



Current Market Scenario

Markets Remain Active



- Stock and sector specific action
- Economy recovering gradually
- Monsoon surplus reduced
- Action in commodities

INDEX WATCH

INDEX	08, Aug	11, July	% Change
Nifty	11,215	10,768	4.1
Sensex	38,040	36,594	3.9
Nifty Midcap	16,105	15,253	5.5
BSE Small Cap	13,668	12,803	6.7



CAPSTOCKS AND SECURITIES (INDIA) PVT. LTD.

Q1 Results



- Majority of results were above expectations
- Advertisement and Travelling Expenses down sharply
- Working Capital reduced

Hectic Action in Pharma Sector



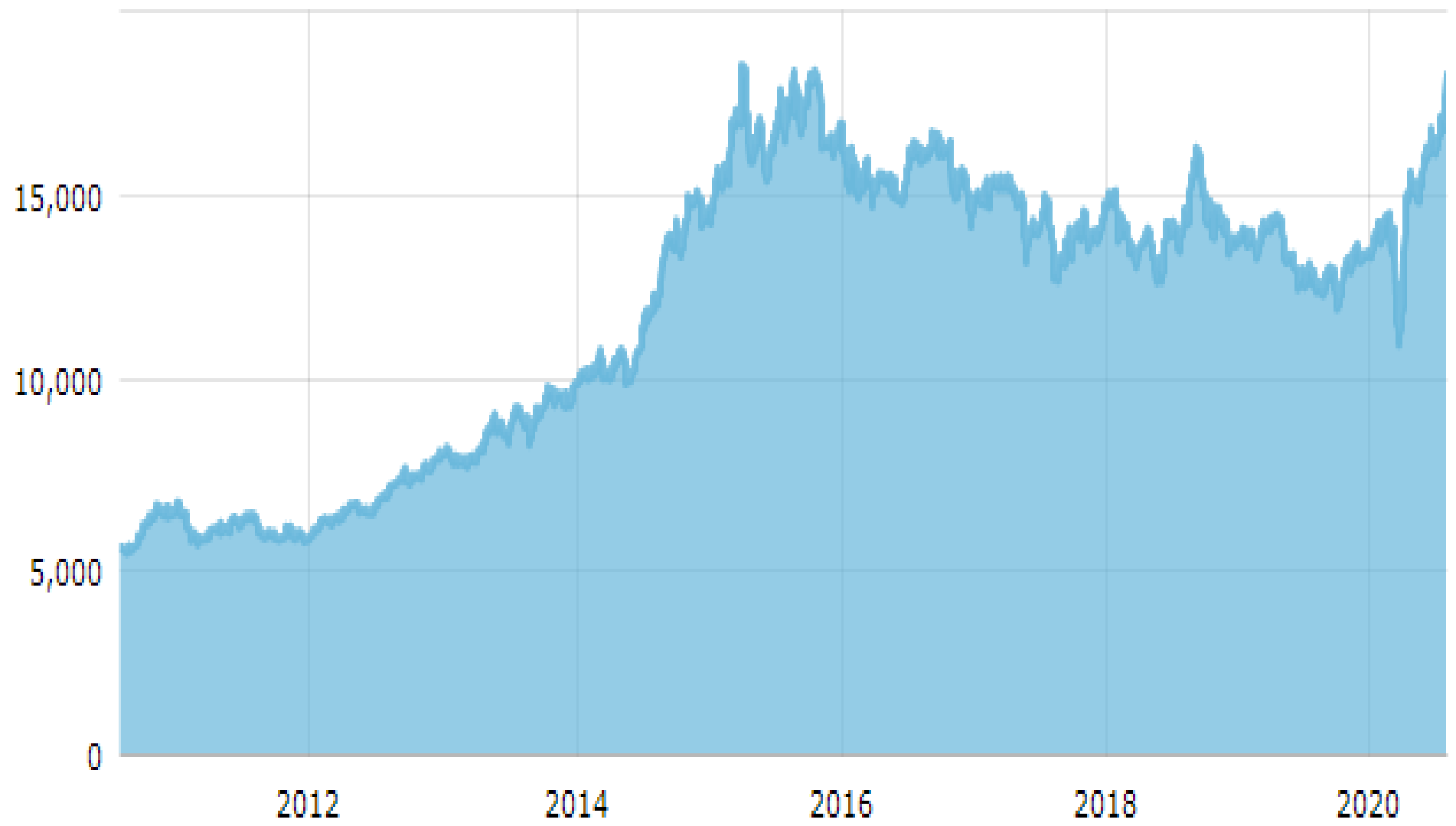
- Across the board rally in pharma stocks
- Pharma is a diverse space with business related to domestic, regulated market like US and Rest of World
- Understand the company before buying

