



# **Current Market Scenario**

## **09 September 23**

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# Markets on Consolidation



- Broader market shines
- China slow down deepens
- FPI flow slows
- Monsoon disappoints

## INDEX WATCH

INDEX	9, Sep	11, Aug	% Change
Nifty	19,819	19,428	+ 2.0
Sensex	66,598	65,322	+ 1.9
Nifty Midcap	40,977	37,836	+ 8.3
BSE Small Cap	38,266	35,290	+ 8.4

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# Bull Grip in Broader Market



- Many stocks see sharp rally
- Storification continues
- Stock price movement indicates typical bull market characteristics

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# S&P BSE 500 Small Cap Index



# S&P BSE PSU Index in Full Throttle



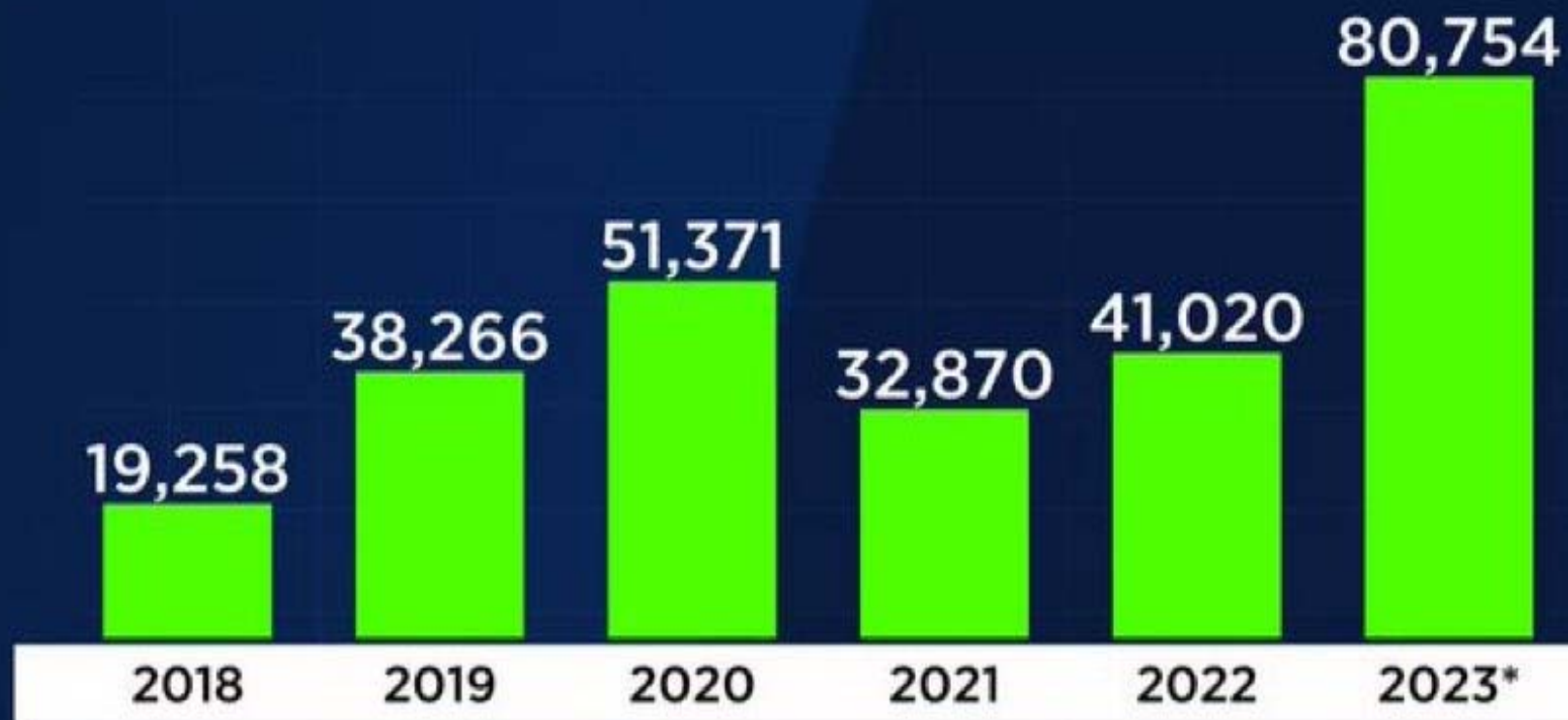
# Insider Selling Intensifies

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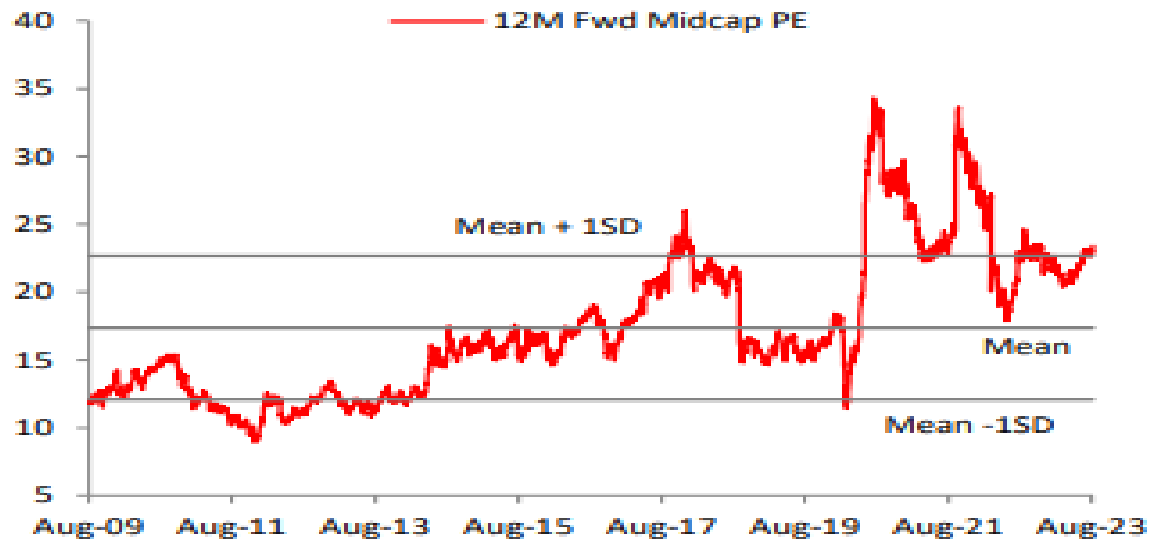
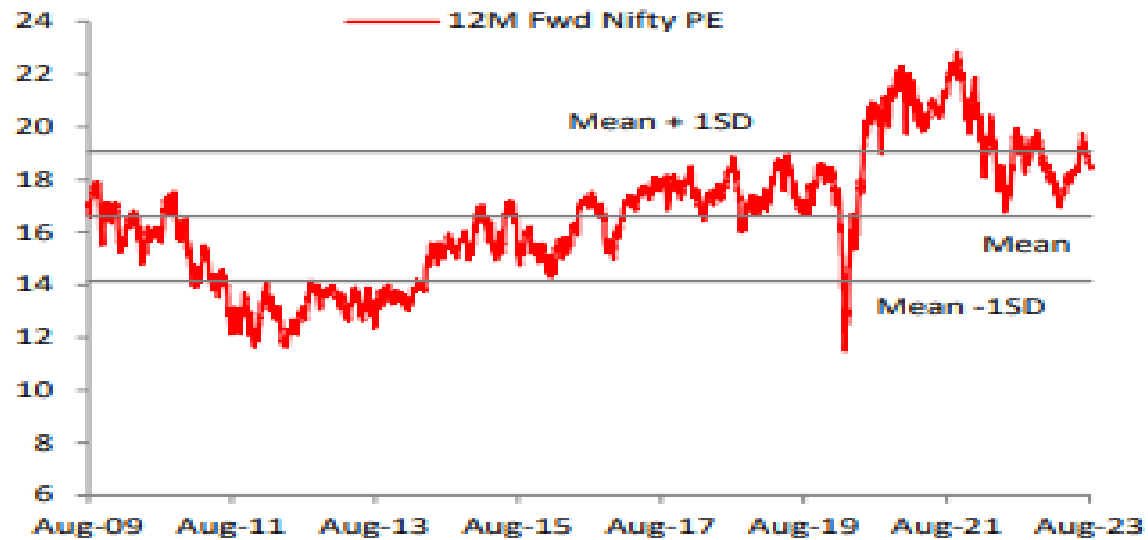
## Promoter Selling In India



