



Current Market Scenario

*S&P CNX NIFTY (7,489.70, 7,512.85, 8,899.00, 8,981.00)

February Meeting

Crucial Support at 6870

- 1. Channel Support
- 2. 2014 May Breakout point
- 3. 200 DMA weekly support



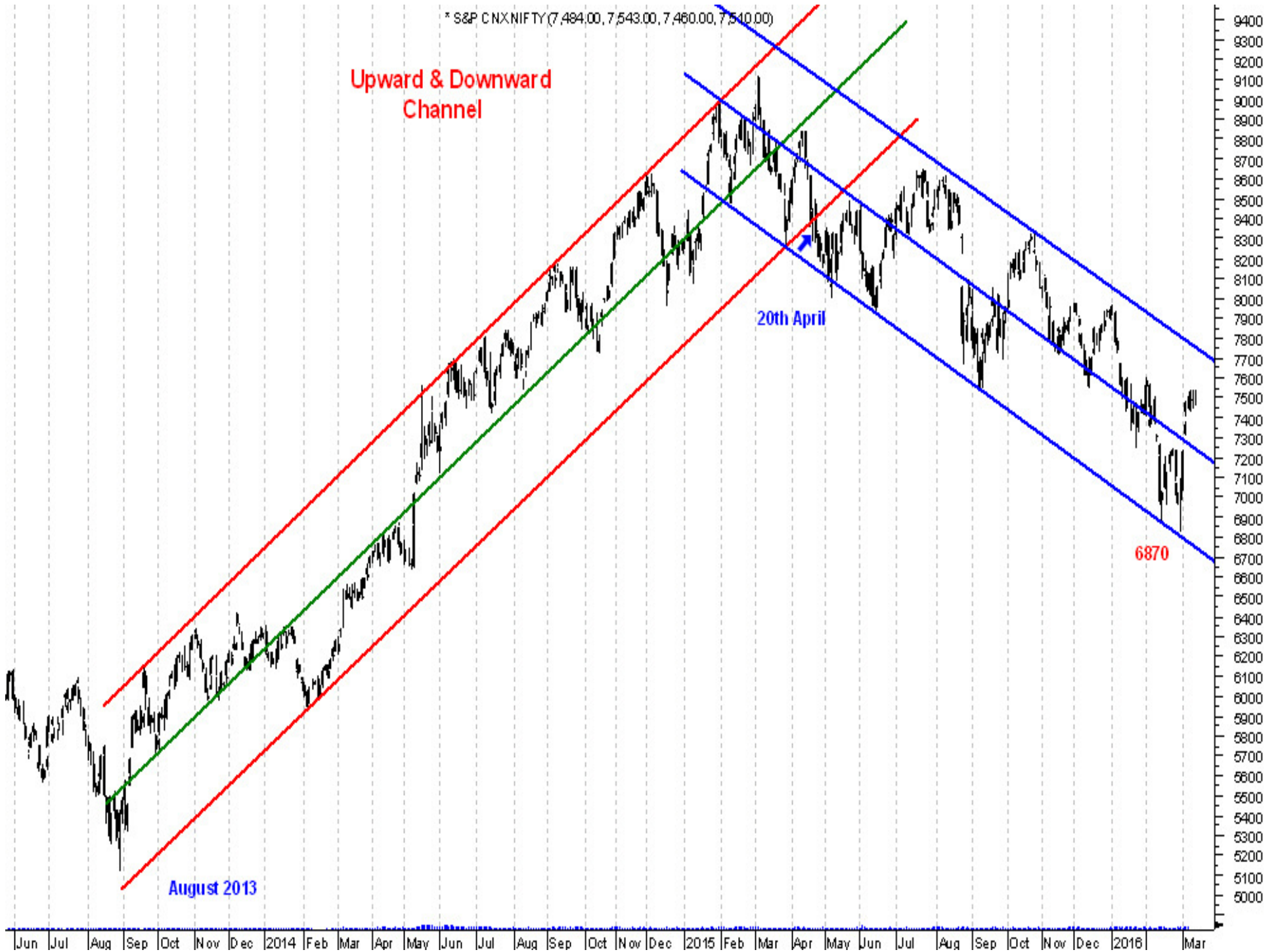
* S&P CNXNIFTY(7,484.00, 7,543.00, 7,460.00, 7,540.00)

Upward & Downward
Channel

20th April

August 2013

6870



* S&P CNX NIFTY (7,023.85, 7,034.80, 6,999.00, 6,961.00)

Support on Downward Channel?