Pharma Business



Segments		Company
API	Active Pharmaceutical Ingredients	Granules, Solara active
Formulations		Cipla, Sun, Alembic, Dr Reddy
CDMO	Contract Development and Manufacturing	Laurus, Neuland, Hikal, Syngene
Biologics		Biocon
Branded OTC	Over The Counter	

BSE HealthCare Index



Reliance Industries – On Driver Seat

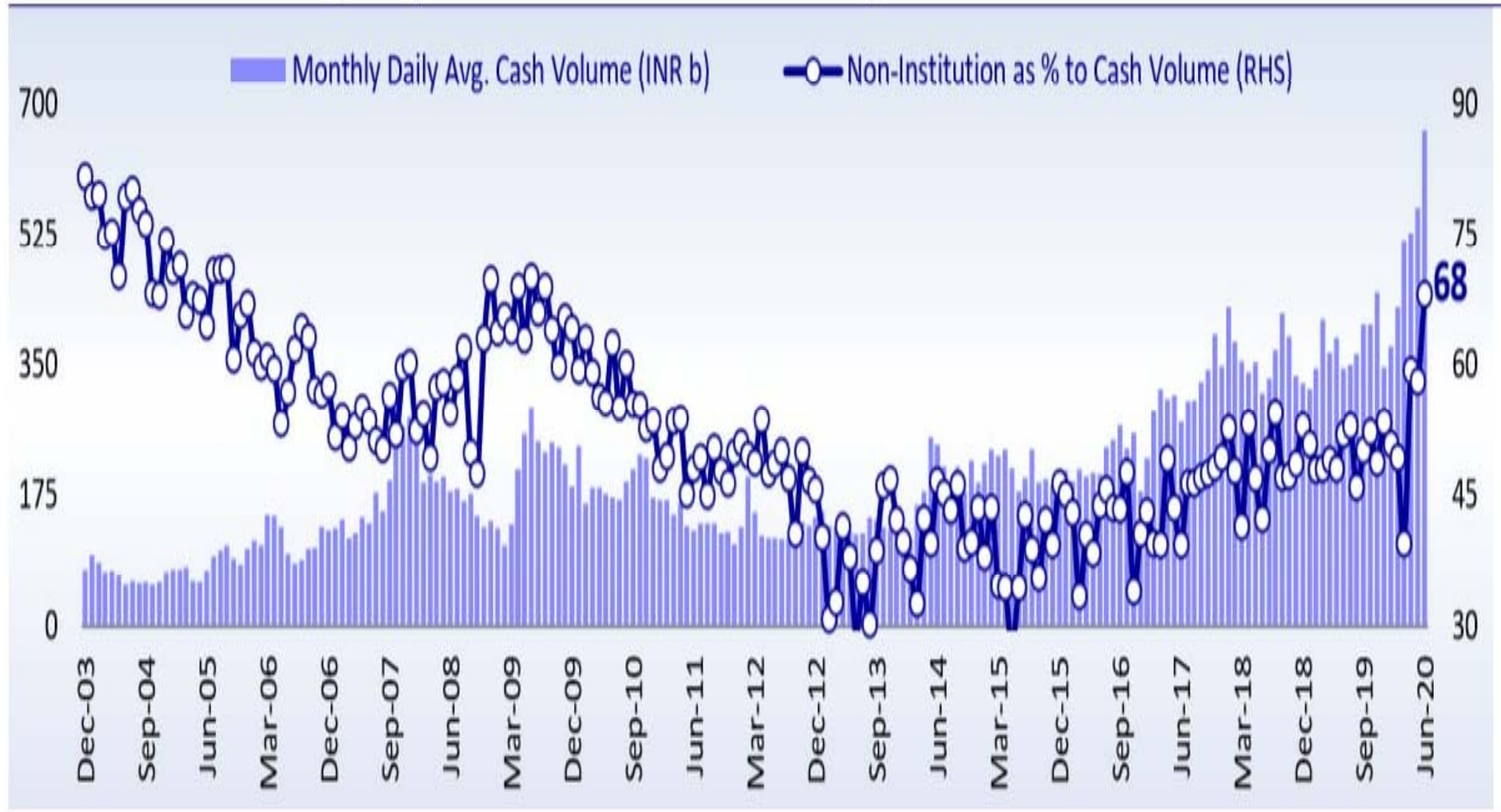


- Reliance Industries continue to surprise on upside
- “Jio” monetisation is over and market will focus on Retail division monetisation
- Has reached 15% weightage in Nifty
- Many funds have maximum 10% weightage limit in individual stock forcing them to book profit in Reliance

