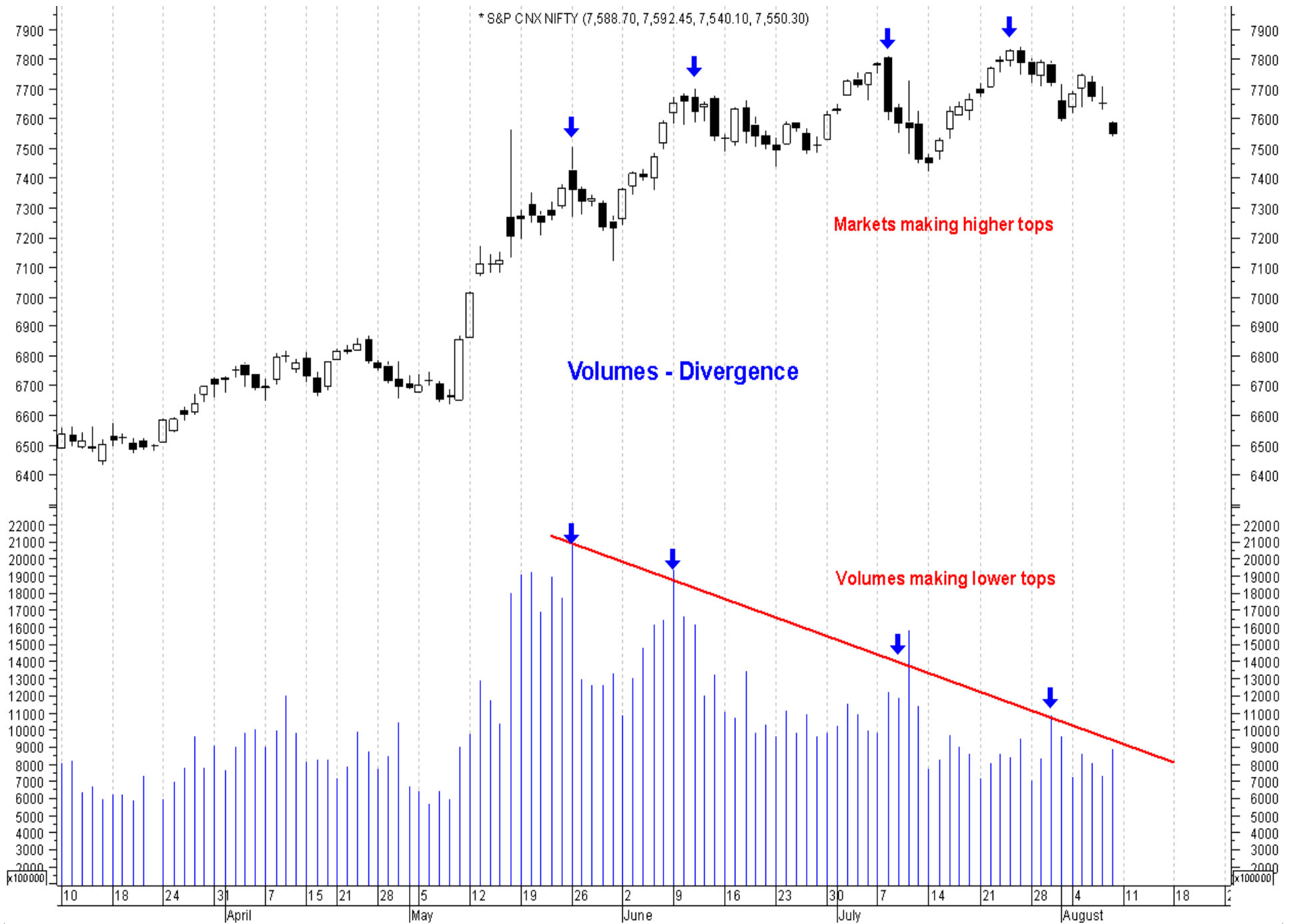