February Meeting



* S&P CNXNIFTY (7,484.00, 7,543.00, 7,460.00, 7,510.00)

Support on Downward channel



* S&P CNX NIFTY (7,484.00, 7,543.00, 7,490.00, 7,496.00)

Support / Resistance at 7550

7550



* S&P CNK NIFTY (7,484.00, 7,543.00, 7,490.00, 7,496.00)

Channel Resistance

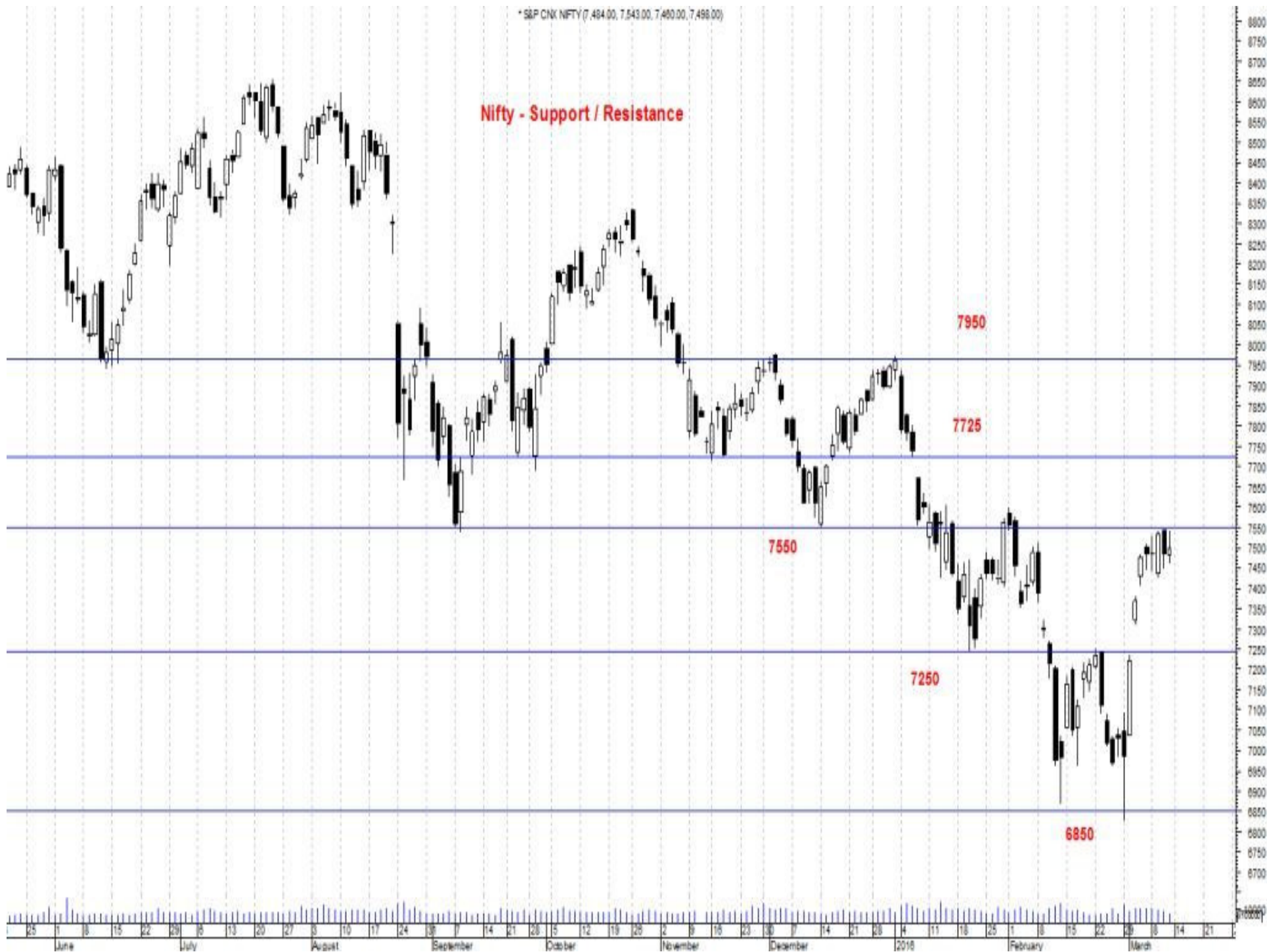
7600-7650

6870



*S&P CNX NIFTY (7,484.00, 7,543.00, 7,490.00, 7,496.00)