Non Institutional Volume Up



Exhibit 3: Non-Institutional participation in Cash volumes at a decadal high



Source: BSE, NSE, MOFSL

Nifty P/E Ratio

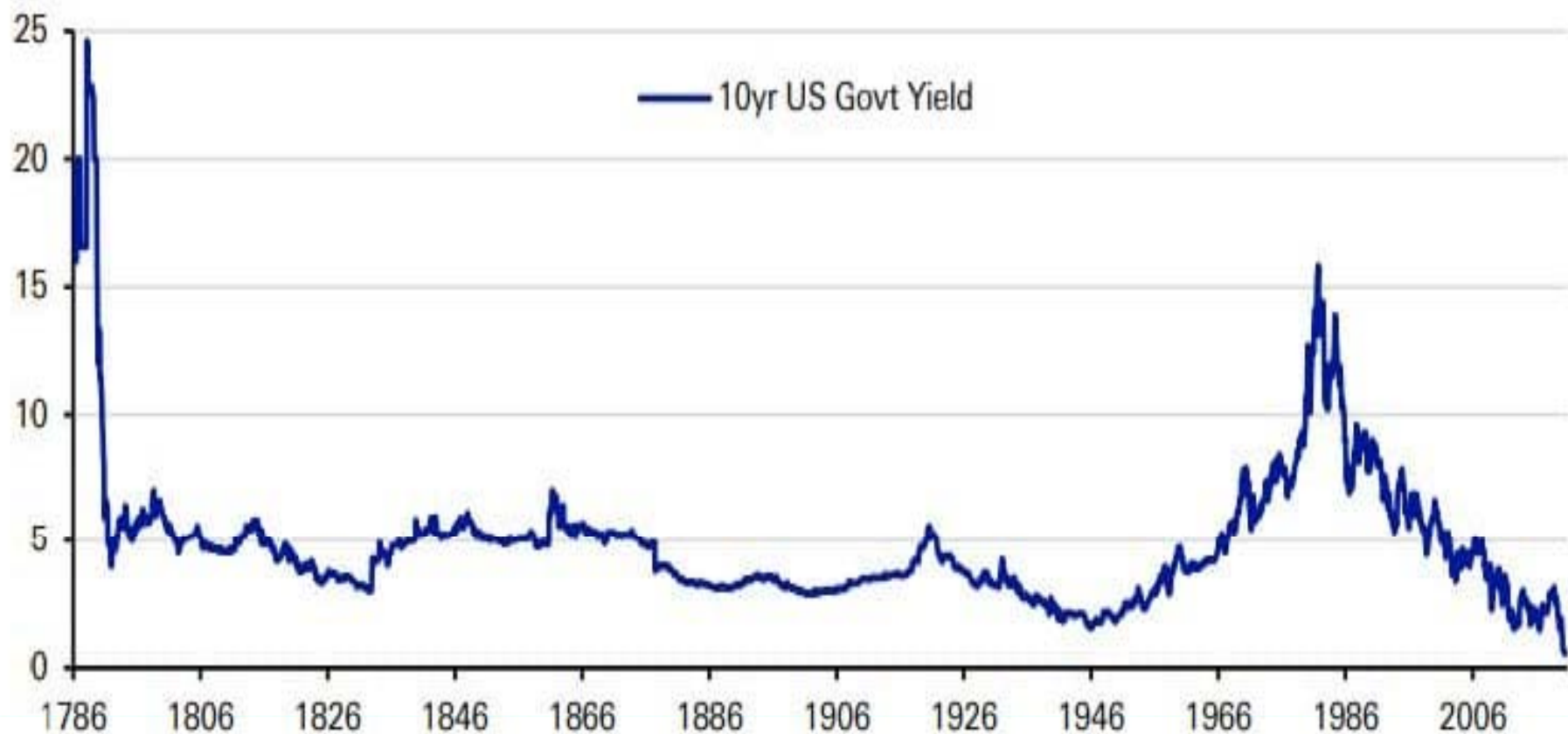


● Nifty PE Ratio ◆ Nifty

US Bond Yield – Multi Century Low



10 year US government yields hit fresh all-time multi-century lows overnight