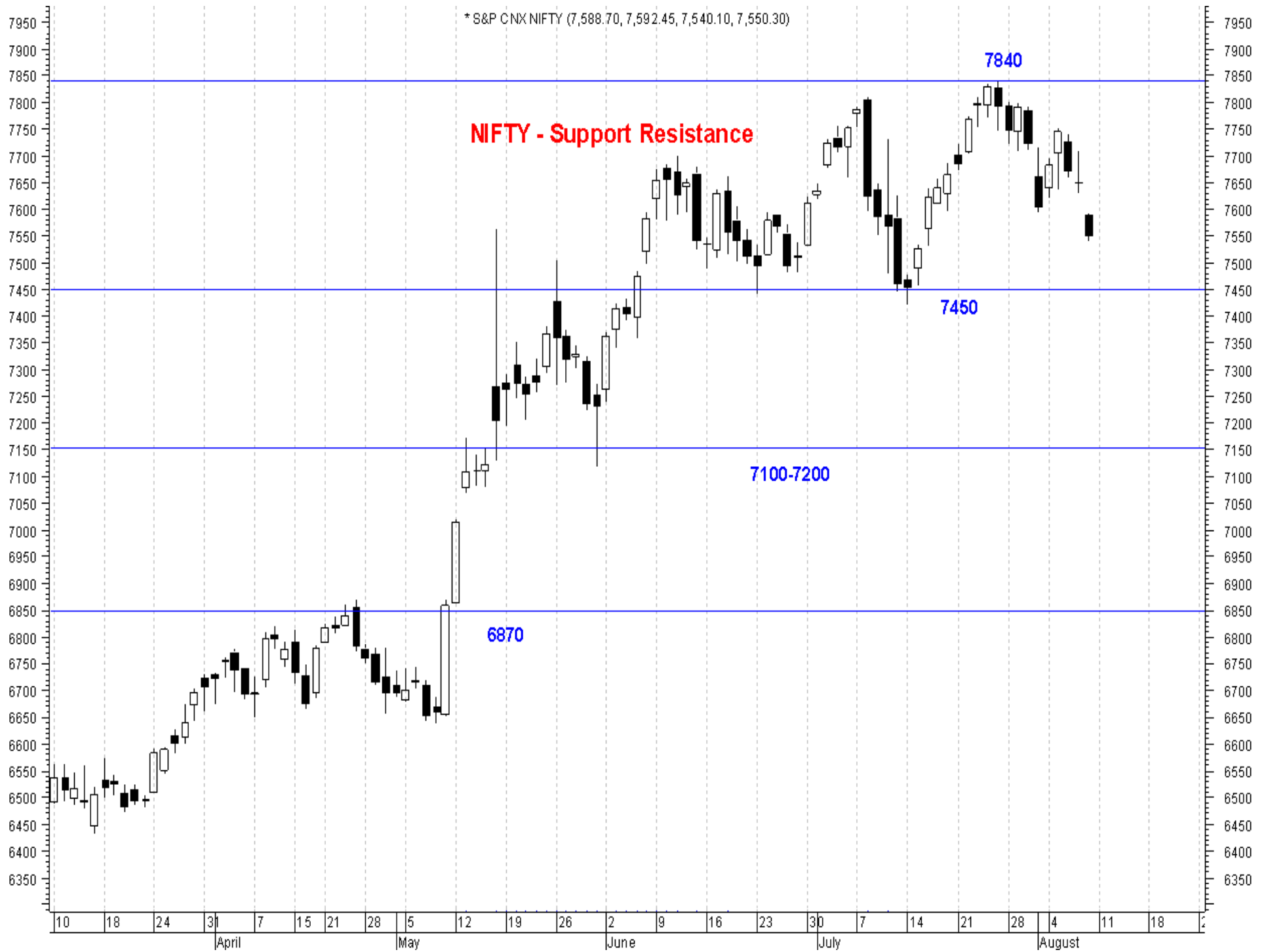


