



Current Market Scenario

* S&P CNX NIFTY (8,580.00, 8,596.00, 8,552.70, 8,564.00)

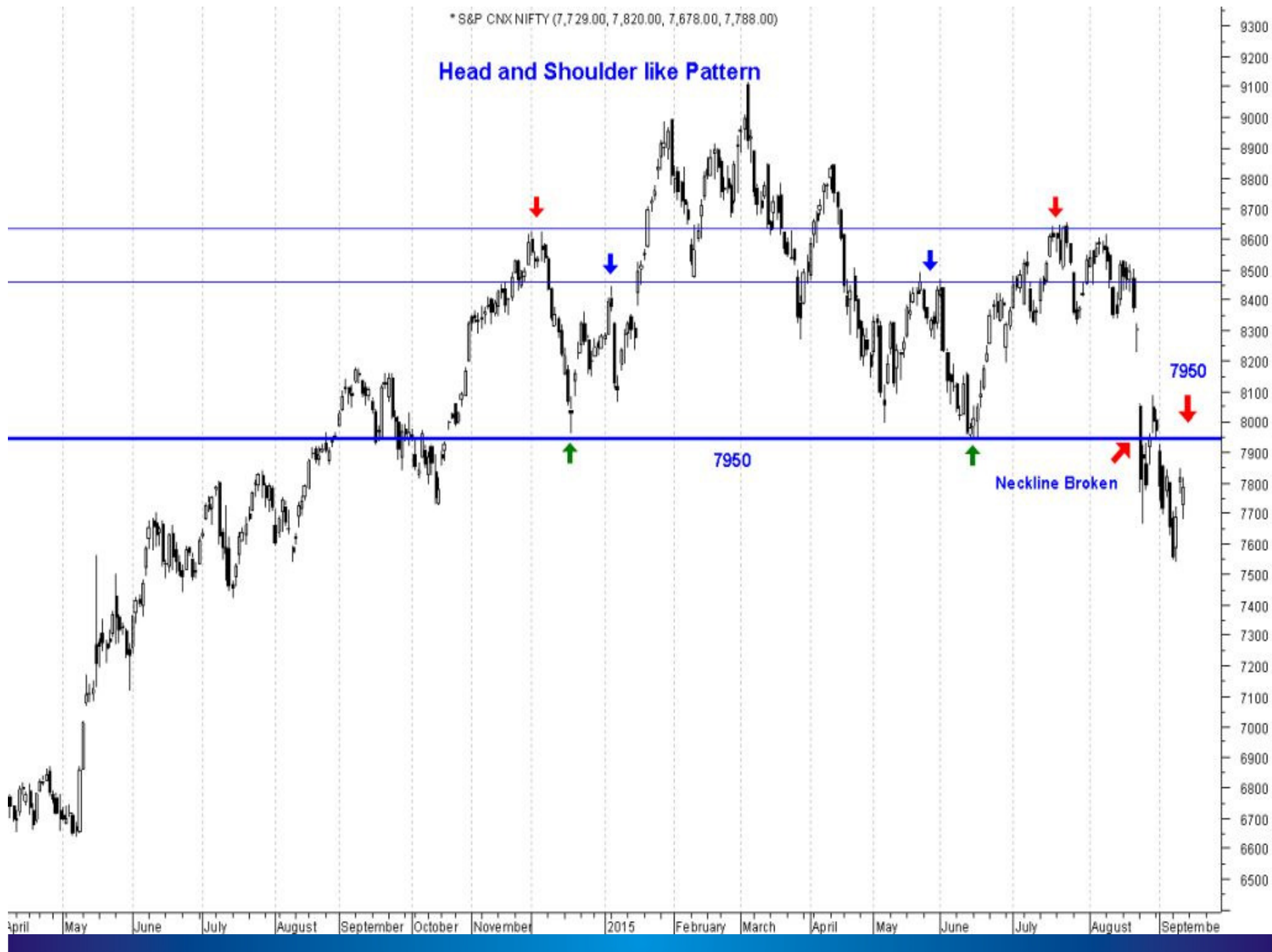
Nifty - Movement to be watched

August



* S&P CNX NIFTY (7,729.00, 7,820.00, 7,678.00, 7,788.00)

Head and Shoulder like Pattern



* S&P CNX NIFTY (8,585.80, 8,606.30, 8,551.50, 8,588.65)