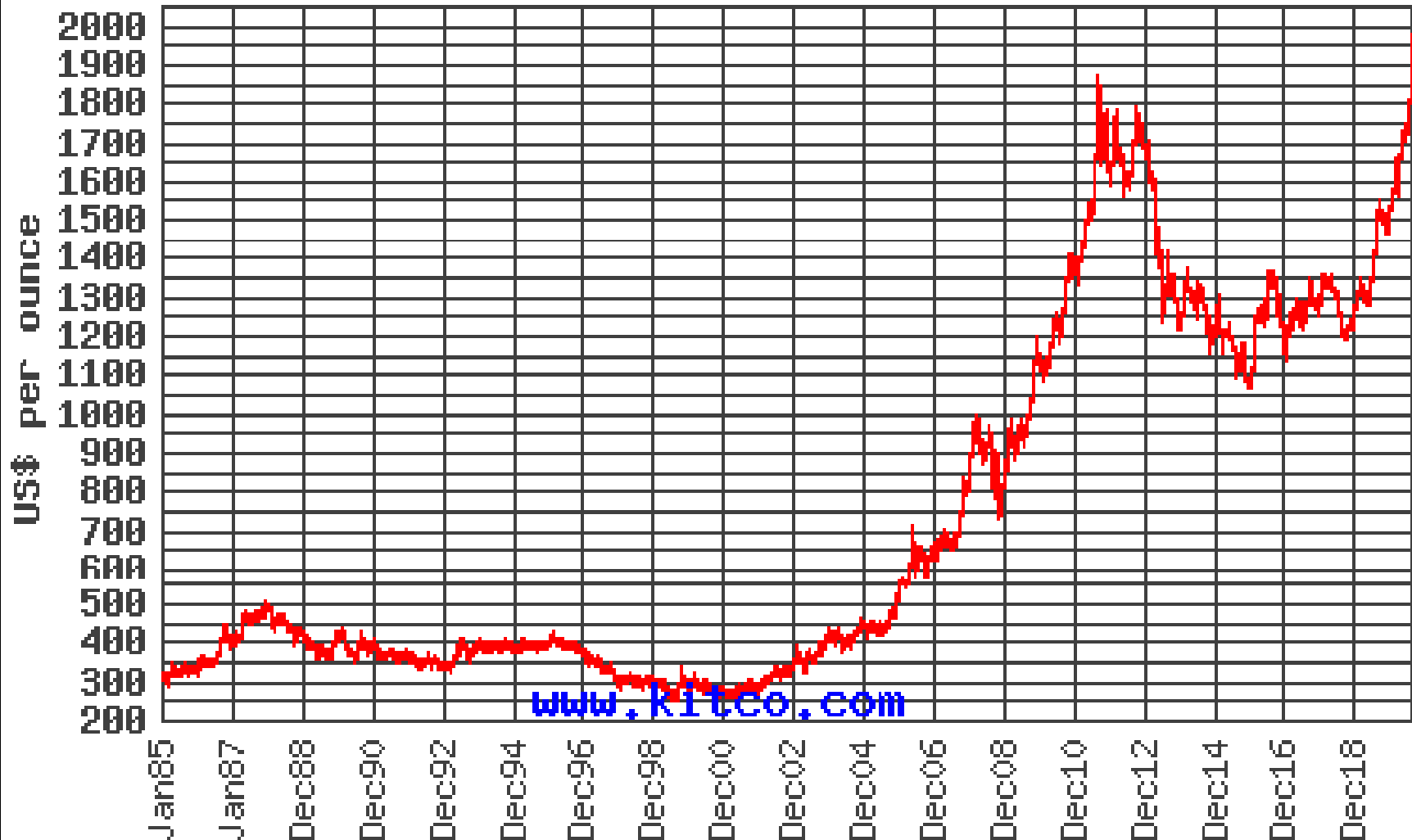
Source : GFD, Deutsche Bank

Yields are spliced together from various govt. borrowings through history before the Treasury market was established.

Gold At All Time High



Gold - London PM Fix 1985 - present



Gold – Volatile Road Ahead