Current Market Scenario





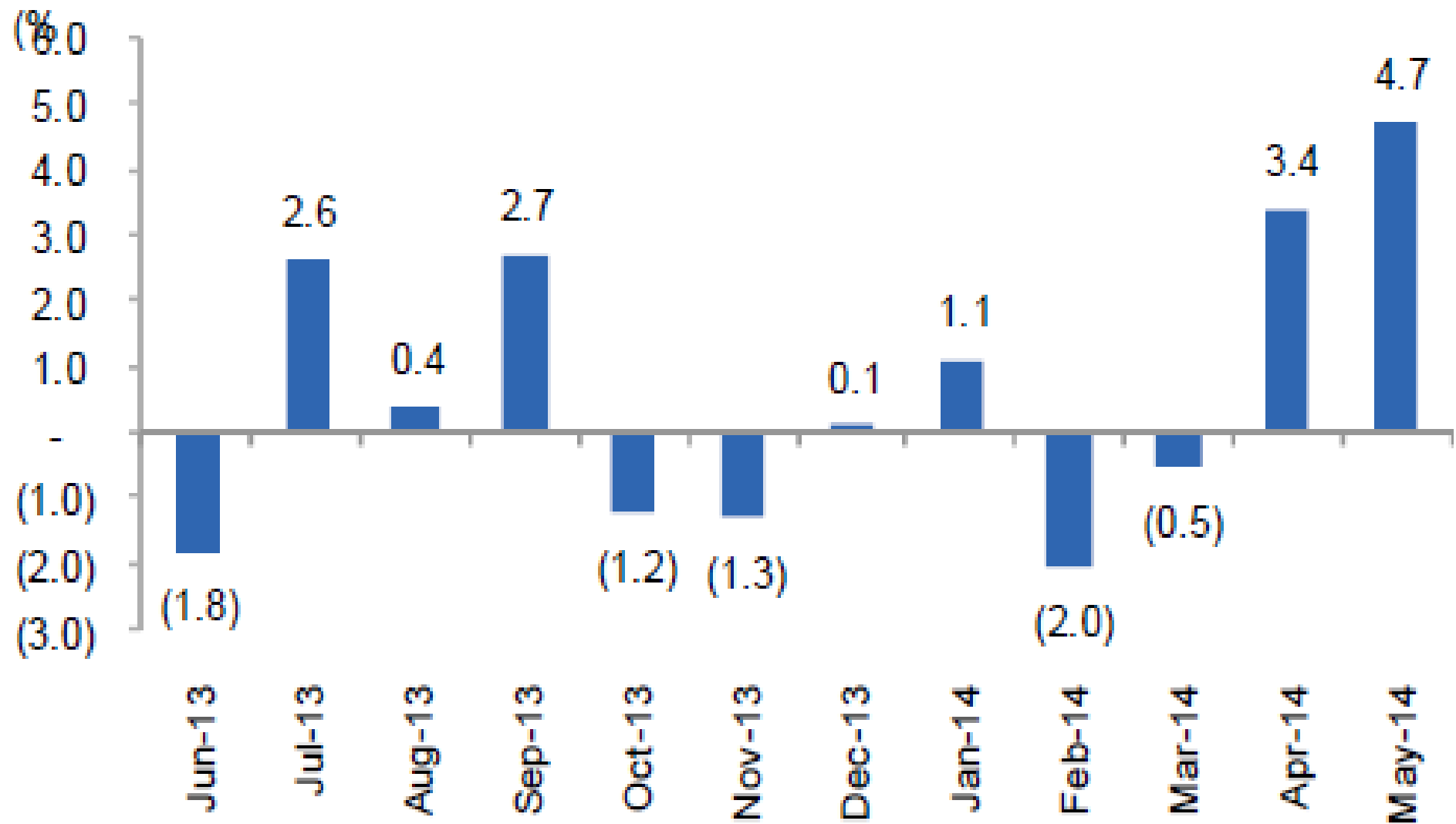
Markets on Consolidation

- Domestic macro data improves
- Select stocks continue to outperform
- Global markets volatile on multiple concerns
- Corporate results were mixed
- Monsoon deficit narrows

