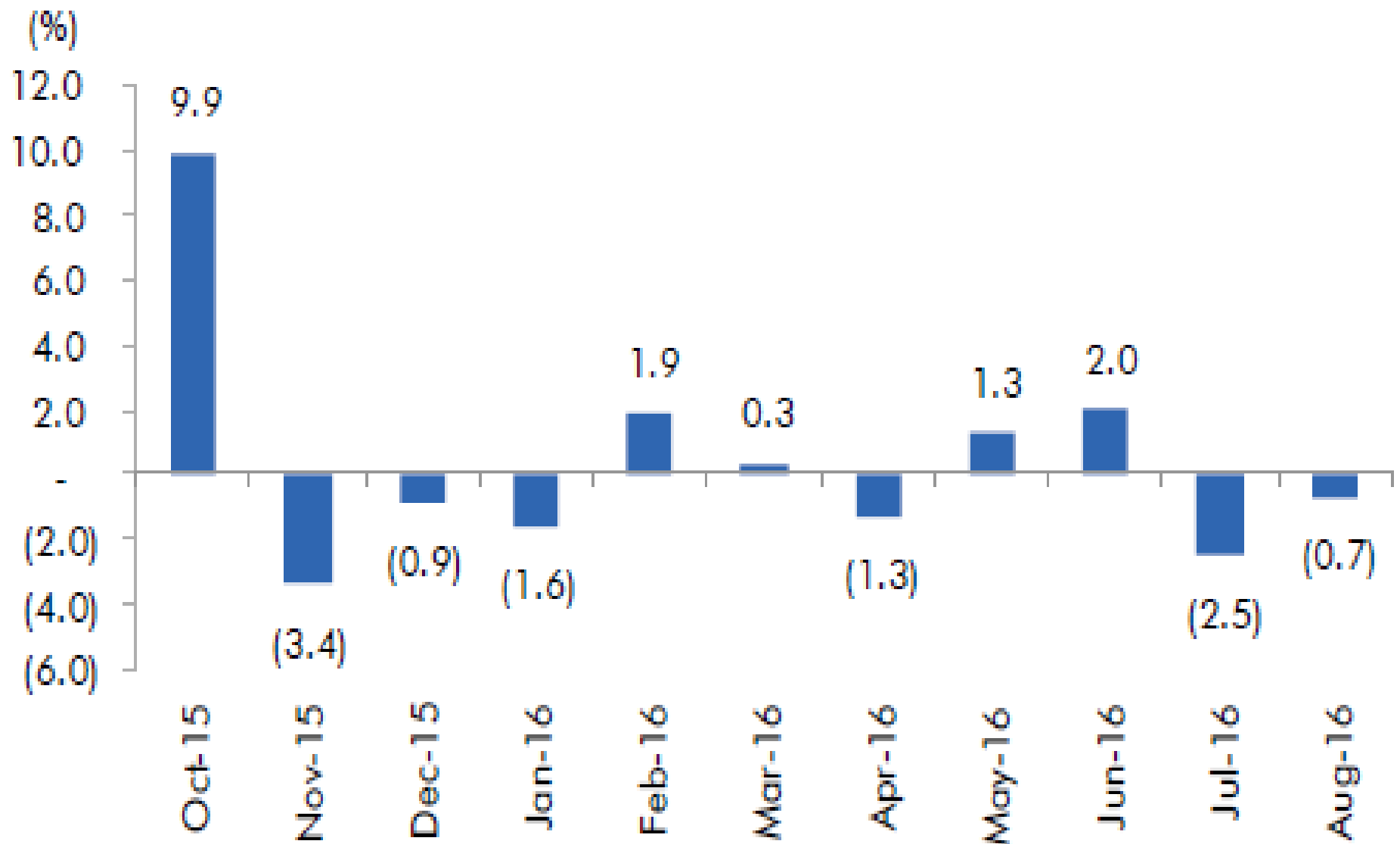




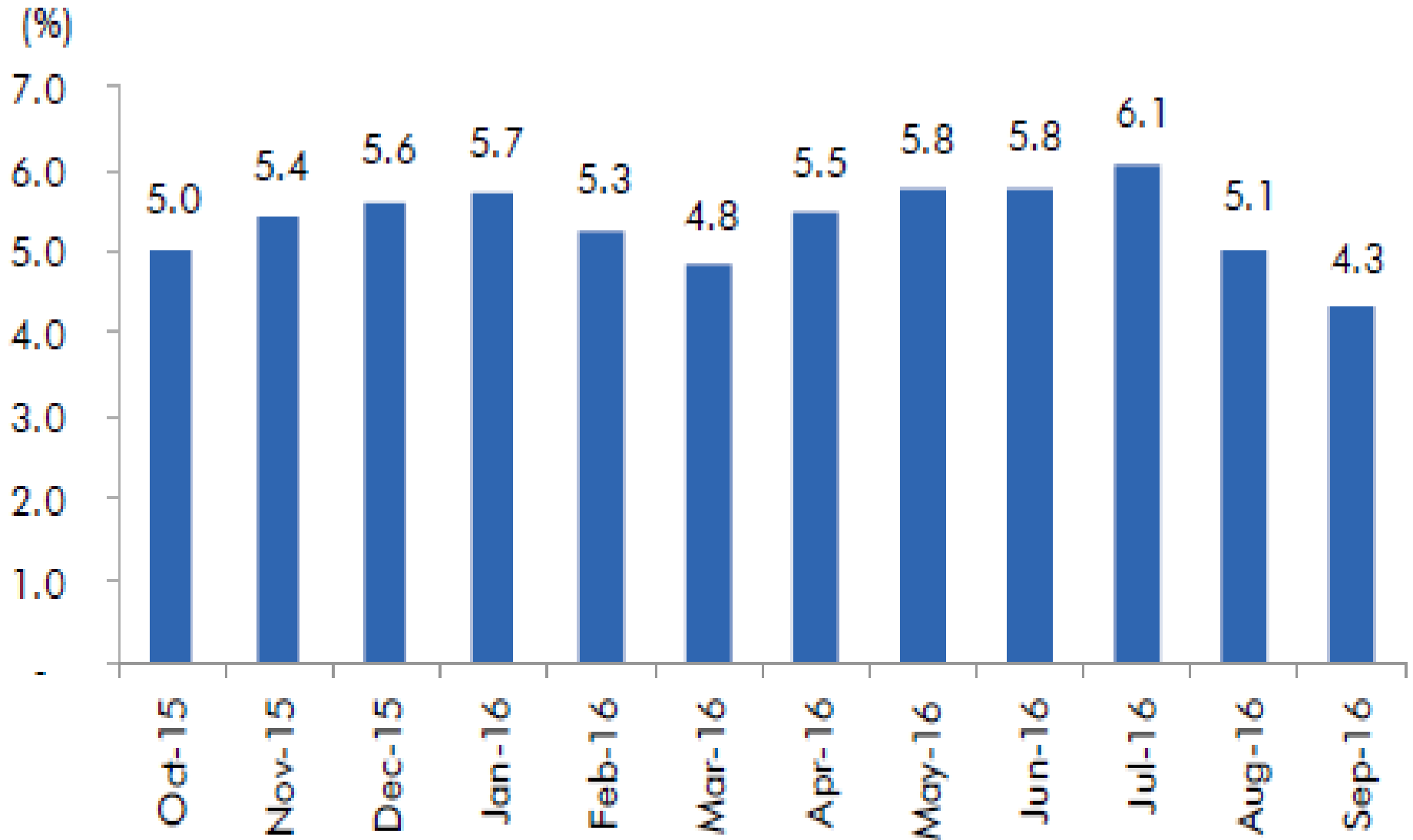
# Tata Sons Oust Chairman

- Cyrus Mistry removed as Tata Sons Chairman
- Difference of opinion between Cyrus Mistry and Tata Group led to Ouster
- Cyrus Mistry still Chairman of Tata Group companies
- Pallonji Group holds 18.4% stake in Tata Sons