August

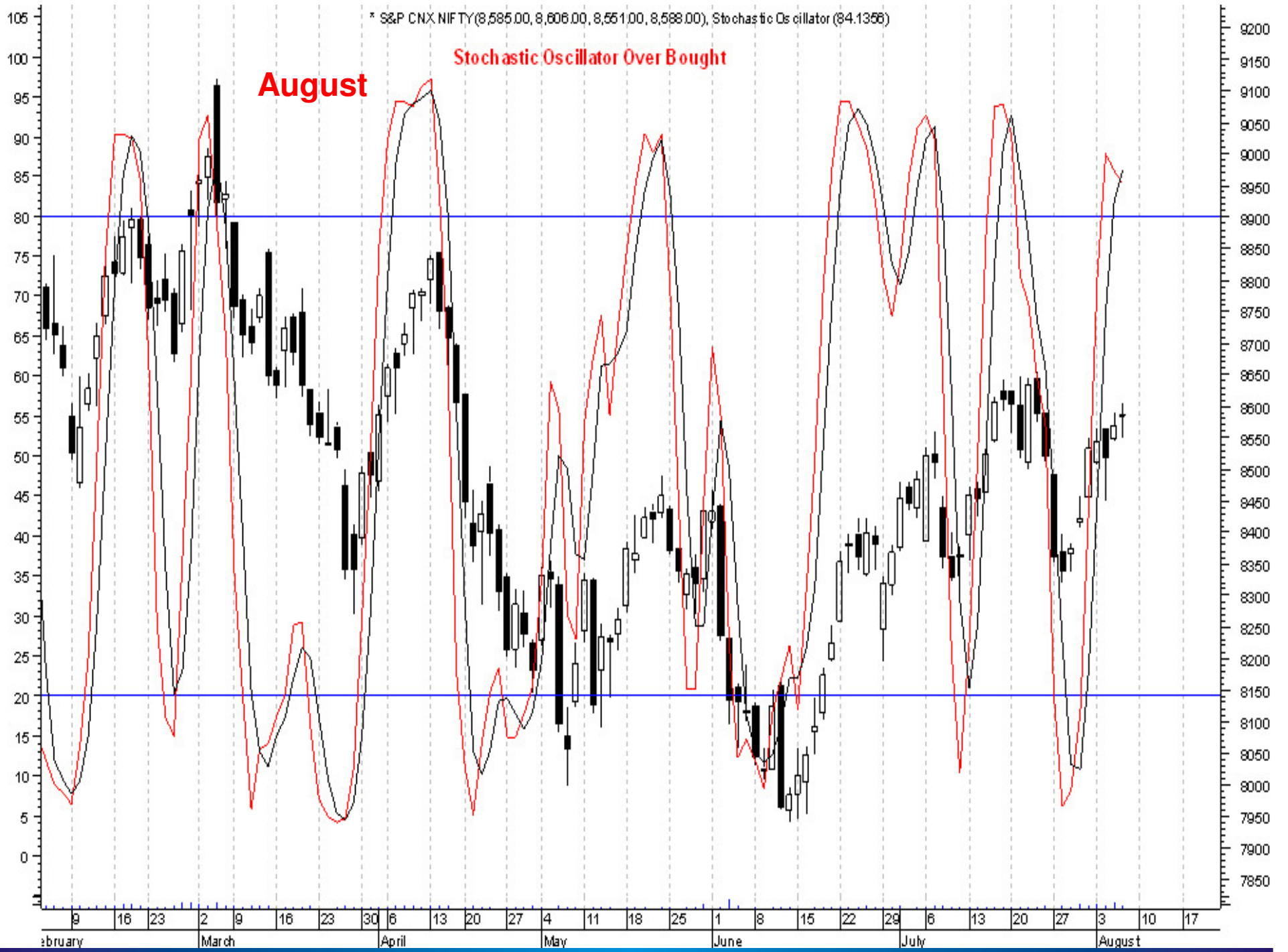
Fibonacci Retracement Lines

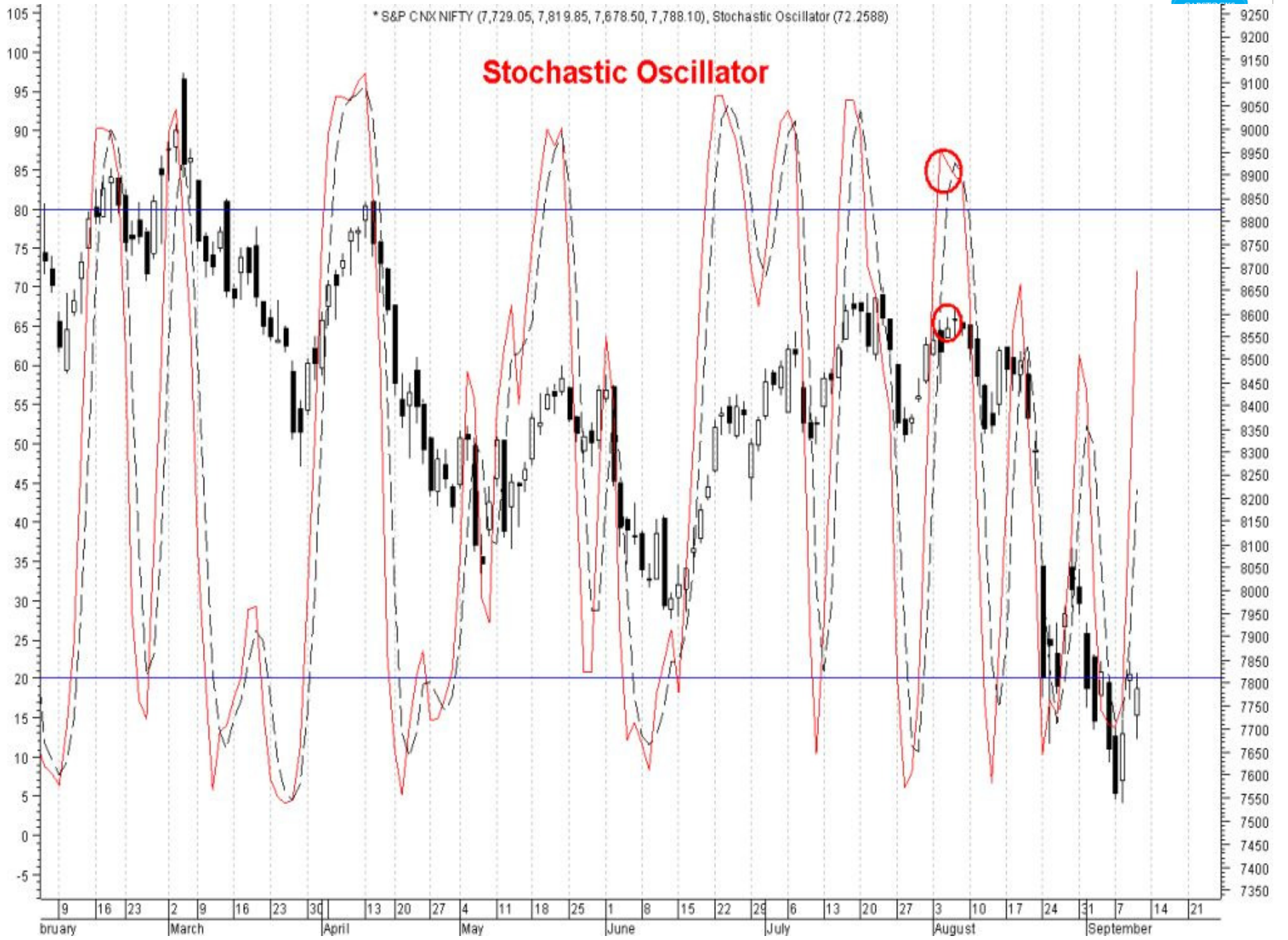
8670



* S&P CNX NIFTY (7,729.05, 7,819.85, 7,678.50, 7,788.10)











* S&P CNX NIFTY (8,741.50, 8,822.00, 8,729.00, 8,805.00)

February

Broadening and Ascending wedge

8250

Target 7150



* S&P CNXNIFTY (7,959.00, 7,995.00, 7,940.00, 7,982.00)

June

Broadening and Ascending wedge



* S&P CNX NIFTY (7,805.85, 7,846.05, 7,764.55, 7,818.60)