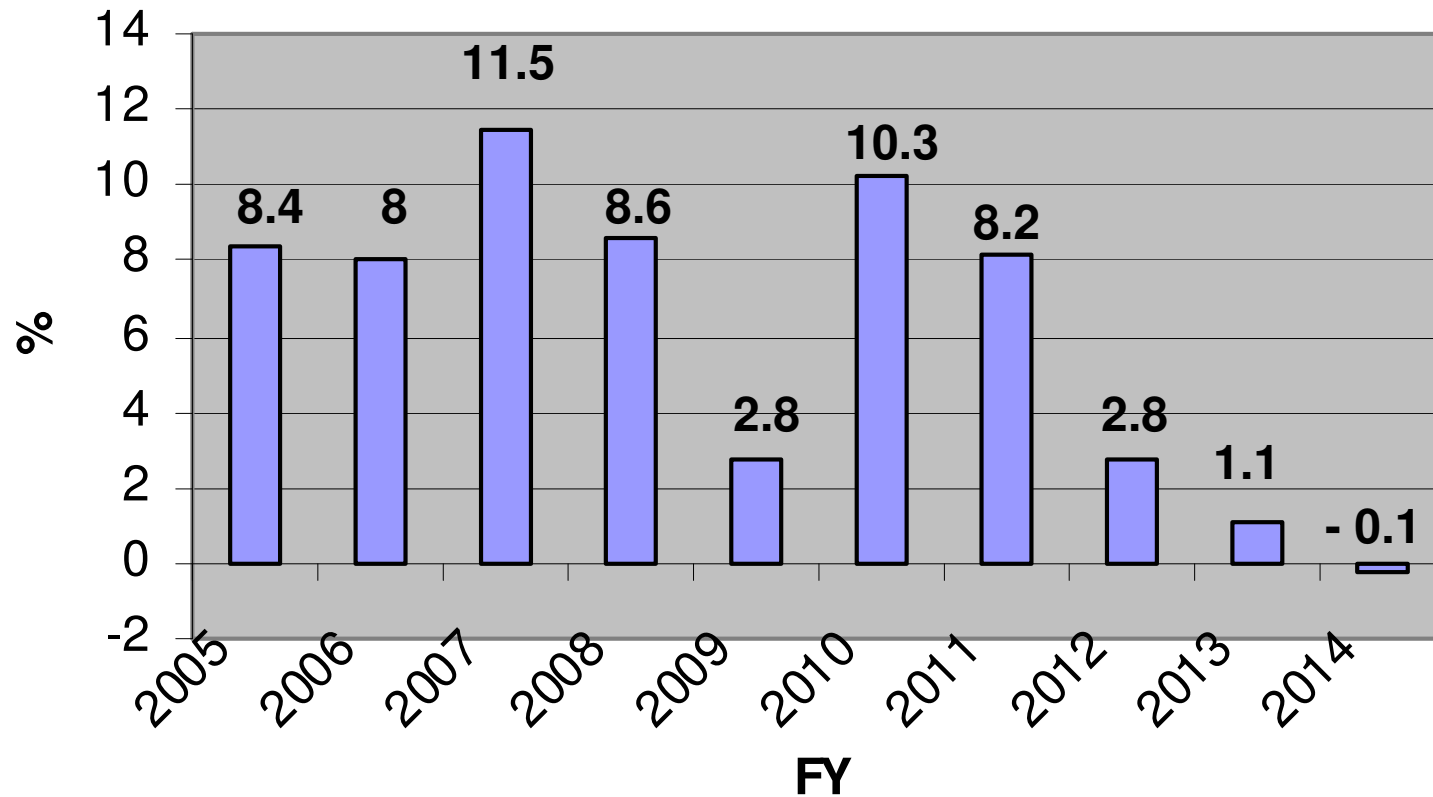
INDEX WATCH

INDEX	Aug 9	July 12	% Change
Nifty	7568	7459	1.4
Sensex	25329	25024	1.2
CNX Midcap	10644	10495	1.4
BSE Small Cap	9828	9688	1.4