- Demand consists of consumption, investment, central bank and speculative
- High price reduces consumption demand
- Investment and speculative demand is a double edged sword which will move in direction of trend

Gold ETF Inflows

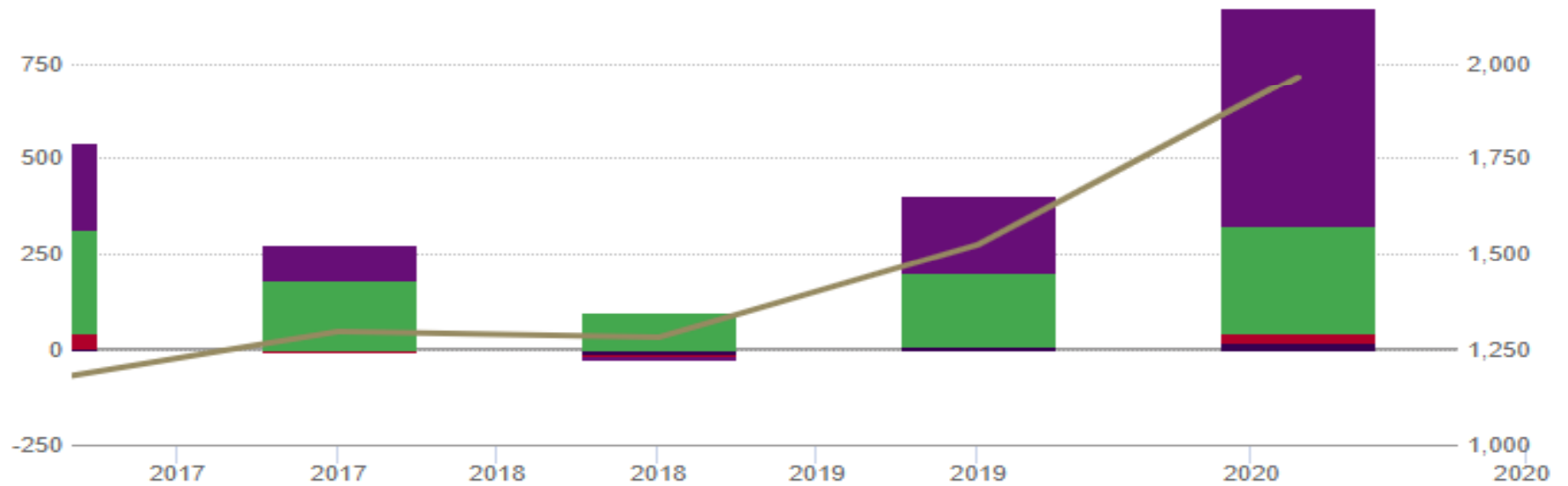


Tonnes Dollars

Yearly Quarterly Monthly Weekly

Flows (tonnes)