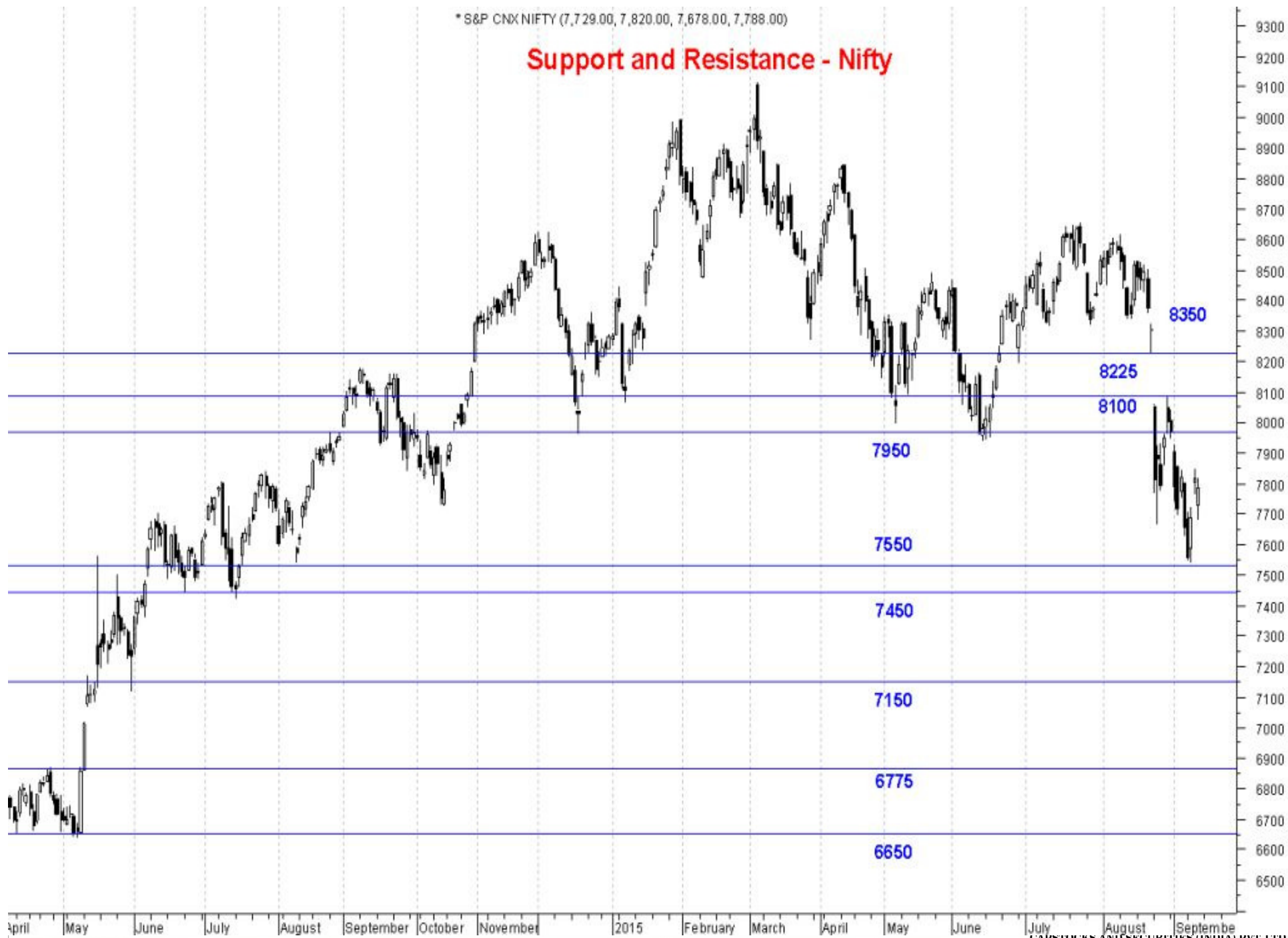
Broadening and Widening Wedge



Target 7150

* S&P CNX NIFTY (7,729.00, 7,820.00, 7,678.00, 7,788.00)

Support and Resistance - Nifty





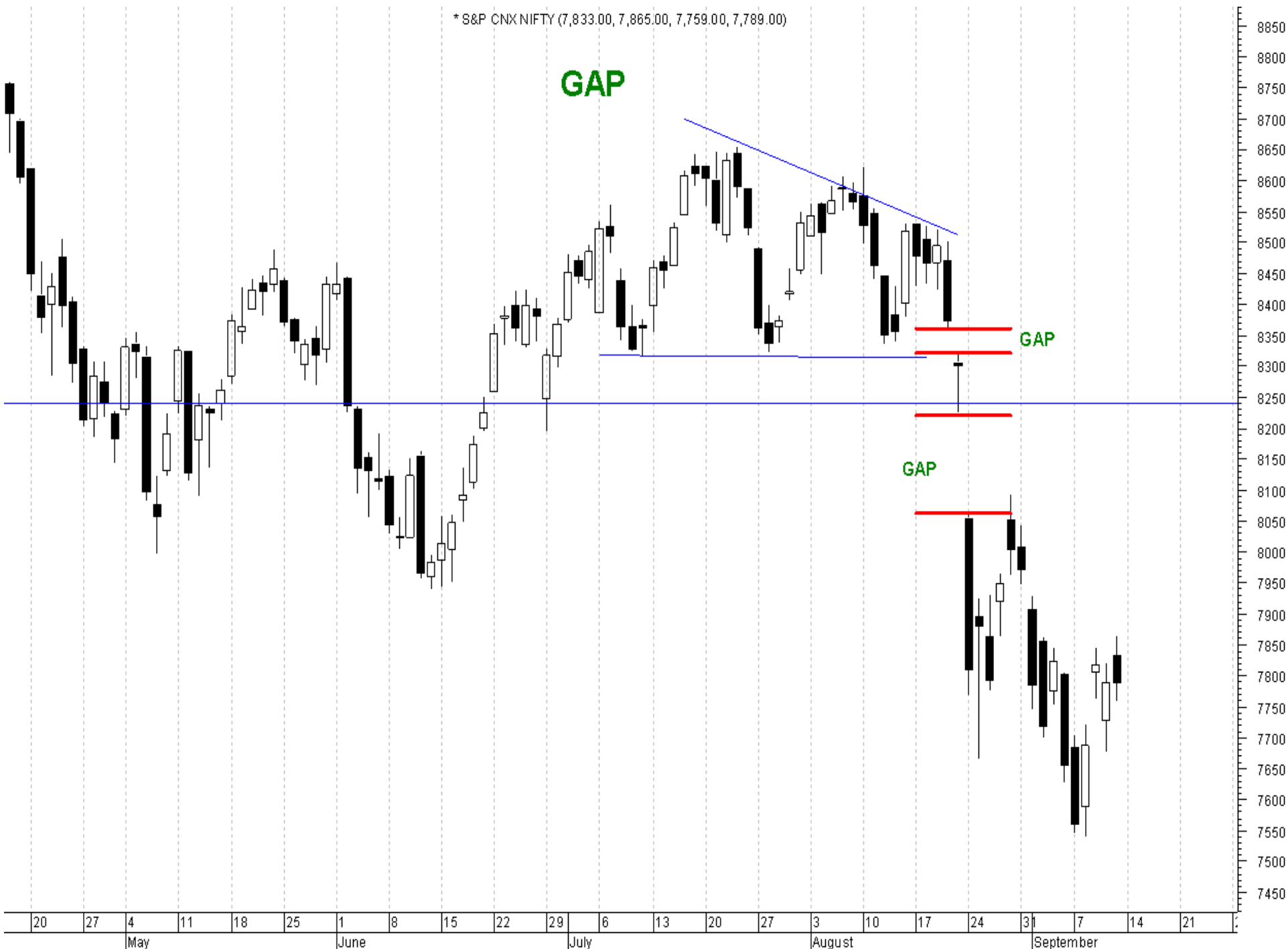
* S&P CNX NIFTY (7,833.00, 7,865.00, 7,759.00, 7,789.00)