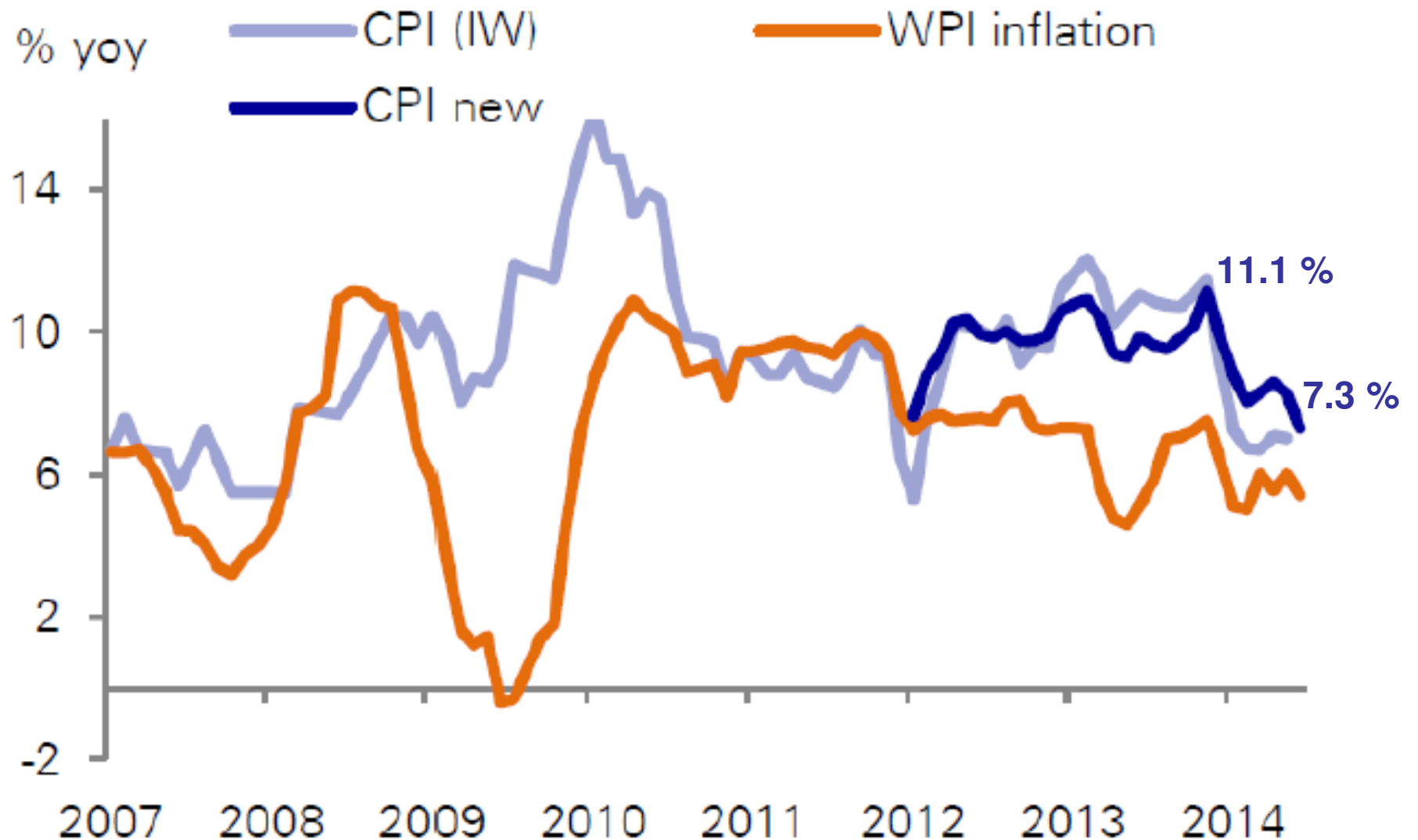
IIP Signals Rebound in Economy



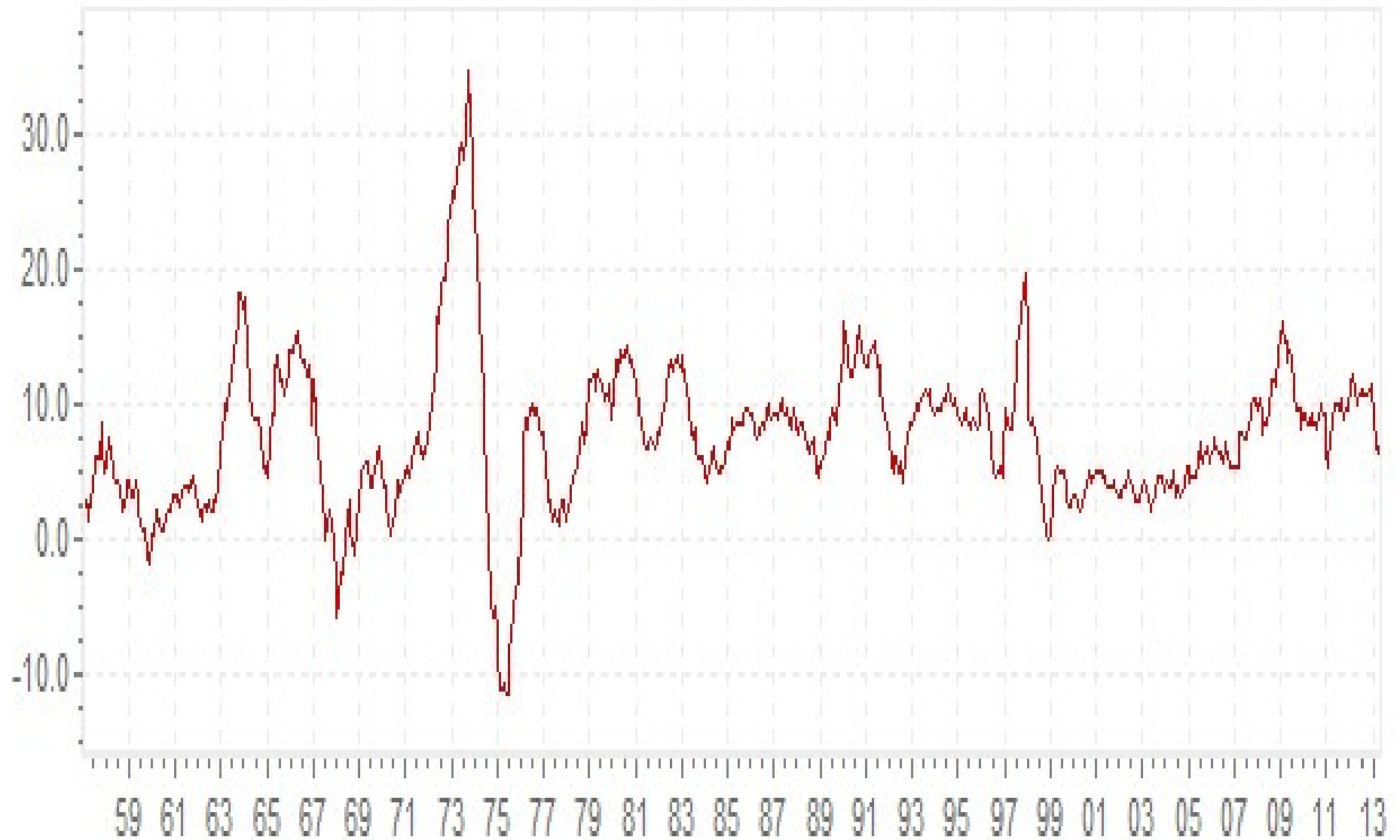
ANNUAL IIP GROWTH RATE