In ₹ Crore

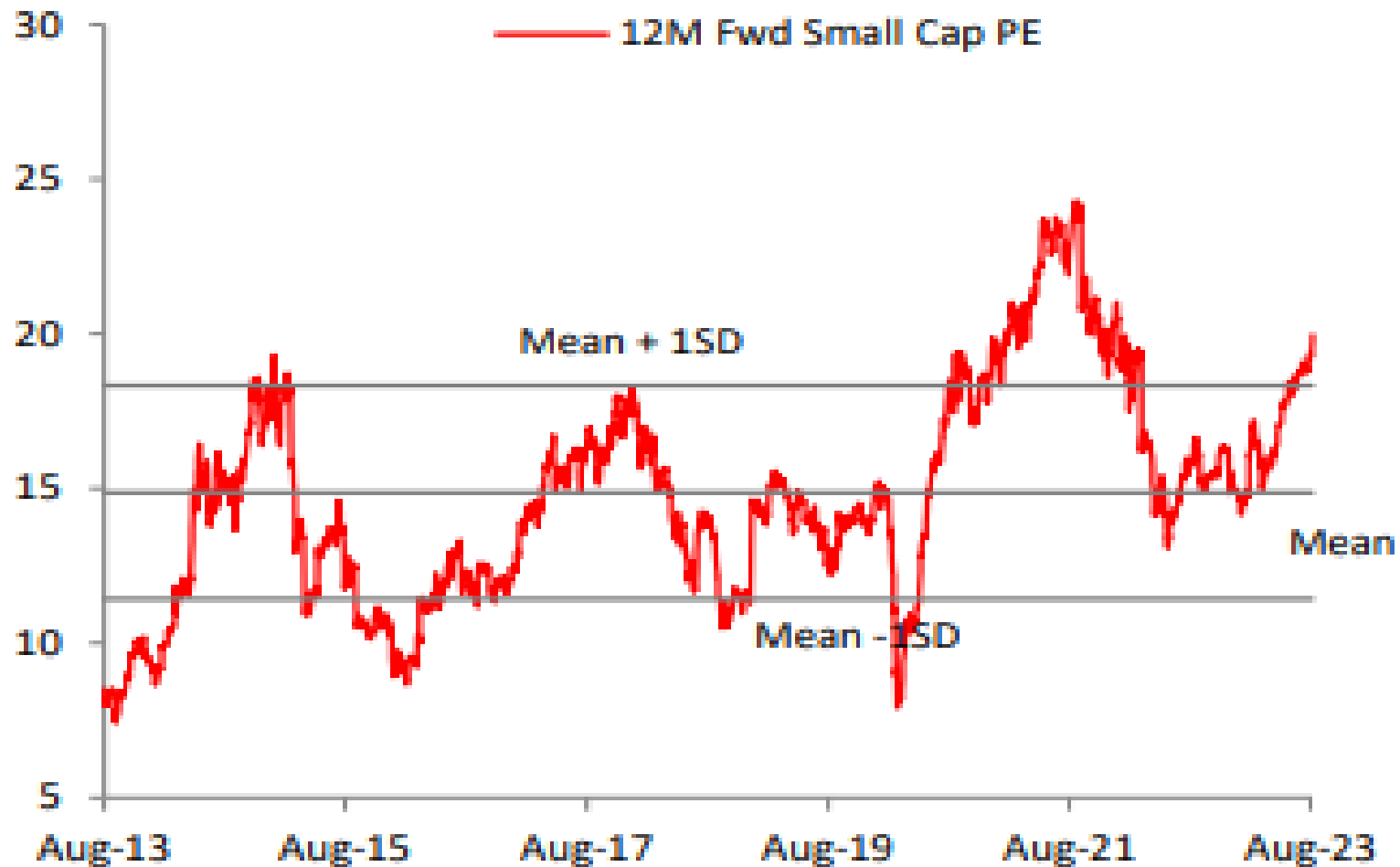


# Index Valuations



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# Small Cap Index Valuations





# Invisible Retail Investors Euphoria



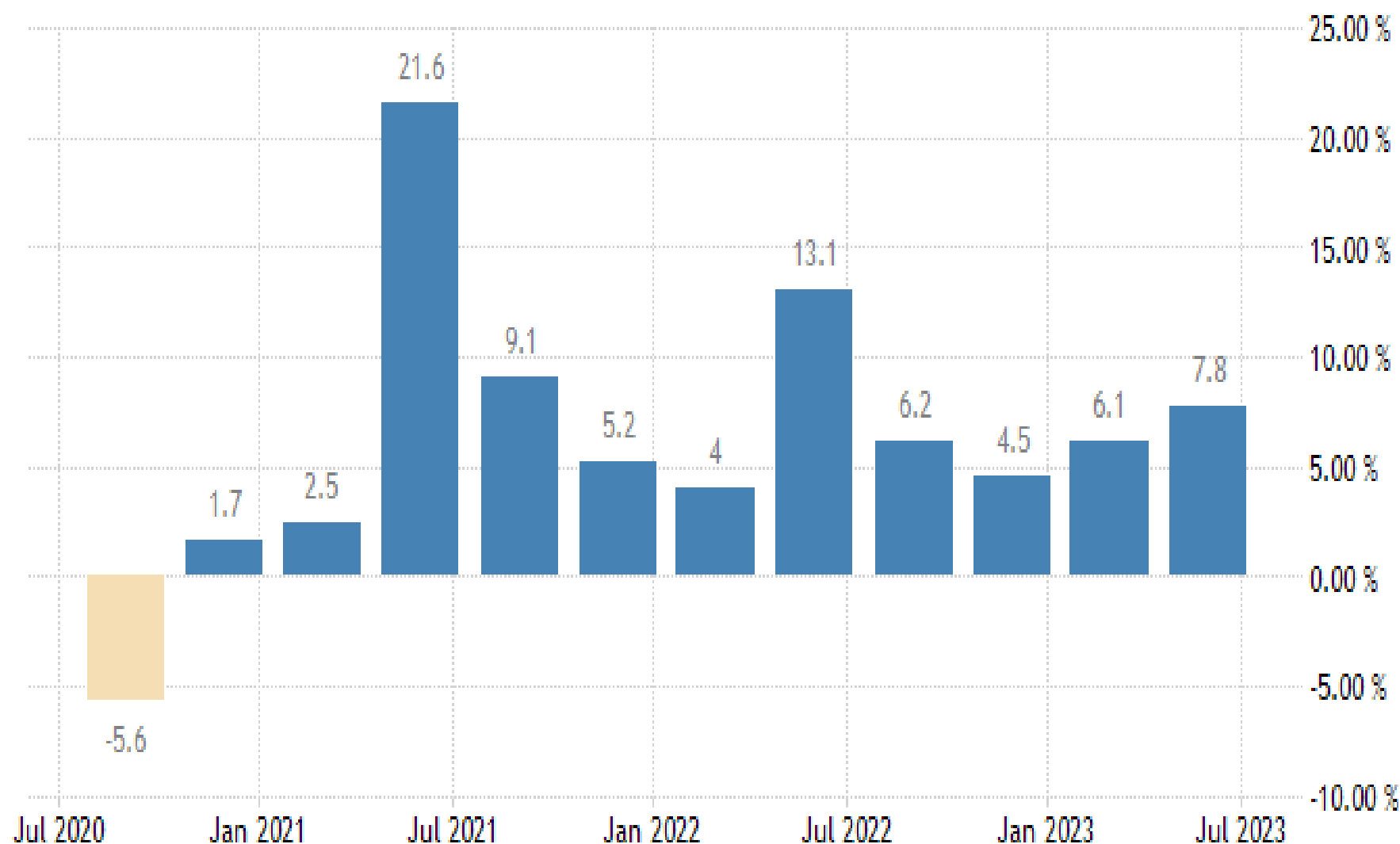
- Despite sharp rally retail euphoria not in sight
- Majority of retail trading shifted to online
- Shifting money from fixed income to equities, big discussion in media on equities, mega IPO's, conservative investors entering market are signs of euphoria