Nifty - Support / Resistance





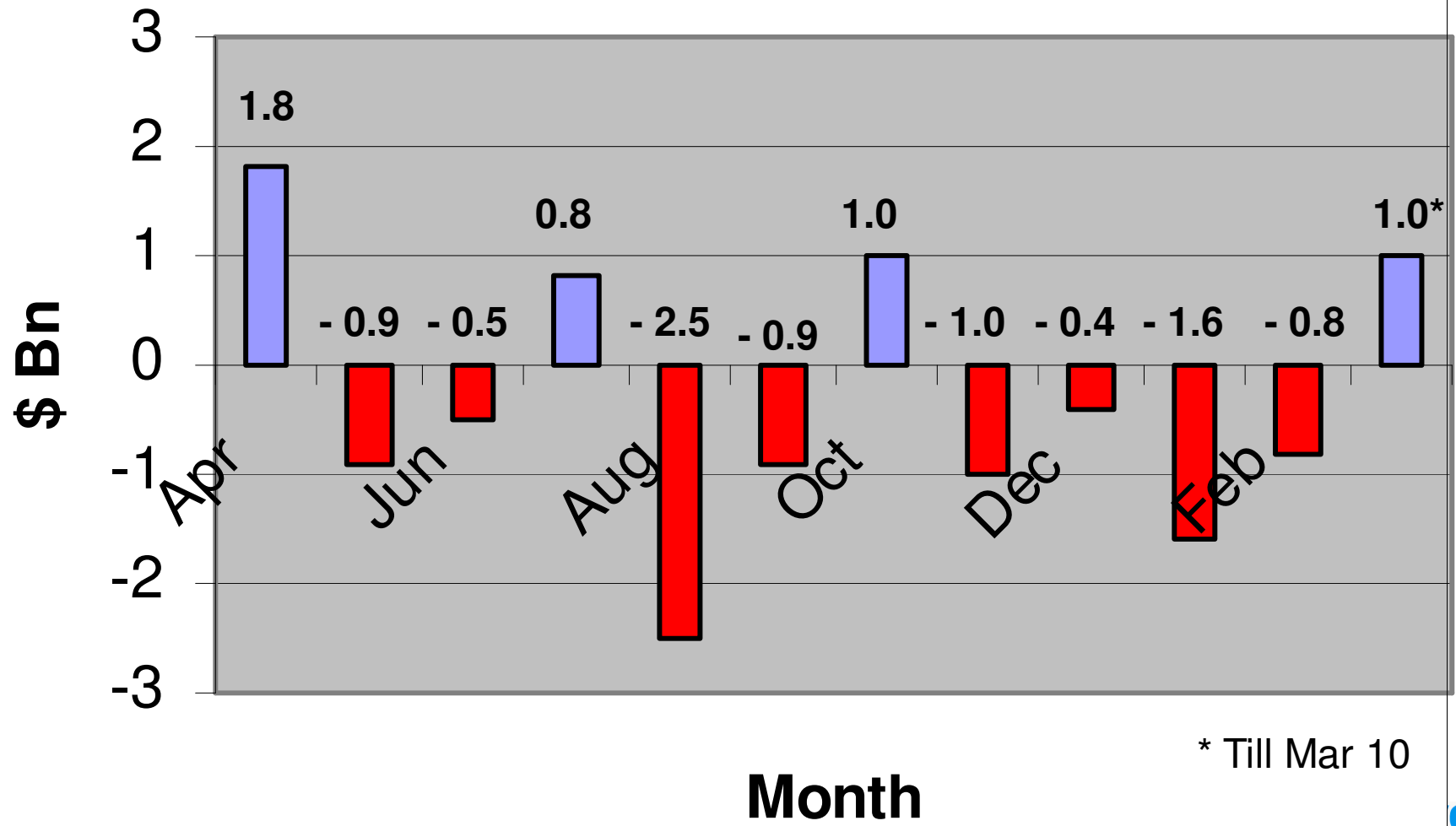
Market Stages Bounce Back

- Bounce Back in tandem with global markets
- Value buying in Commodity stocks
- Foreign investors turn buyers