WPI and CPI Inflation Chart



CPI Inflation – Historic Chart



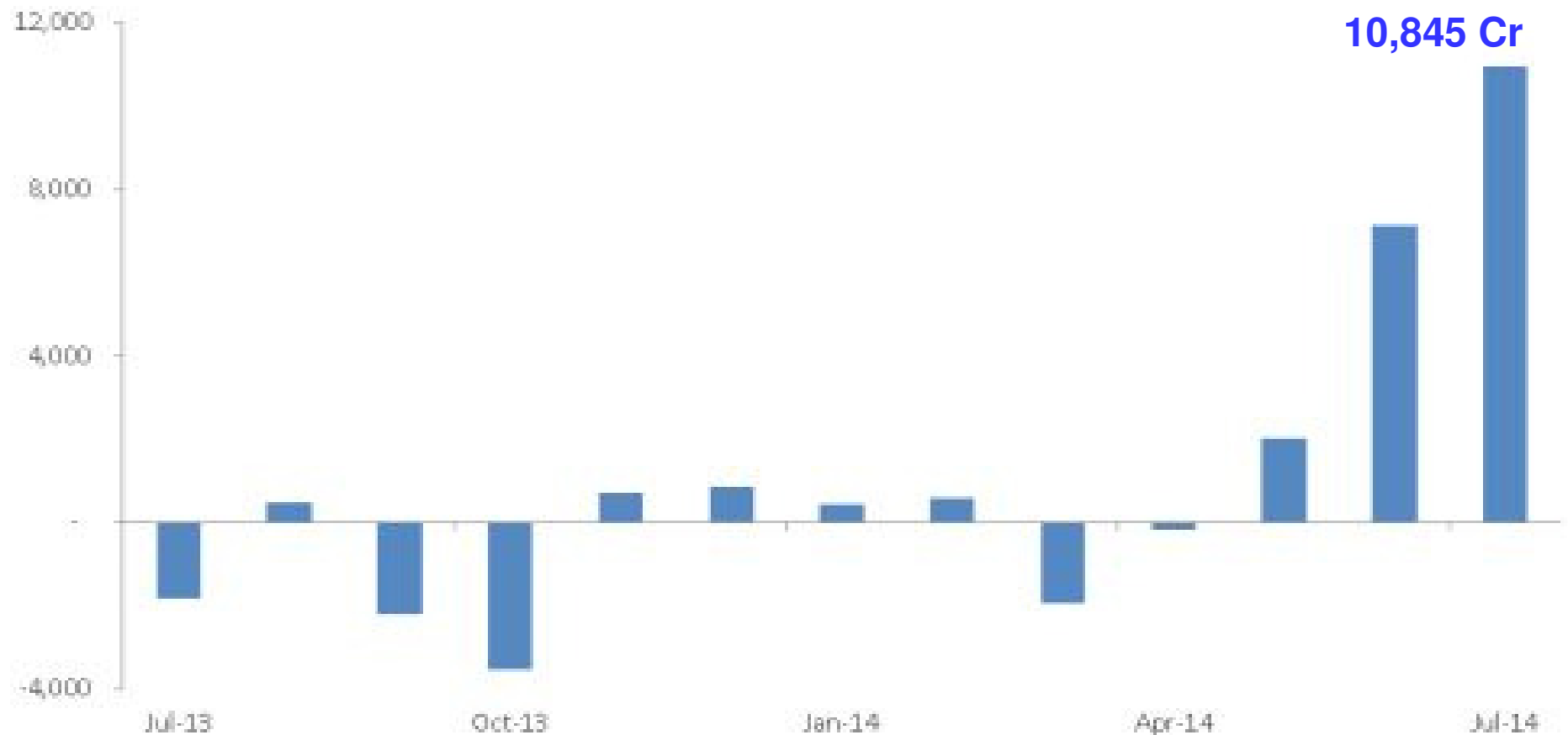
FII Activity - Equity

2014	Equity \$ Bn
Jan	0.1
Feb	0.2