# Investors Dilemma



- Investors should never miss bull rally because of existence of various concerns
- Markets always have concerns and only at peak everything will look rosy
- Can stay cautious but completely selling all shares and staying away is not advisable
- Investors should avoid completely going down the quality curve in selecting stocks

# Domestic Q1 GDP Growth



# Q1 Performance



	Net Sales	Operating Profits	Expenditure	Operating Profit Margin
	Year-on-Year %	Year-on-Year %	Year-on-Year %	%
Large	0.5	30.1	-3.4	18.2
Medium	2.0	1.1	2.3	14.8
Micro & Small	-2.2	5.3	-2.0	12.7

Source: Ace Equity & CareEdge; Note: Results based on a sample of 2,076 listed non-finance companies

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# China Real Estate Crisis Deepens



- Real estate sales are falling
- Top real estate companies are in financial trouble
- Experts says slowdown in China are structural and unlikely to see sustained recovery
- For past many years global growth is propelled by China

# Metal Stocks Holding On

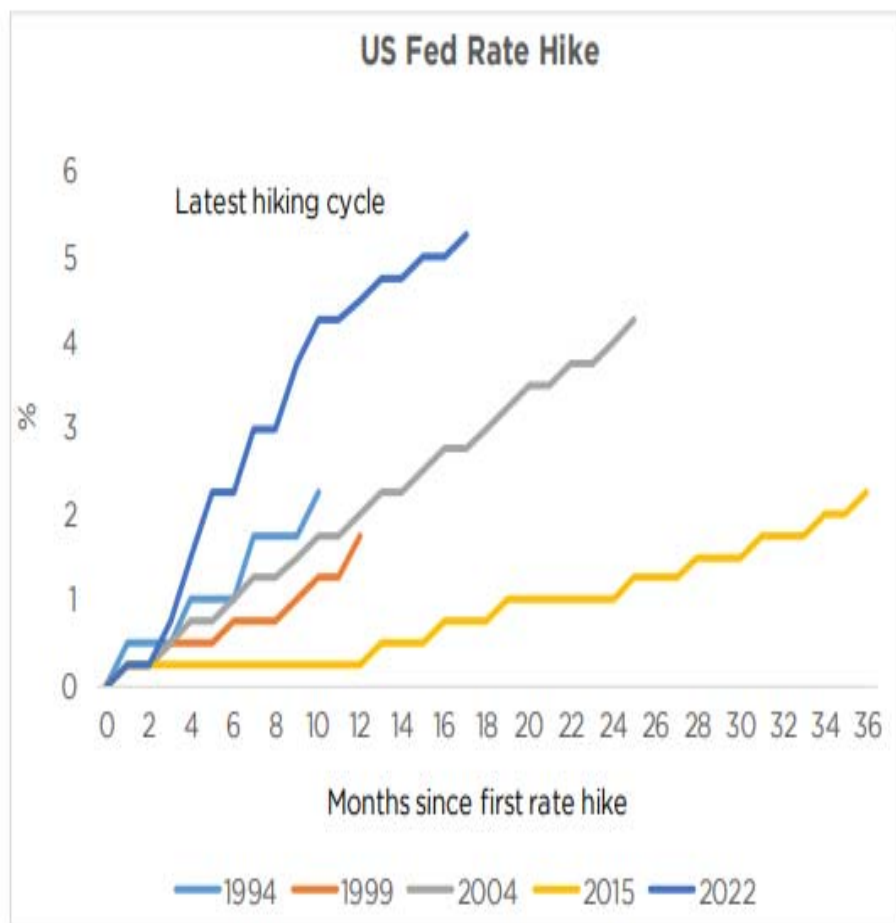


- China economic slowdown news failed to tame bulls
- China consumes roughly half of ferrous and non ferrous commodities