Gold, US\$/oz



North America Europe Asia Other Gold price (rhs)

Data as of 31 July, 2020

Bloomberg Commodity Index



BloombergMarkets

Robinhood Investors



- Fresh stock market entrants are nicknamed as “Robinhood”
- Robinhood is United States based trading platform for stocks, gold and crypto
- Since it is cost effective many young new clients are attracted towards Robinhood platform

Global Markets YTD Return



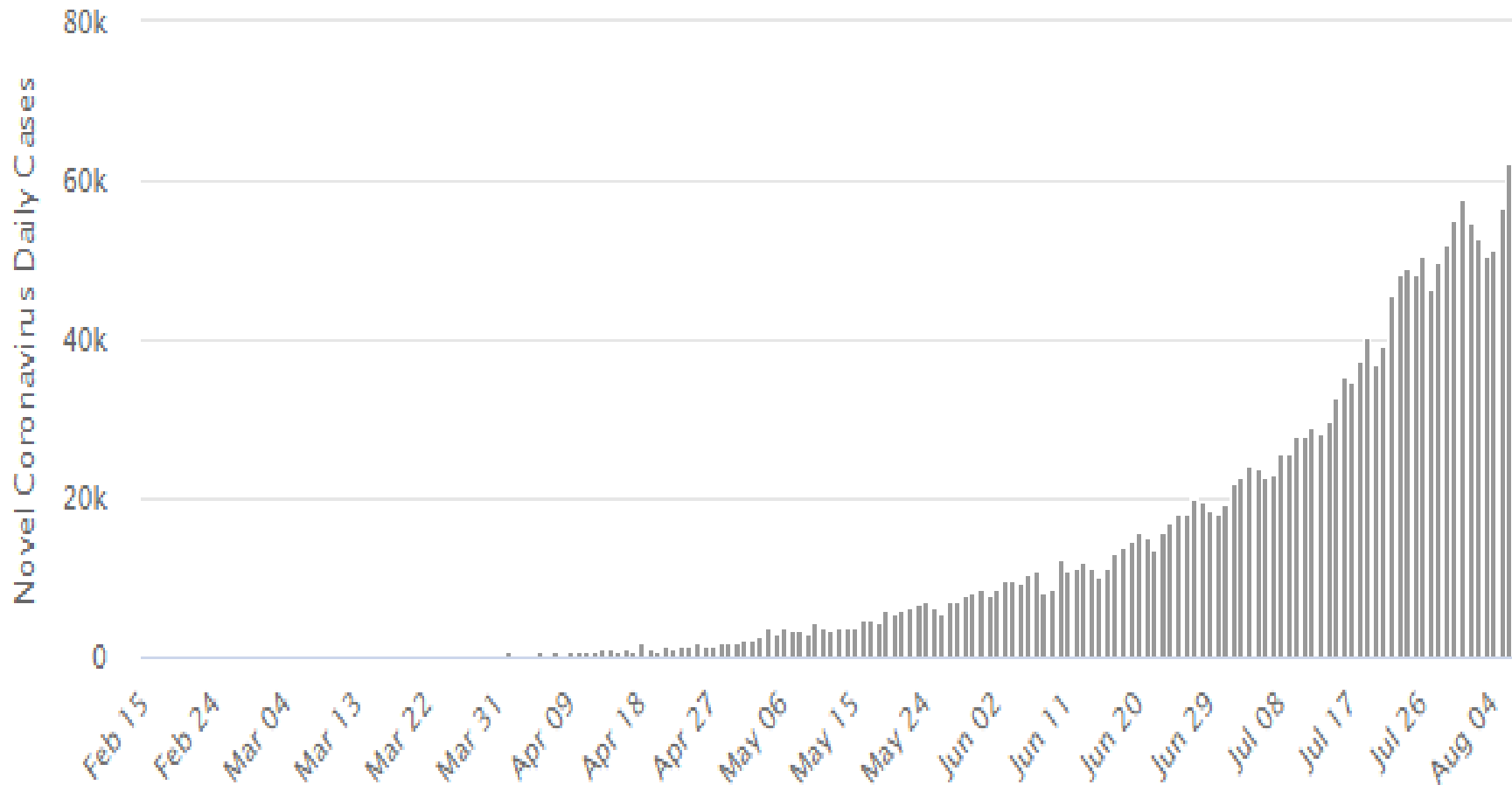
Country	% On May 8	% On June 12	% On July 11	% On Aug 7
US – Nasdaq	1	11	18	24
Shanghai	- 5	- 4	11	9
Korea	- 11	- 1	- 2	6
Hong Kong	- 14	- 13	- 9	- 13
Japan – Nikkei	- 14	- 5	- 5	- 6
US – Dow	- 14	- 5	- 8	- 4
Germany	- 18	- 7	- 4	- 5
UK	- 21	- 17	- 19	- 20
France	- 23	- 17	- 16	- 18
India	- 23	- 18	- 11	- 8
Brazil	- 30	- 18	- 13	- 10