INDEX WATCH

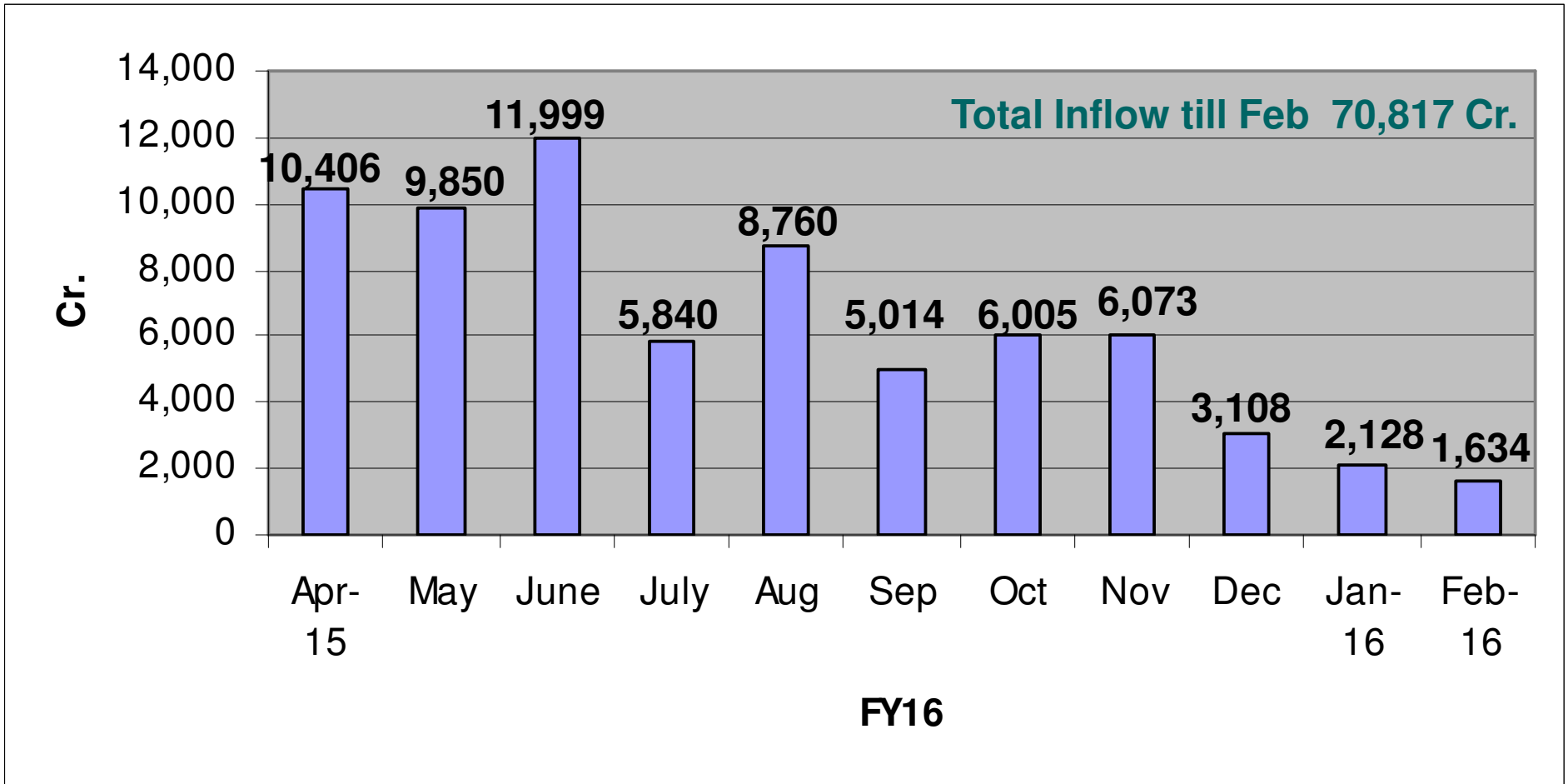
INDEX	11, Mar	12, Feb	% Change
Nifty	7,510	6,980	7.5
Sensex	24,717	22,986	7.5
CNX Midcap	12,300	11,485	7.0
BSE Small Cap	10,277	9,682	6.1