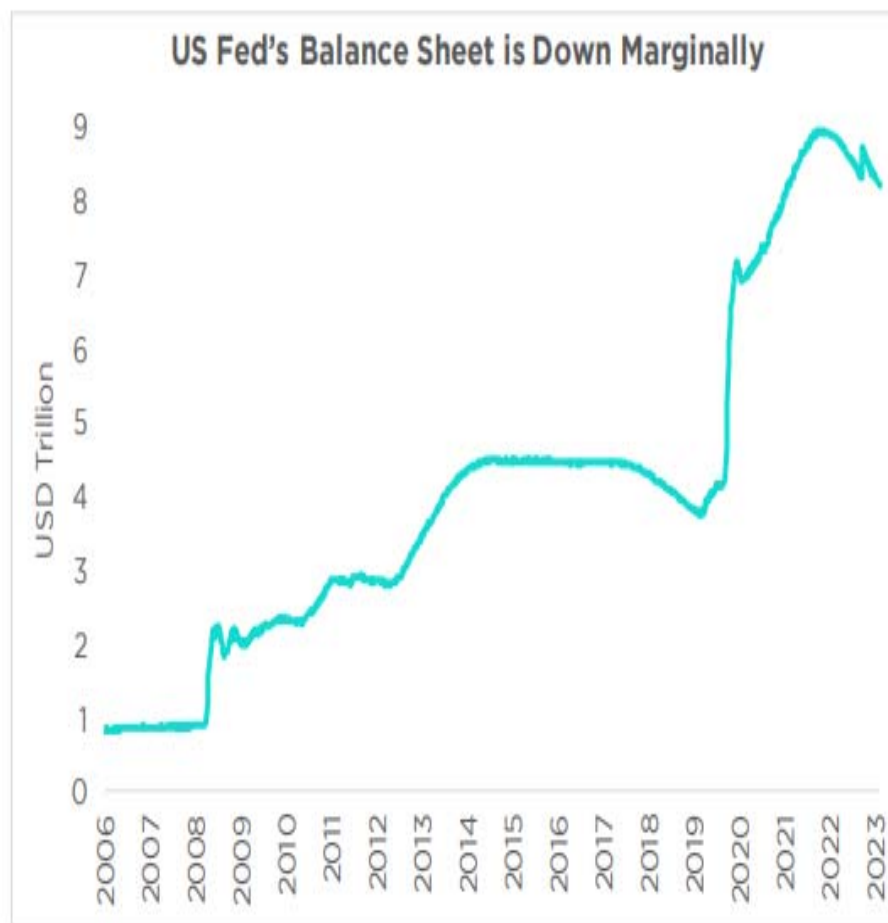
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# US Fed Likely To Pause in September Meet



Source: CEIC



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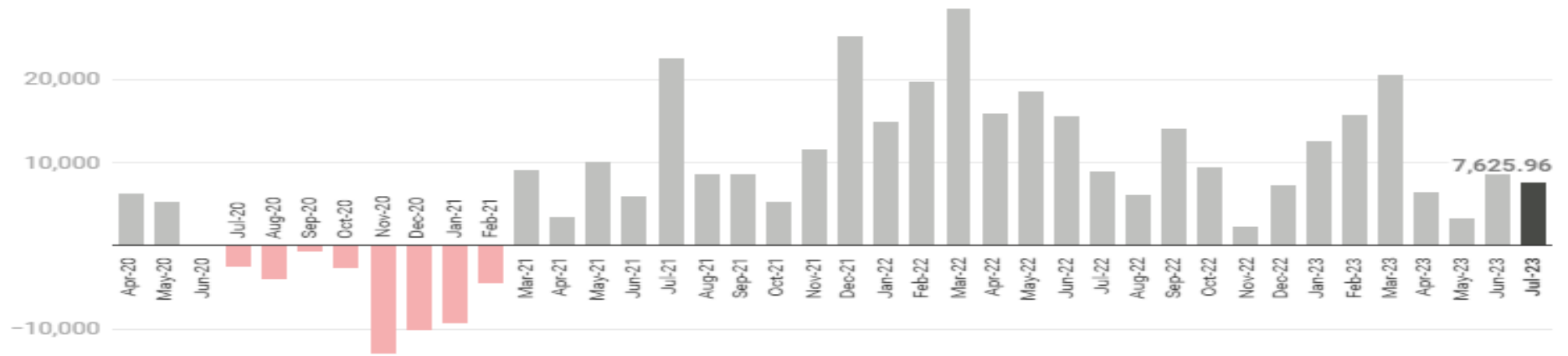
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# Mutual Fund Flows