How much market can go up in this rally

Fibonacci Retracement

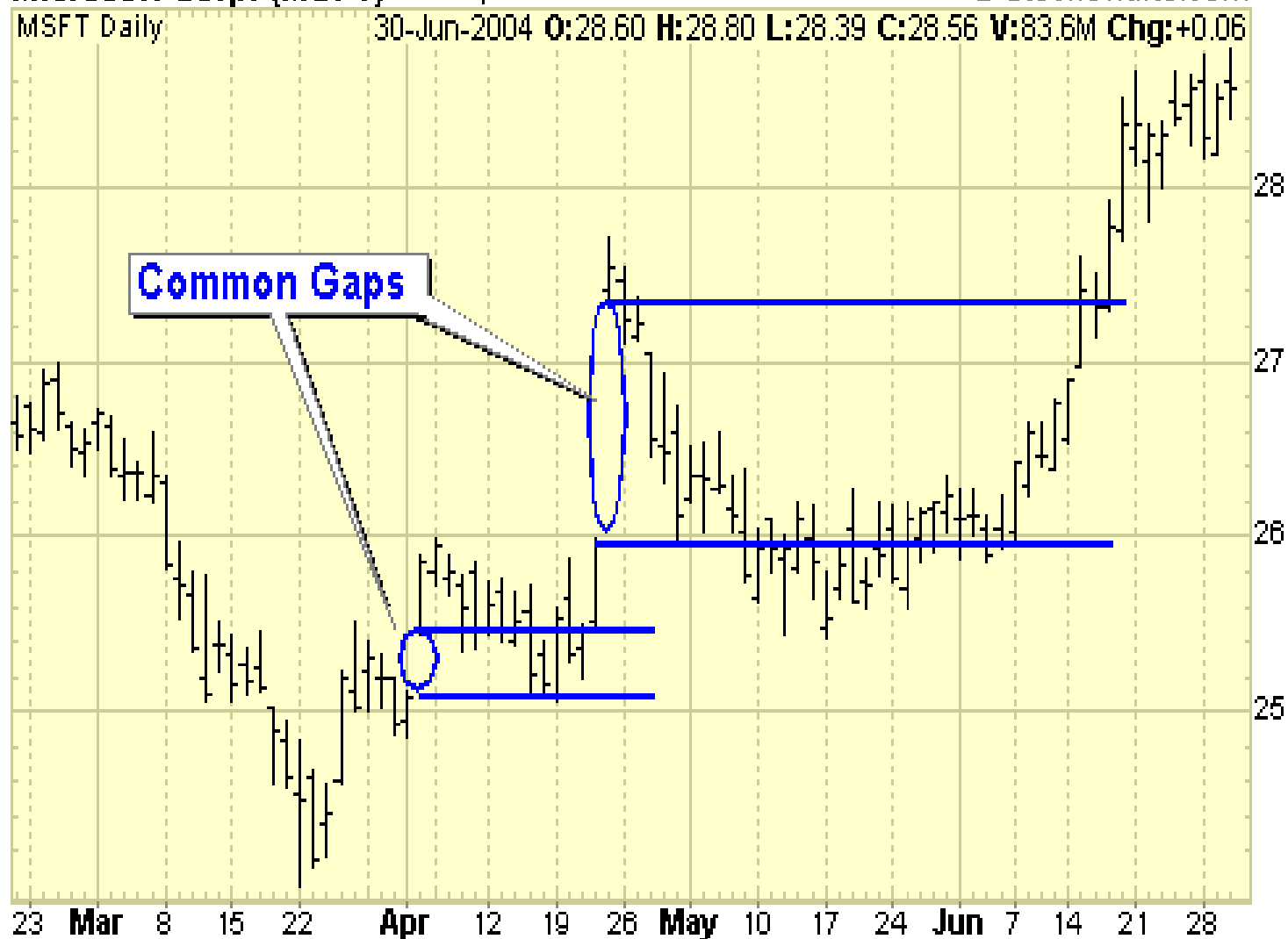


* S&P CNX NIFTY (7,833.00, 7,865.00, 7,759.00, 7,789.00)



Microsoft Corp. (MSFT) Nasdaq Nat. Mkt.

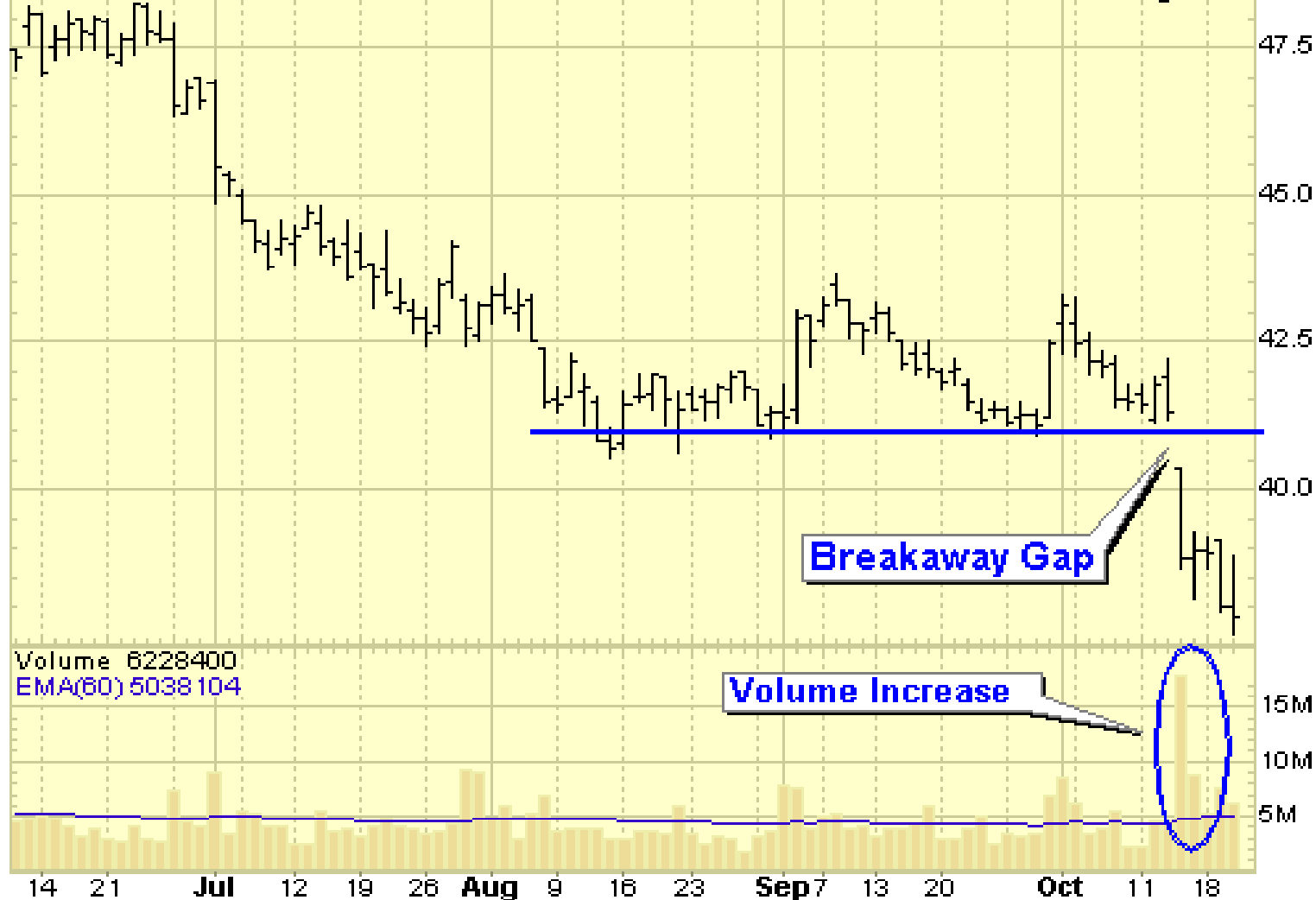
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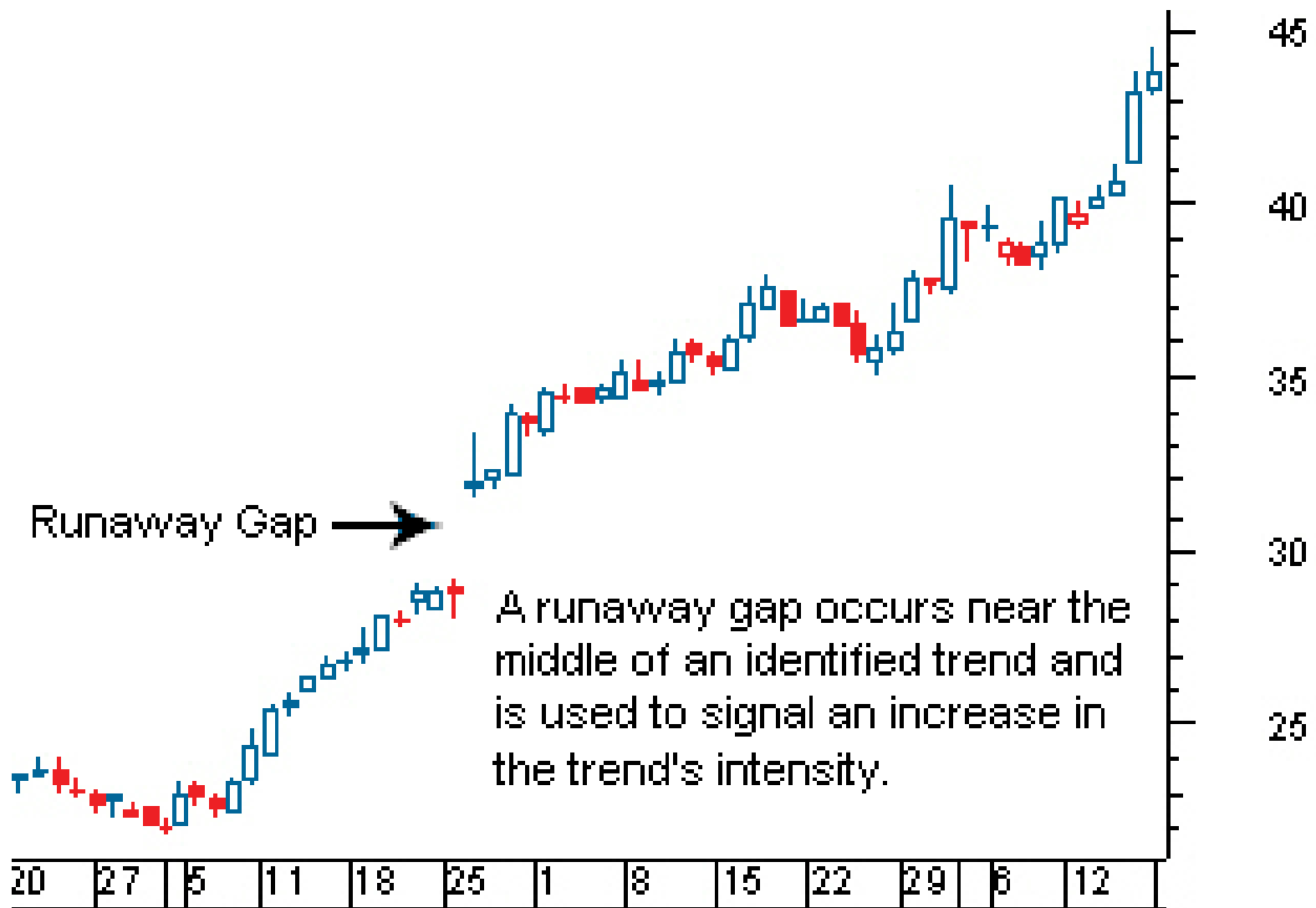