# Economy Still Not Picking Up



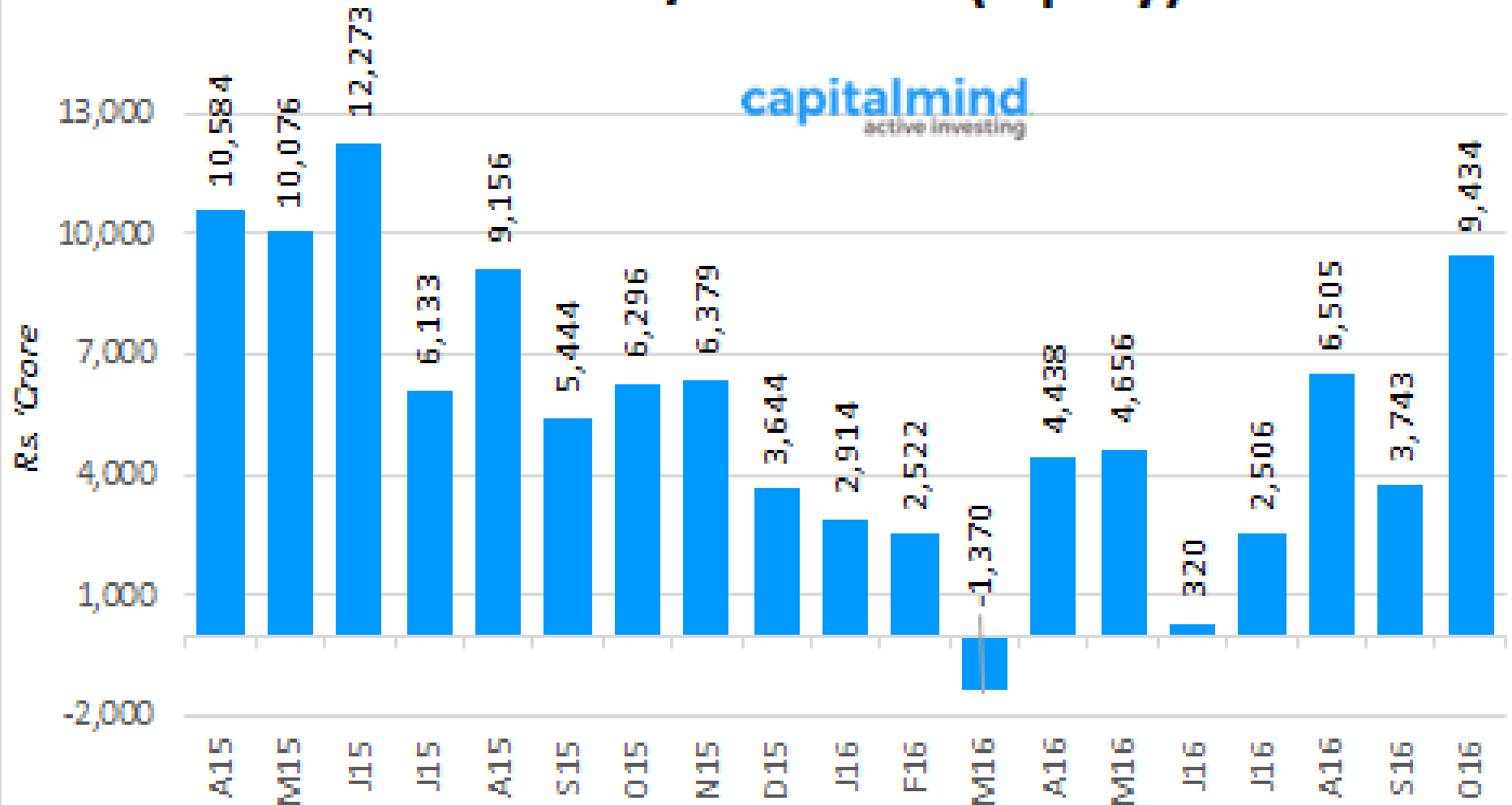
# CPI on Downward Trajectory



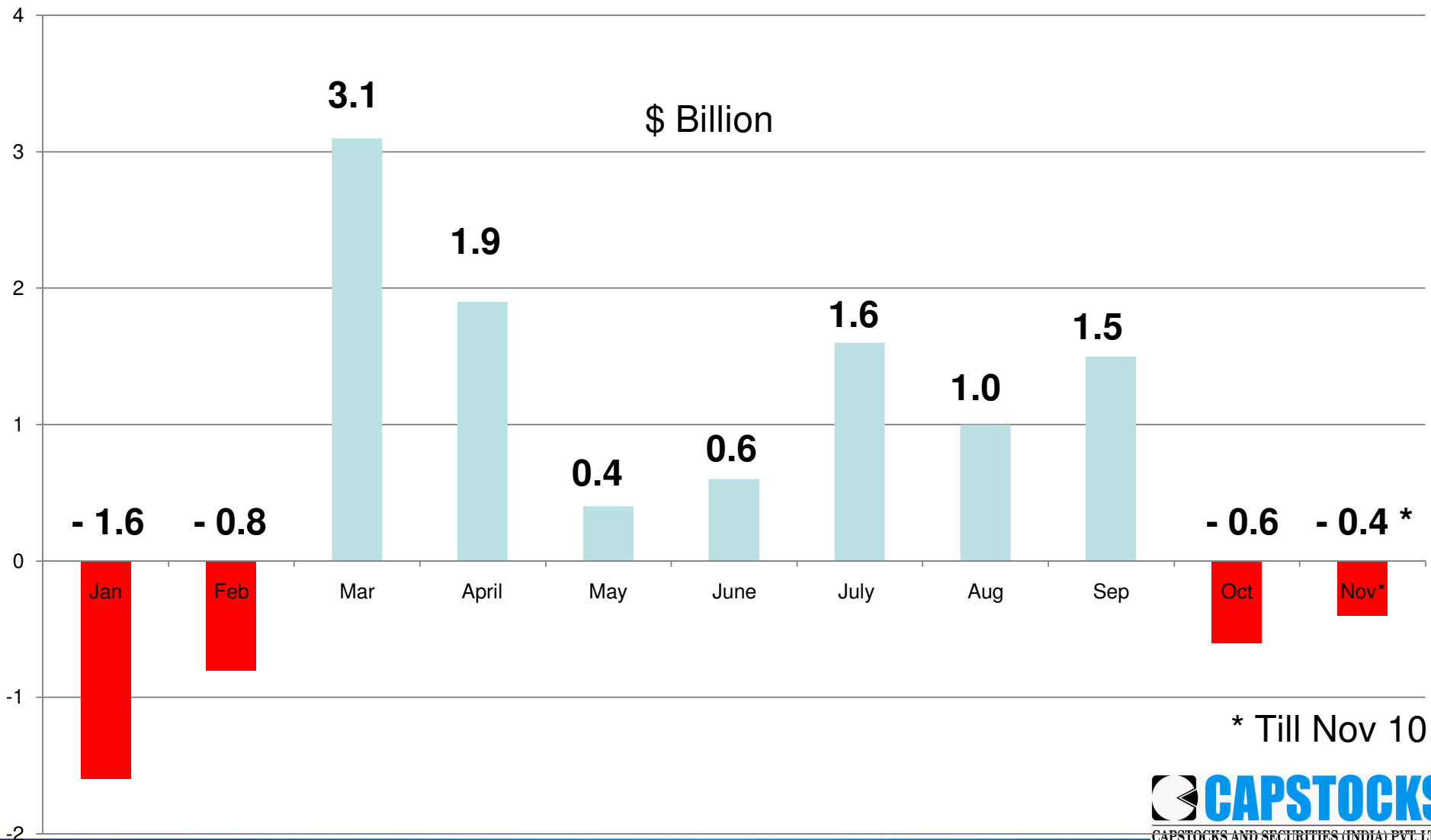
# Steady Mutual Fund Inflows



## Net Inflow/ Outflow (Equity)



# FII Turn Sellers





## Q2 Result Performance

	% Change (YoY)	
	Sep 2016	Sep 2015
Sales	4.7	- 5.9
Net Profit	12.0	8.5

**Results of 1105 companies**



# Events to Watch

- Money Demonetisation
- Global markets
- FPI Activity



**Thank You**