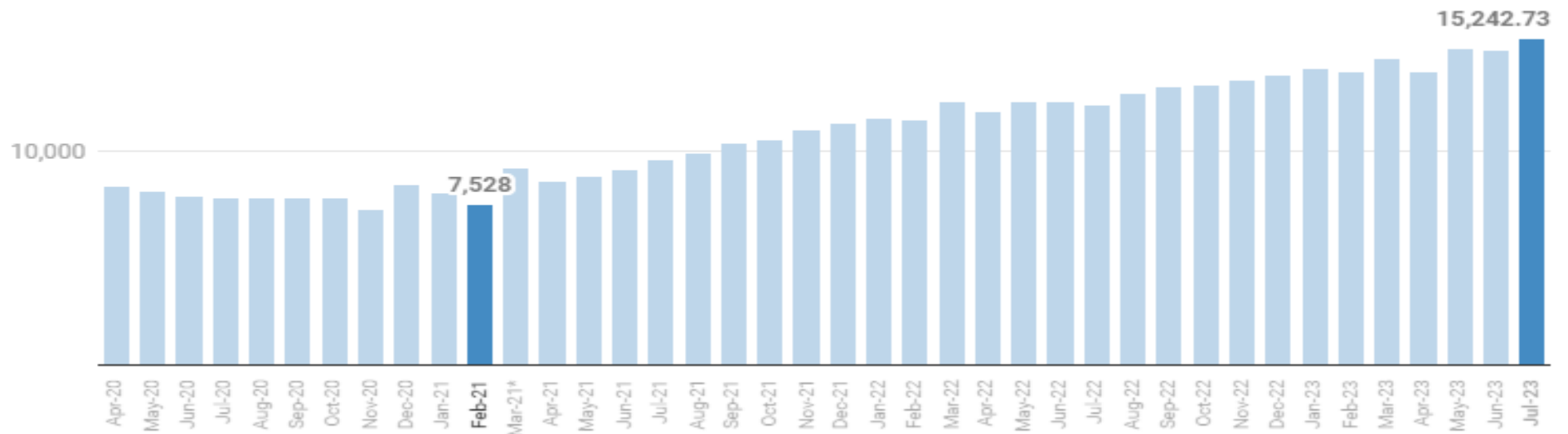
## Net Equity Inflows

(Rs crore)



## SIP Contribution

Net investments (Rs crore)



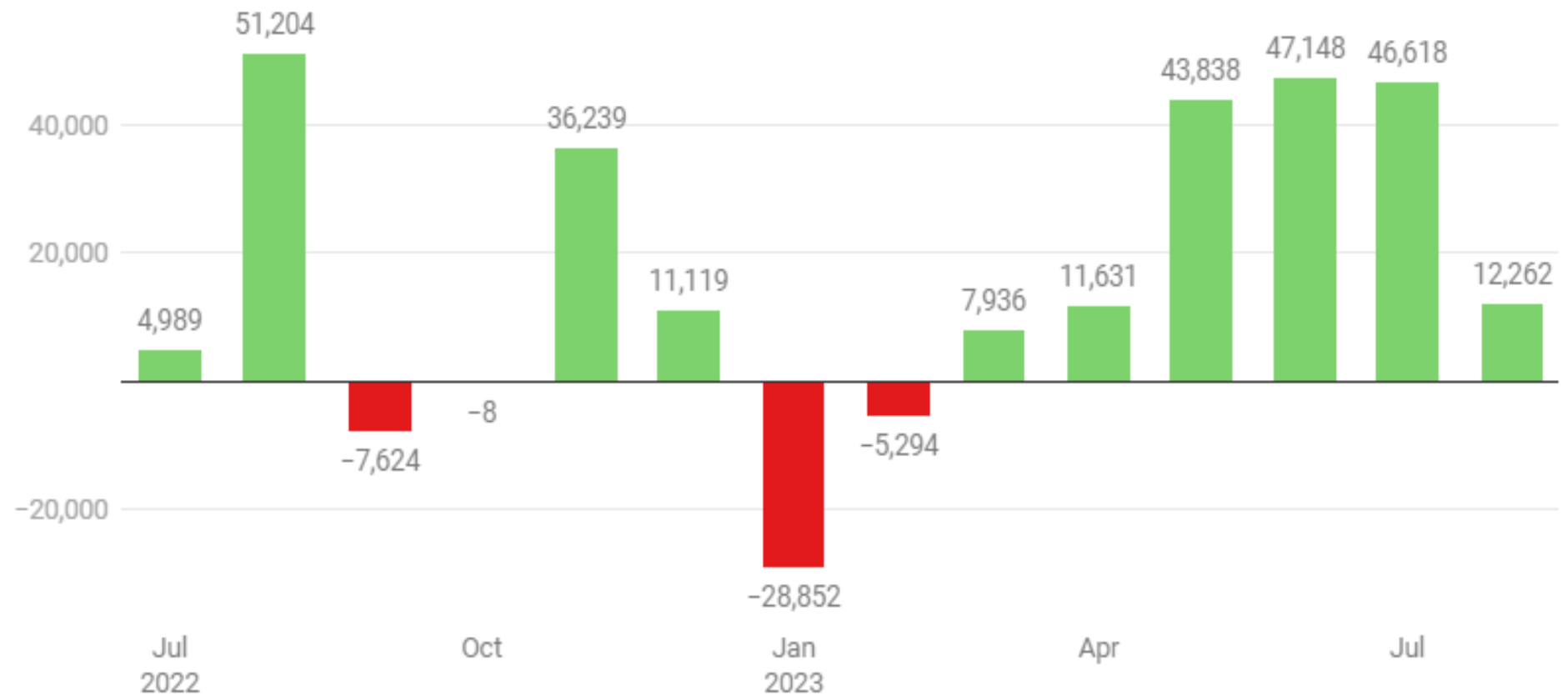


# FPI Flows



## Monthly Net Equity Investments

(In Crore)