General Motors Corp. (GM) NYSE

© StockCharts.com

GM Daily 20-Oct-2004 O:38.00 H:38.86 L:37.55 C:37.84 V:6.2M Chg:-0.16





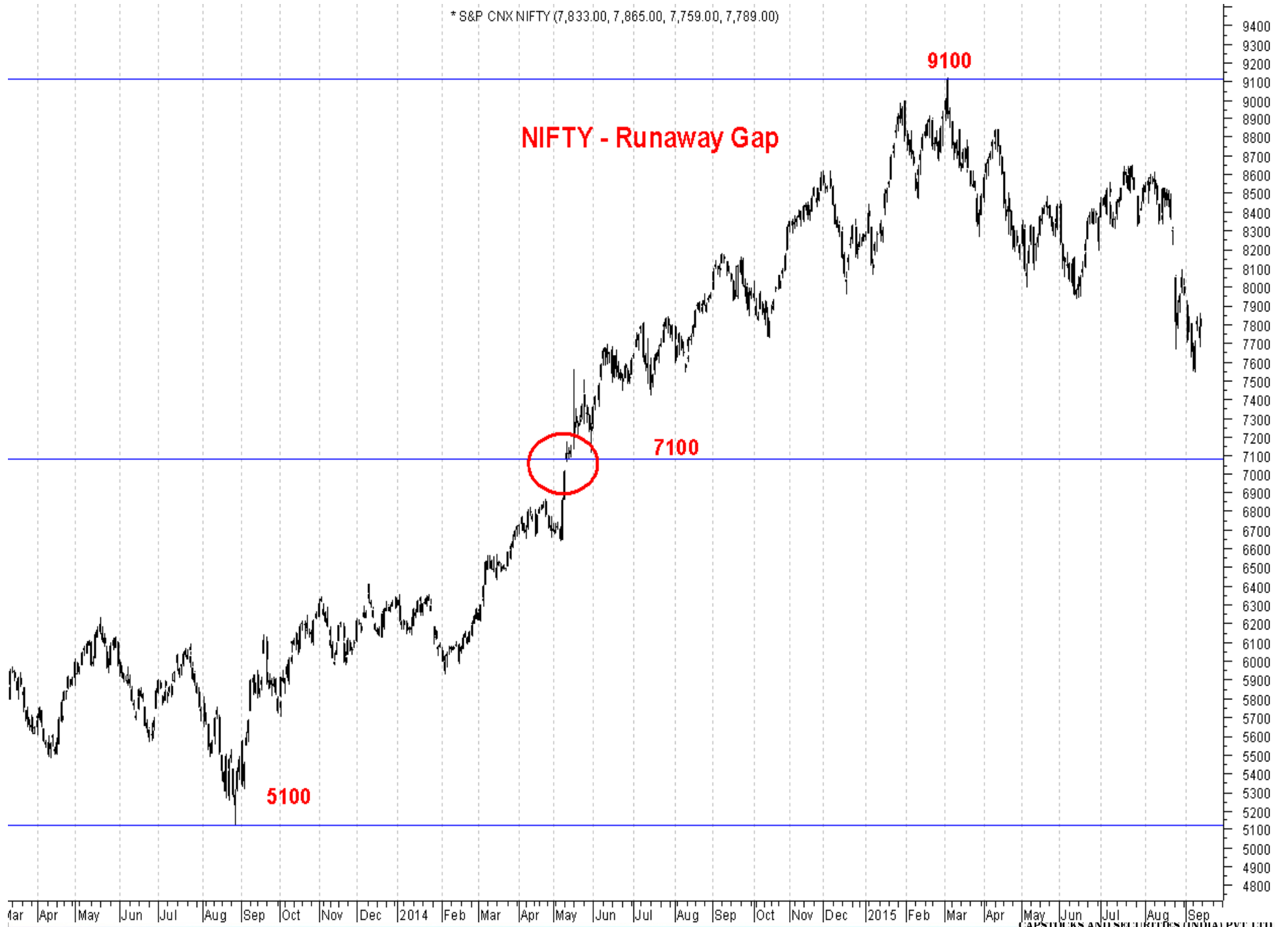
Source: Chart by MetaStock

* S&P CNX NIFTY (7,729.00, 7,820.00, 7,678.00, 7,788.00)

Runaway Gap?
(Measuring Gap)



* S&P CNX NIFTY (7,833.00, 7,865.00, 7,759.00, 7,789.00)



*S&P CNX NIFTY (7,833.00, 7,865.00, 7,759.00, 7,789.00)



* S&P CNX NIFTY (7,803.00, 7,805.00, 7,826.00, 7,854.00)



* S&P CNX NIFTY (7,685.85, 7,846.05, 7,539.50, 7,818.60)

NIFTY weekly chart - 200 Day Moving Average





Markets Undergoes Correction

- Domestic and International factors triggers market correction
- Foreign investors turns heavy sellers
- Weak Global markets
- Meaningful recovery will be seen only on positive macro data