FII Turning Buyers



* Till Mar 10

Mutual Fund inflows Drying Up





RBI May cut Interest Rate

- Markets expects RBI to cut interest rate on Apr 5 policy meeting
- Govt. decision to reduce fiscal deficit will aid RBI to cut rates

Rally in Bond Market Post Budget



Global Central Bank Rates



Country	Interest Rate %	Inflation %
Swiss	- 0.75	- 1.29
Europe	0.0	0.3
Japan	0.0	- 0.09
America	0.5	1.37
British	0.5	0.2
Korea	1.5	0.8
China	4.3	1.9
India	6.75	5.9
Indonesia	7.0	4.4
Brazil	14.25	10.7

Interim Dividend Season

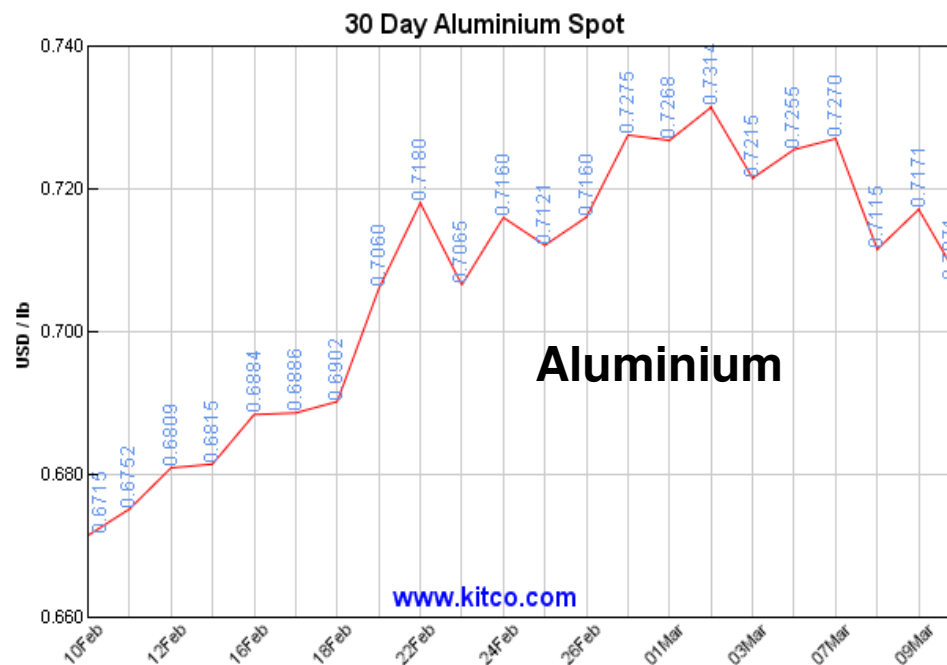
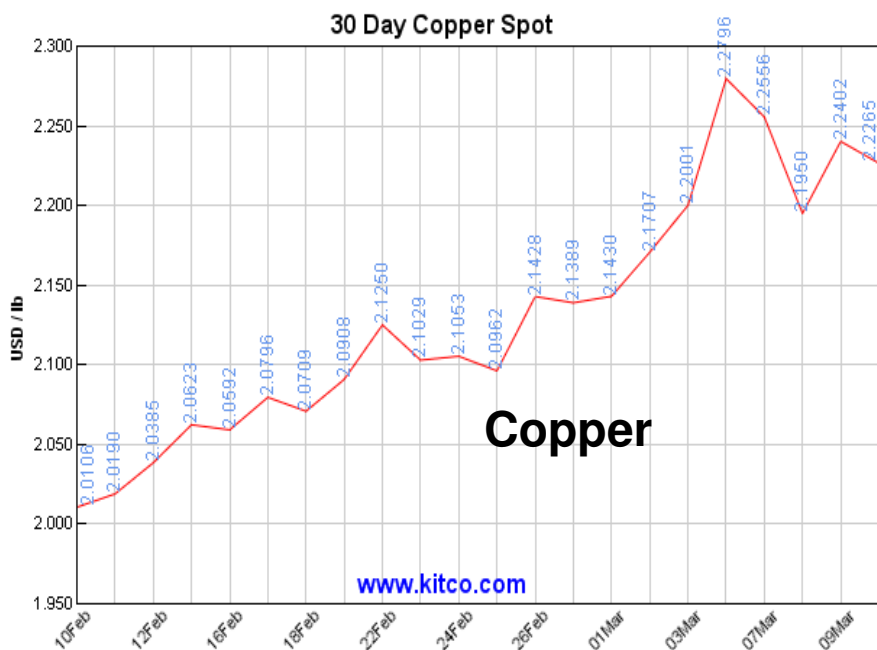
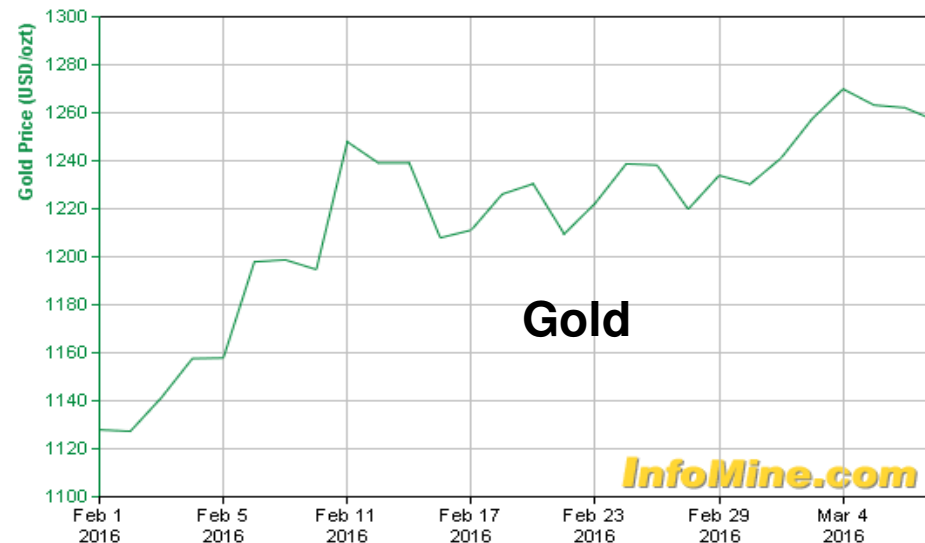
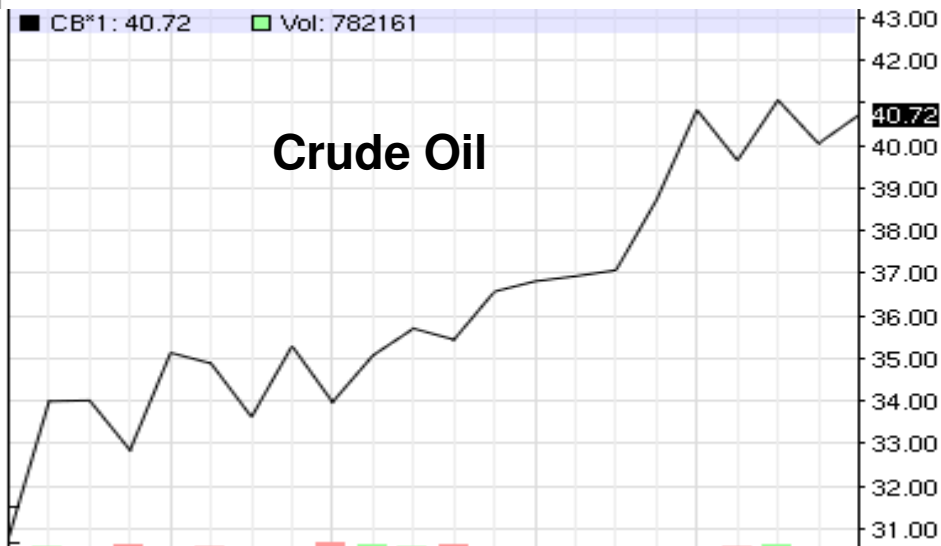