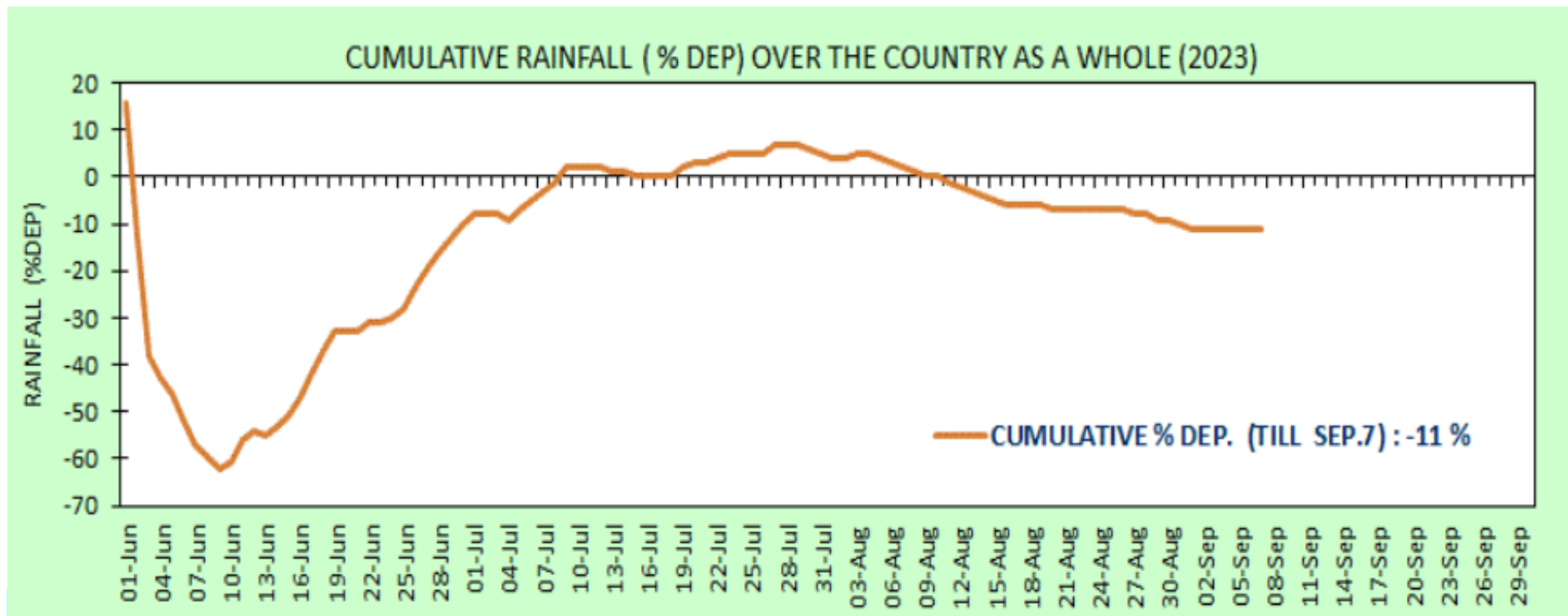
Source: NSDL

BQ PRIME

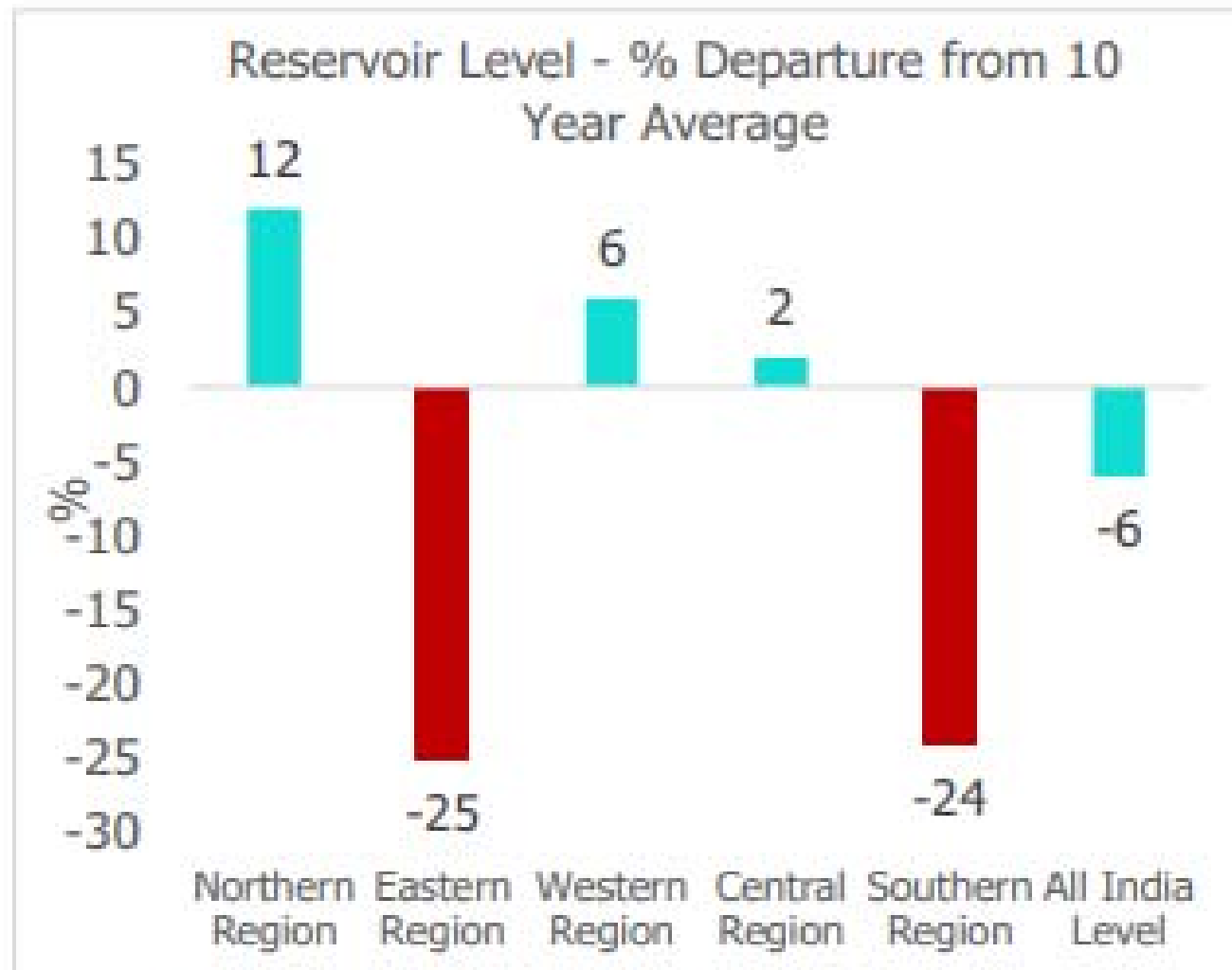
# Monsoon Update



- Monsoon 11% below normal till date
- August Rainfall lowest in a century
- Market prepared for below normal monsoon



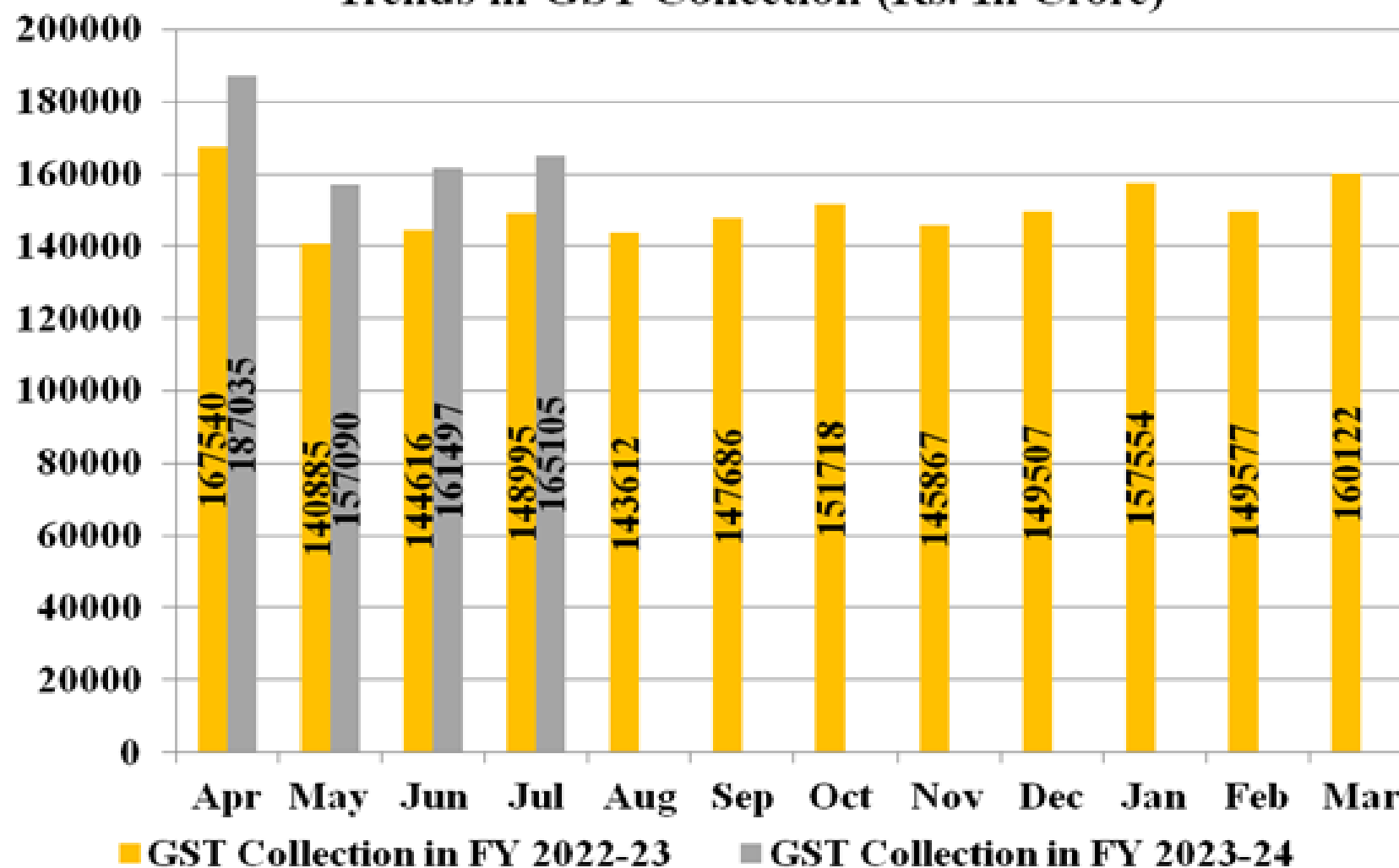
# Rabi Crop will get affected



Source: CEIC; Data as on August 24, 2023

# GST Collections

Trends in GST Collection (Rs. In Crore)



# What Investor Should Do



- Markets unlikely to see major fall, intermittent technical corrections may happen
- Be selective in buying mid and small cap space due to sharp euphoric move in many stocks
- Pockets of opportunities still available

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# Data To Watch



- Monsoon progress
- US Fed outcome on Sep 20



**Thank You**

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