INDEX WATCH

INDEX	11, Sep	7, Aug	% Change
Nifty	7,789	8,564	- 9.0
Sensex	25,610	28,236	- 9.3
CNX Midcap	12,708	14,114	- 9.9
BSE Small Cap	10,698	12,104	- 11.6

Global Growth to remain Weak



- Commodity dependent countries adversely affected by price rout
- Europe and Japan struggling on lack of growth
- China fighting to avoid hard landing
- US is only relative bright spot

China, a Dragon Concern



- Devaluing its currency Yuan trigger fears that its economy is weak
- Sustained weakness in macro data like export import data
- Sharp fall in Stock market
- China accounts for 15% of global economy

Domestic factors affecting Market



- Expected recovery in economy due to “Modi Effect” did not materialise
- Weak monsoon for two consecutive years
- Banks asset quality affected by core sectors like infra, power and metals



Monsoon Weak for 2nd Consecutive Year

Year	% Rainfall
2009	-22
2010	+ 2
2011	+ 2
2012	-7
2013	+ 6
2014	- 12
2015	- 15

August auto sales

(in units)

	August 2015	August 2014	% Change
Passenger cars	1,63,093	1,53,781	6.05
Passenger vehicles	2,22,476	2,13,938	3.99
Commercial Vehicles (CVs)	52,198	48,518	7.58
Medium & Heavy CVs	23,016	17,000	35.38
Three-wheelers	46,124	52,550	-12.22
Scooters	4,27,165	3,69,323	15.66
Motorcycles	8,23,053	9,10,312	-9.58
Total Two-wheelers	13,05,350	13,45,506	-2.98
Grand total	16,26,148	16,60,512	-2.07

Muted Sensex Earnings



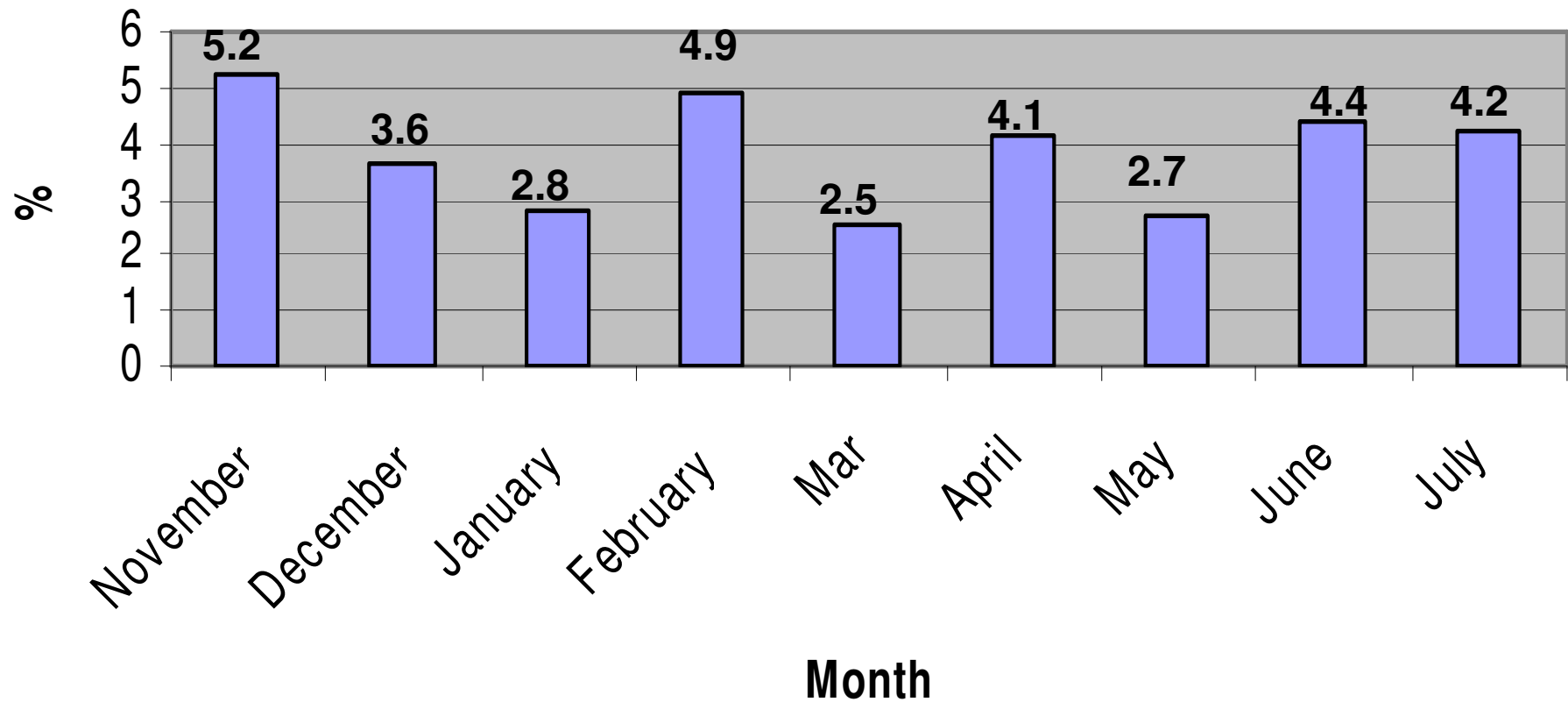
Financial Year	Sensex EPS	% Growth
2003 - 2008	280 to 775	23 (CAGR)
2009	765	-1
2010	850	10
2011	1060	24
2012	1155	9
2013	1200	4
2014	1340	12
2015	1340	0