India Covid Daily Cases

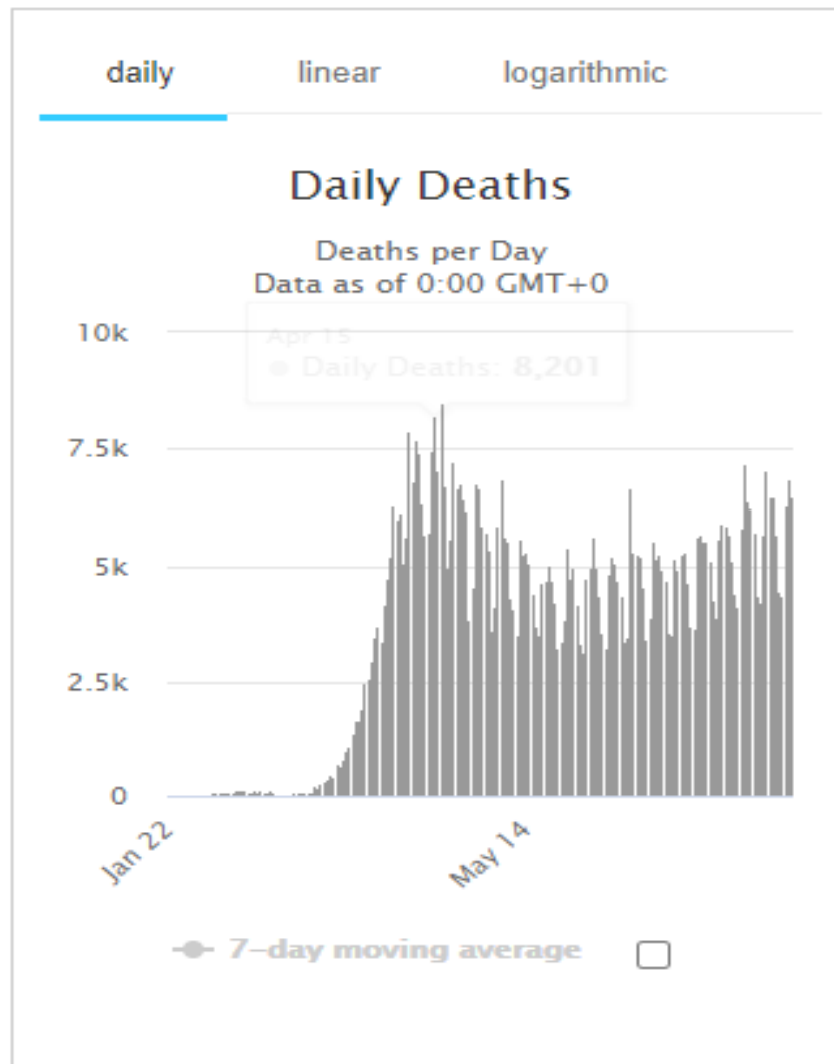
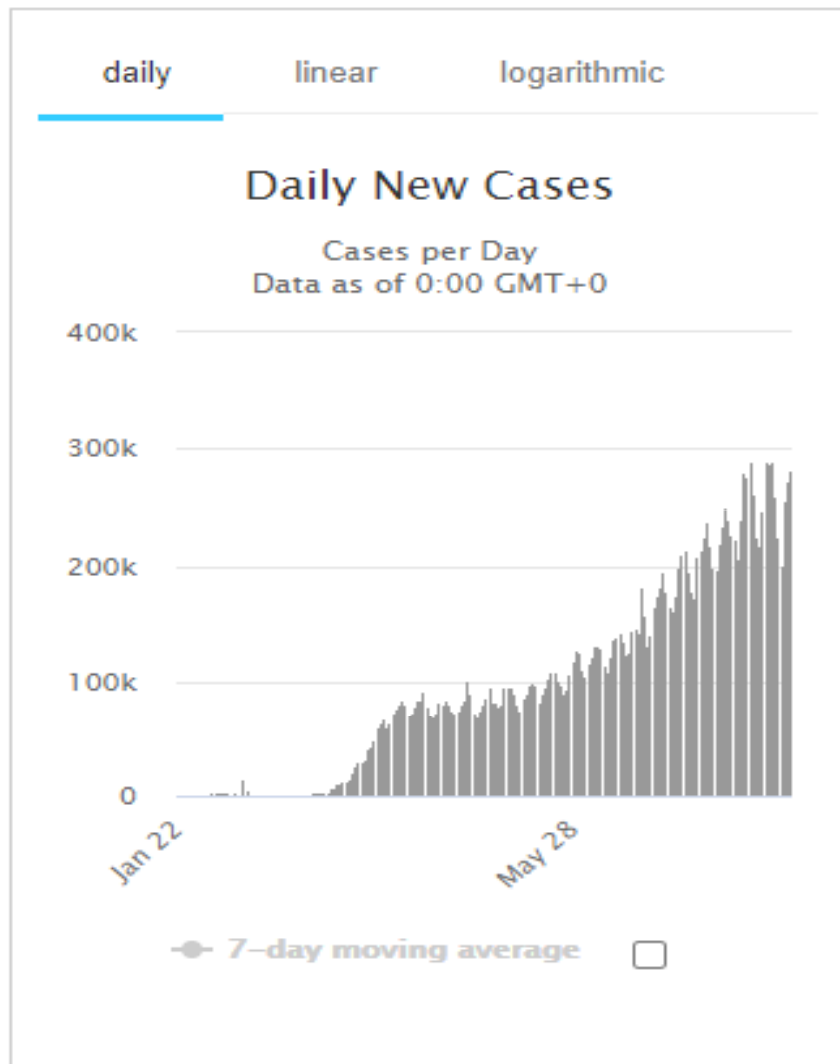


Daily New Cases

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



Global Covid Cases



Monsoon Weakens in July



- After Strong June, July rainfall has disappointed
- IMD forecast August and September to be normal
- Bumper harvest expected

Seasonal Rainfall (in mm) as on 06 August, 2020

<u>Region</u>	<u>Actual</u>	<u>Normal</u>	<u>% Departure from Long Period Average</u>
EAST & NORTHEAST INDIA	920.7	846.4	+9%
NORTHWEST INDIA	258.1	331.4	-22%
CENTRAL INDIA	544.2	560.3	-3%
SOUTH PENINSULA INDIA	490.5	416.6	+18%
COUNTRY AS A WHOLE	505.7	507.3	0%

Events to Watch



- Q1 result
- Corona Virus status
- Monsoon



Thank You