- Many Companies declaring interim dividends
- Promoters in a hurry to declare dividends before March 2016 in order to avoid tax on dividends above 10 Lakhs

Commodities Bounce From Over Sold



Gold Price
1,269.45 USD/ozt
11 Mar '16



Commodity Stocks Seeing Value Buying



- Commodity stocks like Tata Steel has seen decent bounce back from lows
- There are temporary improvement in fundamentals due to anti dumping duty
- For long term improvement, global economic growth should improve

Modi Govt. Positive



- Transparency in Govt. decisions
- Coal and Spectrum Auction successfully completed without controversy
- Ease of doing business
- Cleaning up of PSU banking system, power sector
- Focus on infrastructure and rural area



Events to Watch

- Global developments
- US Fed meeting on Mar 15,16
- RBI policy meet on Apr 5



Union Budget 2016



Highlights

- To restrict fiscal deficit to 3.5% of GDP
- Rural Economy in focus
- Tax on Rich people, polluting and luxury products
- Lower Middle class gets tax sops
- A Credible budget

Capital Market Changes



- No tweaking of long term capital gains
- SEBI to introduce more products (option) in Commodity markets
- STT hiked in options from 0.017% to 0.05% (Three times Hike)
- 10% Dividend distribution tax for those having above 10 Lakh dividend income per year

Fiscal Deficit To Narrow Further



- Fiscal deficit to narrow to 3.5% of GDP against 3.9% in FY 16
- Bond market rallies on lower fiscal deficit
- Lower fiscal deficit paves way for RBI to cut interest rate



Fiscal Deficit Reduction A Big Achievement ?

FY	Deficit Lakh Cr.	% of GDP
2008	1.26	2.5
2009	3.36	5.9
2010	4.18	6.4
2011	3.73	4.8
2012	5.15	5.7
2013	4.90	4.8
2014	5.08	4.6
2015	5.10	4.1
2016(RE)	5.35	3.9
2017(BE)	5.33	3.5

Sector in Focus



Ministry	Allocation Cr.	% Change
Agriculture and farmer welfare	44,485	93.7
Urban Development	24,523	33.7
Drinking Water and Sanitation	14,010	28.4
Road Transport and highways	57,976	23.0
Rural Development	87,765	10.7

No Major Change in Subsidy Outlay



	FY16 Estimates Cr.	FY17 Estimates Cr.	%
Food Subsidy	1,39,419	1,34,834	- 3.2
Fertilizer Subsidy	72,437	70,000	- 3.3
Oil Subsidy	30,000	26,947	- 10.1

Direct Tax Changes



- No major changes in direct tax structure
- Sops for assesses in low tax bracket
- Higher surcharge for super rich
- Interest on Housing loans to get higher tax exemptions



Indirect Tax Changes

- Cess on Cars
- 1% excise duty on Jewellery and branded garments above Rs.1000
- Higher tax for tobacco products
- Higher cess for coal, lignite
- Krishi Kalyan cess for services @ 0.5%

Compliance Window for Domestic Black Money



- Undisclosed income can be declared by paying 45% total tax
- Scheme to open from 1st June to 30th September 2016



Conclusion

- Crude oil price fall gains used for implementing 7th pay commission and OROP scheme
- Higher spending for Rural India will be made by taxing rich people and luxurious item



Thank You