March	3.3
April	1.6
May	2.3
June	2.3
July	2.1
Aug	- 0.3
Total	11.8

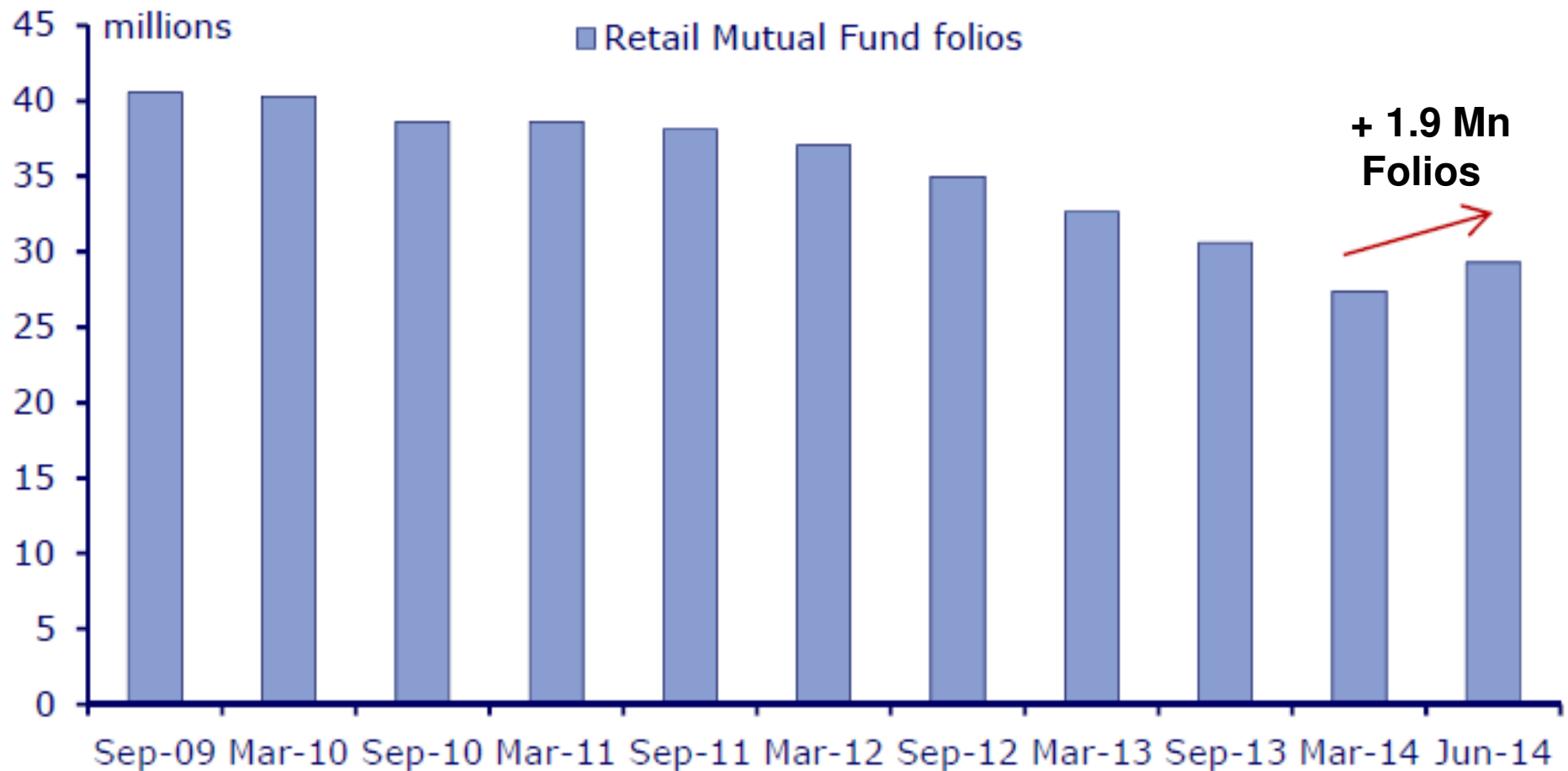
Domestic Investors Turning Towards Equity