In 1st Quarter of FY 16 Sensex Companies showed just 1.6 % profit growth

IIP Data indicates stability



Monthly IIP Data

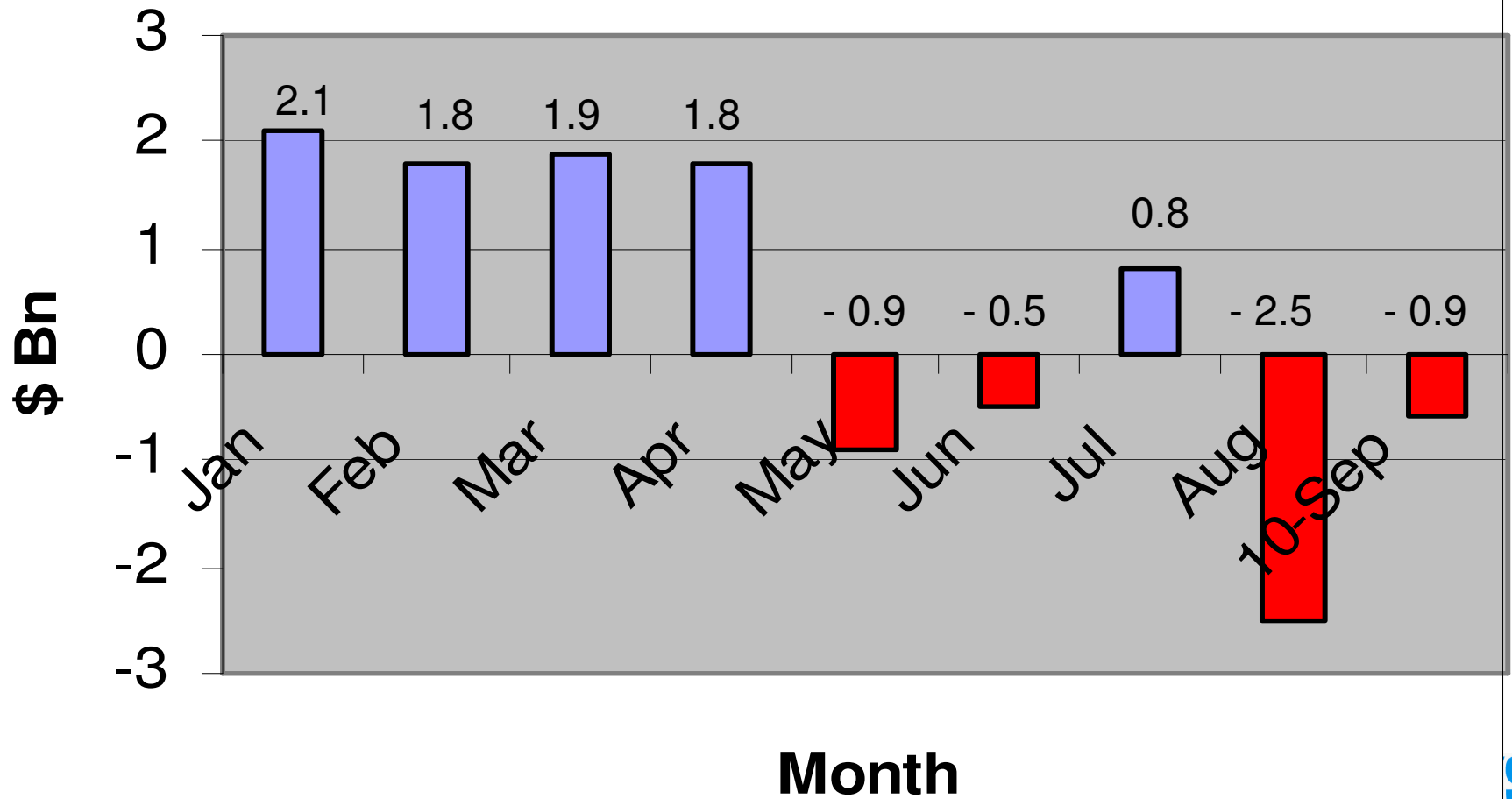


FII Turns Sellers

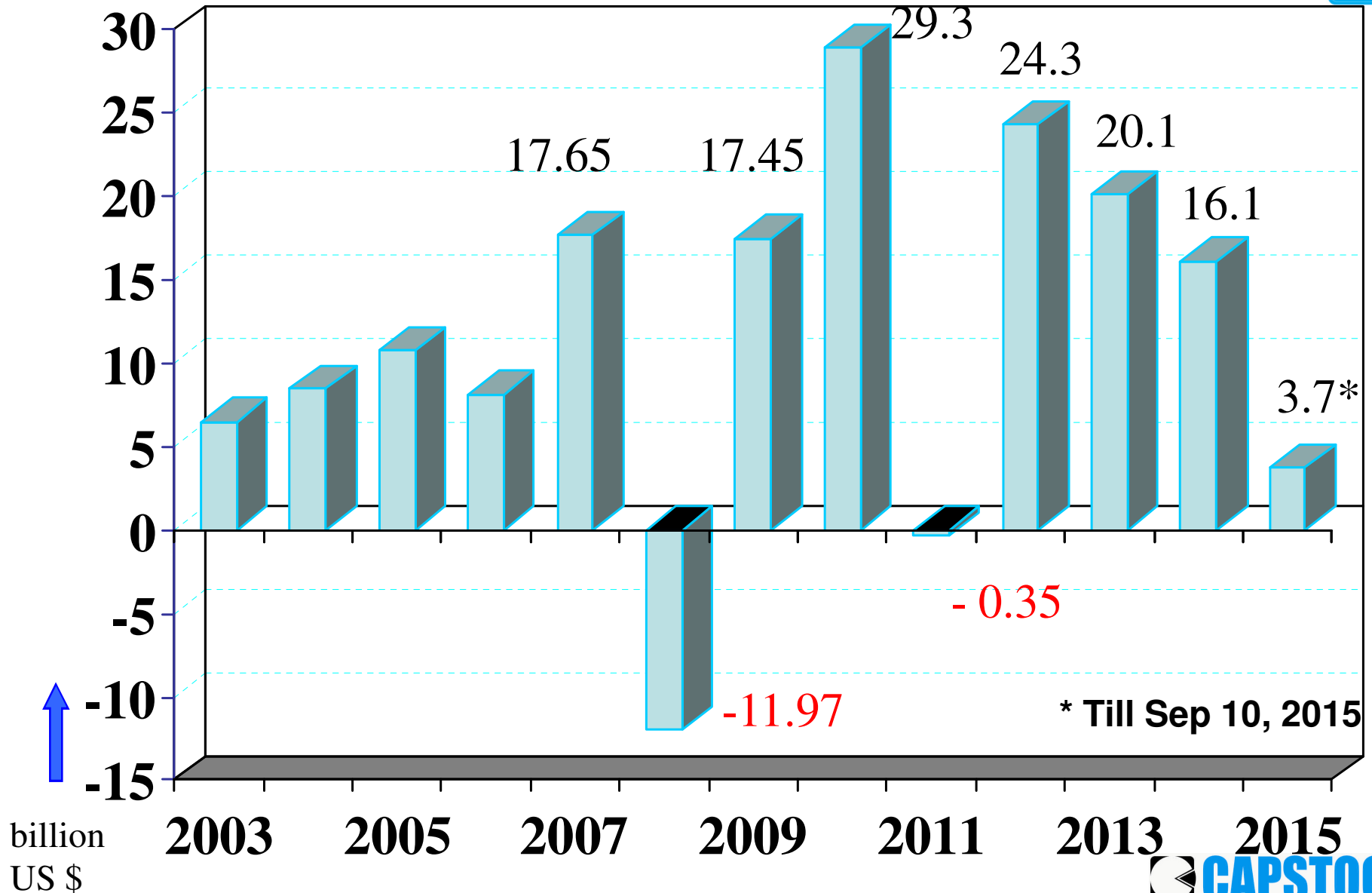


FII Net Flows for 2015

Year to Date Investment \$ 4 Bn

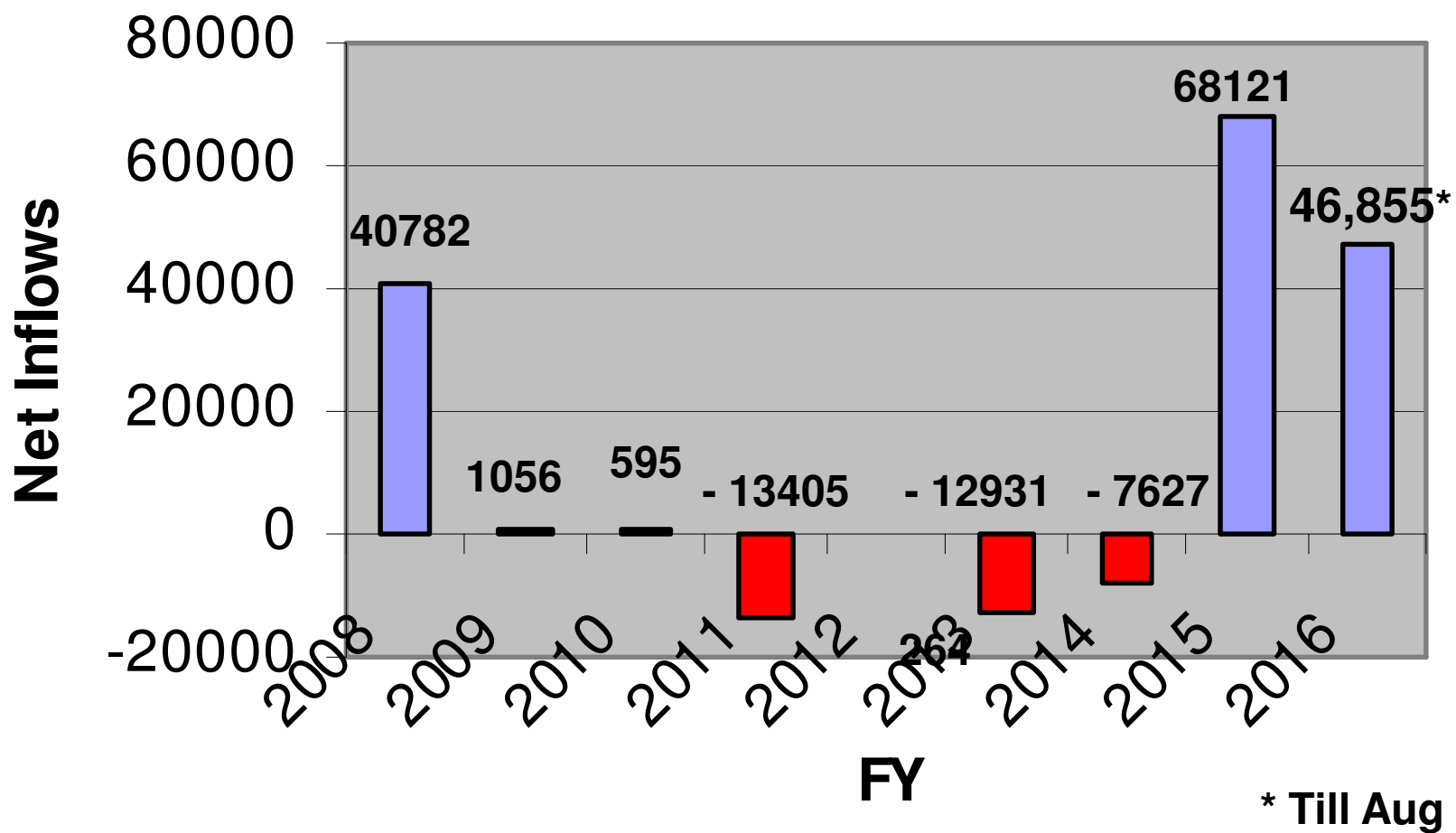


FII Flows





Equity Funds Net Inflows (Cr.)



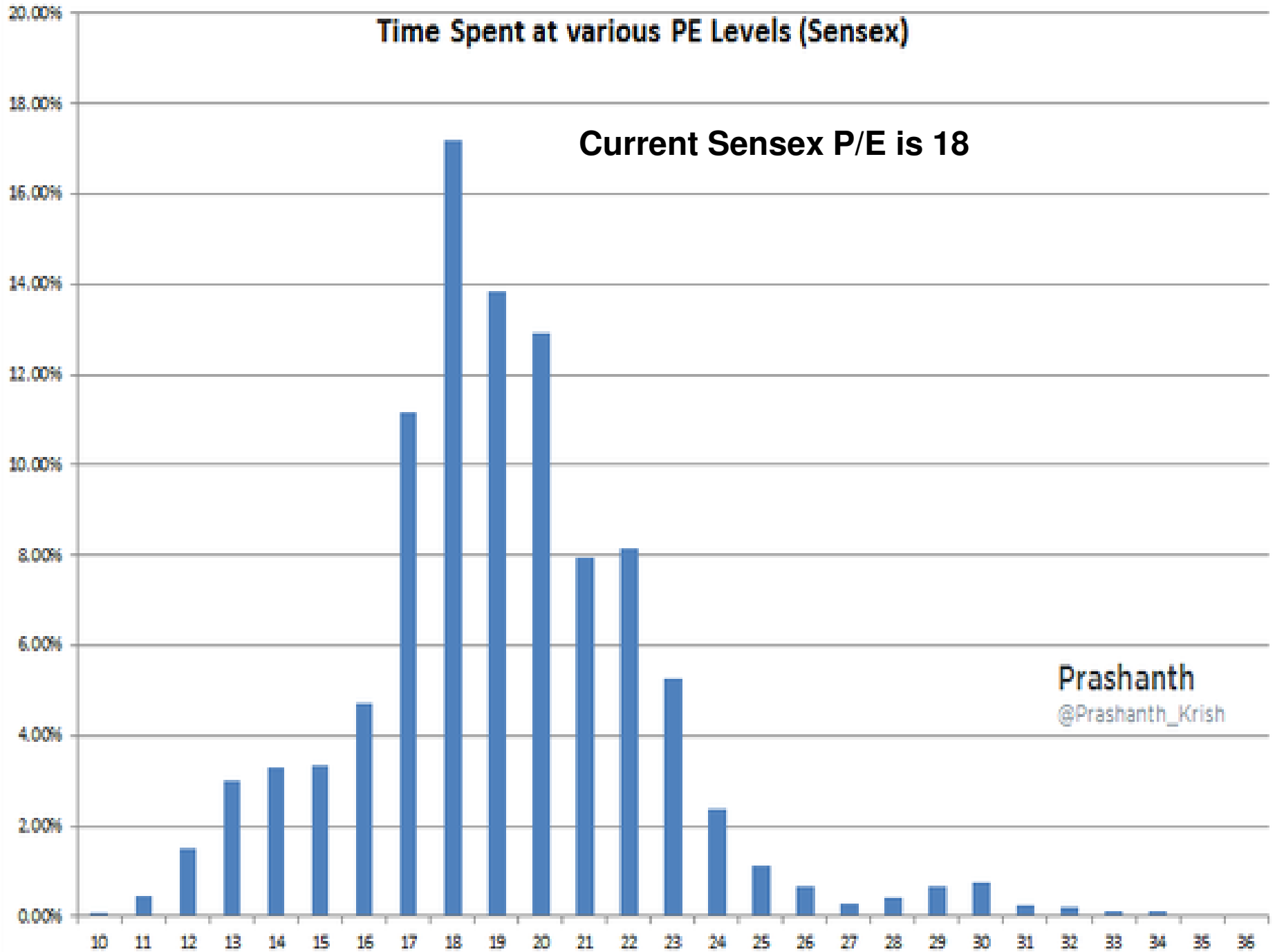
Has Market Discounted Weak Outlook ?



- Stocks in Metals, PSU Banks ,Infra were weak even before market fell
- Premium valuation for quality stocks may shed but will attract buyers once market stabilizes
- Meaningful uptrend only on earnings recovery

Time Spent at various PE Levels (Sensex)

Current Sensex P/E is 18



Prashanth
@Prashanth_Krish

YTD Returns of Global Markets



Country	%
Nikkei	5
France	7
German	4
Nasdaq	1
Shanghai	-1
India	-6
UK	-6
Hang Seng	-7
USA	-8
Taiwan	-11
Indonesia	-16

Rupee Weak But Relatively Better



Gold Bond Scheme



- To channel people savings from physical gold to financial
- Subscribers will get slightly higher return than buying physical gold
- Govt. to manage gold price volatility through cushion available on import duty, difference in interest rates on Gold bond and Govt. bond



US will Capitalize Current Environment

- China is expected to be a balancing power for US
- Any weakness in Chinese economy will be positive for US on Geopolitics
- US will dominate and influence other countries with its economic muscle power on geopolitical issues



Events to Watch

- US Fed meeting on Sep 16,17
- RBI policy meet on Sep 29
- Global developments
- Voluntary disclosure of money in foreign banks ends on Sep 30



Thank You