Equity MF Net Inflows

Rs Crore



Equity Mutual Fund Folios Started Increasing



Q1 Result – Sensex Companies

	% Change (YoY)	
	June 2014	June 2013
Sales	12.1	9.6
Net Profit	20.5	10.5

Results of 16 companies

Q1 Result Performance

	% Change (YoY)	
	June 2014	June 2013
Sales	13.8	5.2
Net Profit	19.9	9.5

Results of 903 companies

RBI Fight Against Inflation Continues

- RBI maintains repo and CRR
- Marginal cut in SLR to facilitate liquidity available for private sector
- RBI very Firm on controlling inflation
- Rate cut likely to come only in 1st Quarter of FY 16

Global Inflation Rates

Country	Rate %
Argentina	10.9
Egypt	8.2
India	7.3
South Africa	6.6
Brazil	6.5
Indonesia	4.5
Mexico	3.7
Hong Kong	3.6
China	2.3
US	2.1
Germany	0.8
France	0.5

When US Fed will Hike Rate ?

- Fed repeatedly saying rate will remain close to zero for a considerable time
- If US economy shows good improvement and inflation goes up, US Fed has no choice to increase interest rate
- Hike in US interest rate will make US \$ stronger and carry trade costlier
- Markets will discount the event before actual rate hike happens

US Fed Fund Rate Chart



0.25 %

Rupee Weakens on Dollar Strength



Stable Crude Oil Prices

Crude Oil Price
104.93 USD/bbl
4 Aug '14



Monsoon Deficit Narrows

All India Area Weighted Rainfall in mm

Actual	Normal	% Deviation
418.4	508.1	- 18

Period 1 June – 8 Aug

Deficient Across India

No. of SubDivisions	Till Aug 8 2014	Till Aug 7 2013
Excess	0	17
Normal	15	13
Scanty and Deficient	21	6

First Test for NDA Government

- New NDA Government has majority in Lok Sabha but not in Rajya Sabha
- Crucial legislative bills like FDI hike in insurance needs support of other parties to get passed in parliament
- Passage of insurance bill will be crucial for sentiments and ability of New Government to pursue reforms

Geopolitical Concerns To Dominate Global Markets

- Russia – Ukraine issue to impact European markets
- Iraq concern, Civil War in Libya will have impact on crude oil prices
- Israel – Gaza fight will affect cooperation between countries

Events and Data to Watch

- Q1 Results
- June IIP Data on Aug 12
- Monsoon
- Government Action

Thank You