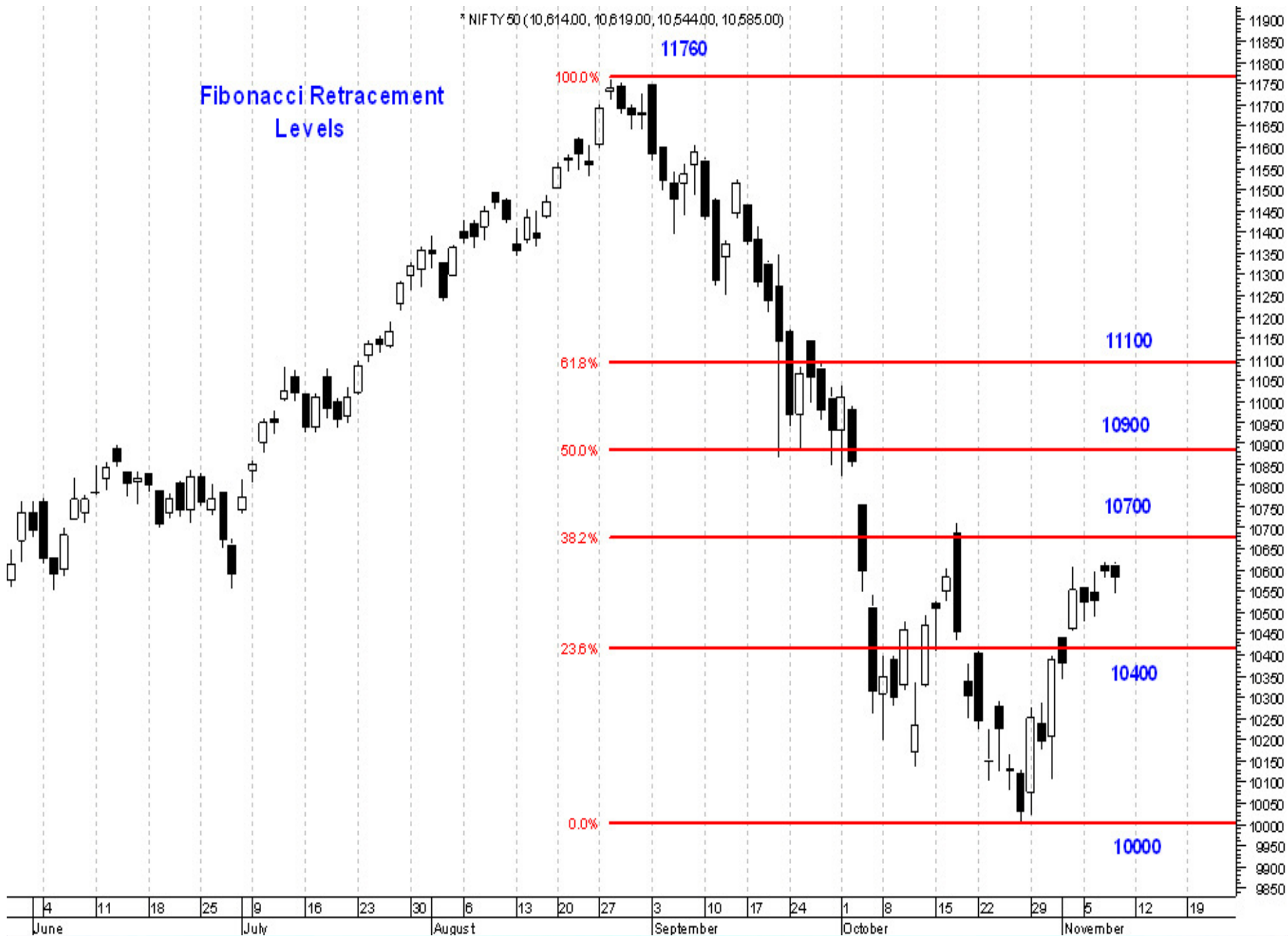


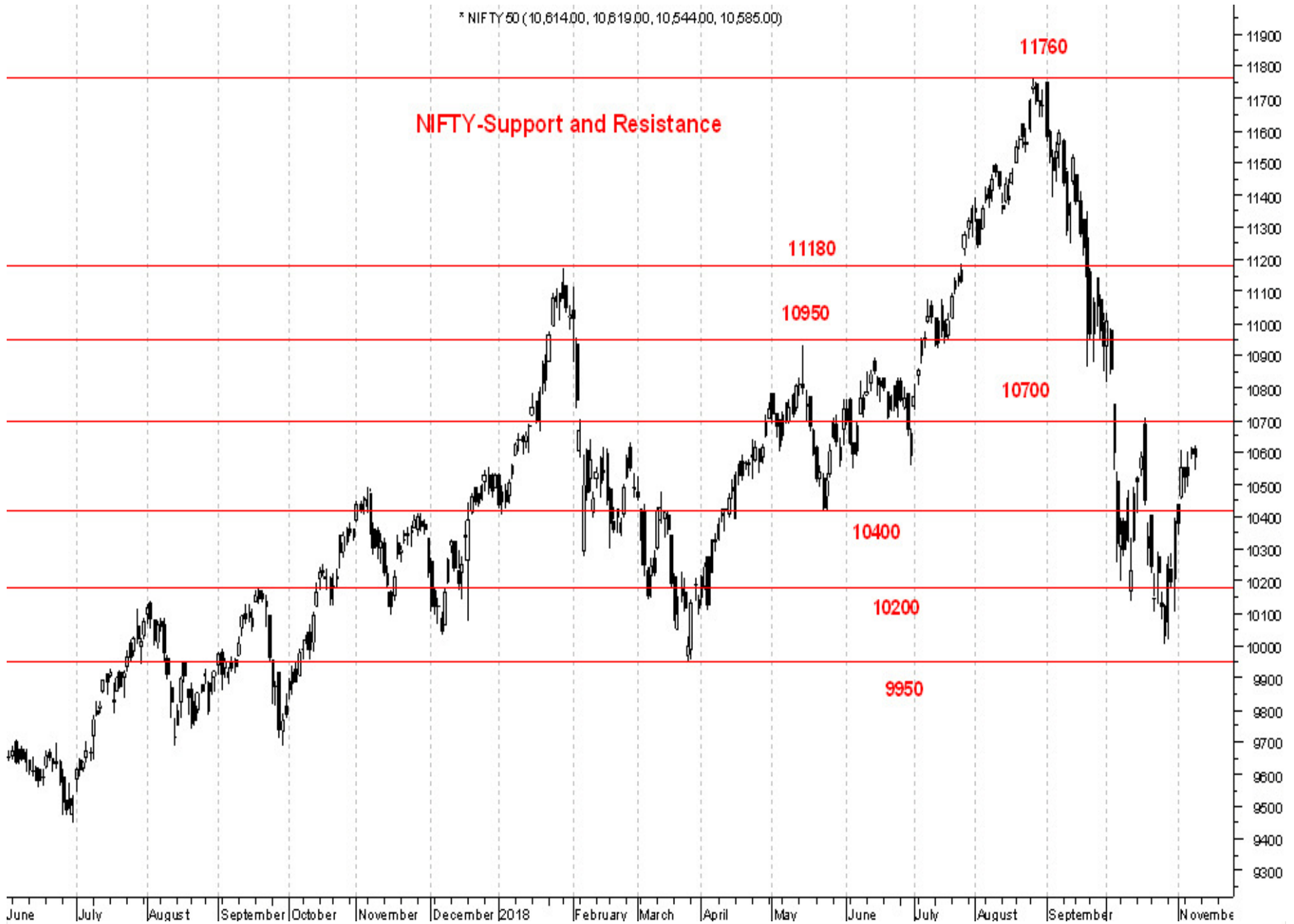


# Current Market Scenario



\* NIFTY 50 (10,614.00, 10,619.00, 10,544.00, 10,585.00)

### NIFTY-Support and Resistance





# Equities See Huge Volatility

- Stability visible in mid and small cap stocks
- Record Selling by FII
- Crude Oil Softens
- Bond Yield Cools

## INDEX WATCH

<b>INDEX</b>	<b>12, Oct</b>	<b>8, Sep</b>	<b>% Change</b>
Nifty	<b>10,585</b>	<b>10,472</b>	<b>1.0</b>
Sensex	<b>35,158</b>	<b>34,733</b>	<b>1.2</b>
Nifty Midcap	<b>17,605</b>	<b>16,746</b>	<b>5.1</b>
BSE Small Cap	<b>14,671</b>	<b>14,159</b>	<b>3.6</b>

# Crude Oil Price Softens



# Crude Oil Price Crucial For Indian Macro



- Current Account, Currency, inflation depends upon crude oil price
- Fall in crude oil prices gives major relief

# Bond Yield Cools

INDIA GOVERNMENT BOND 10Y

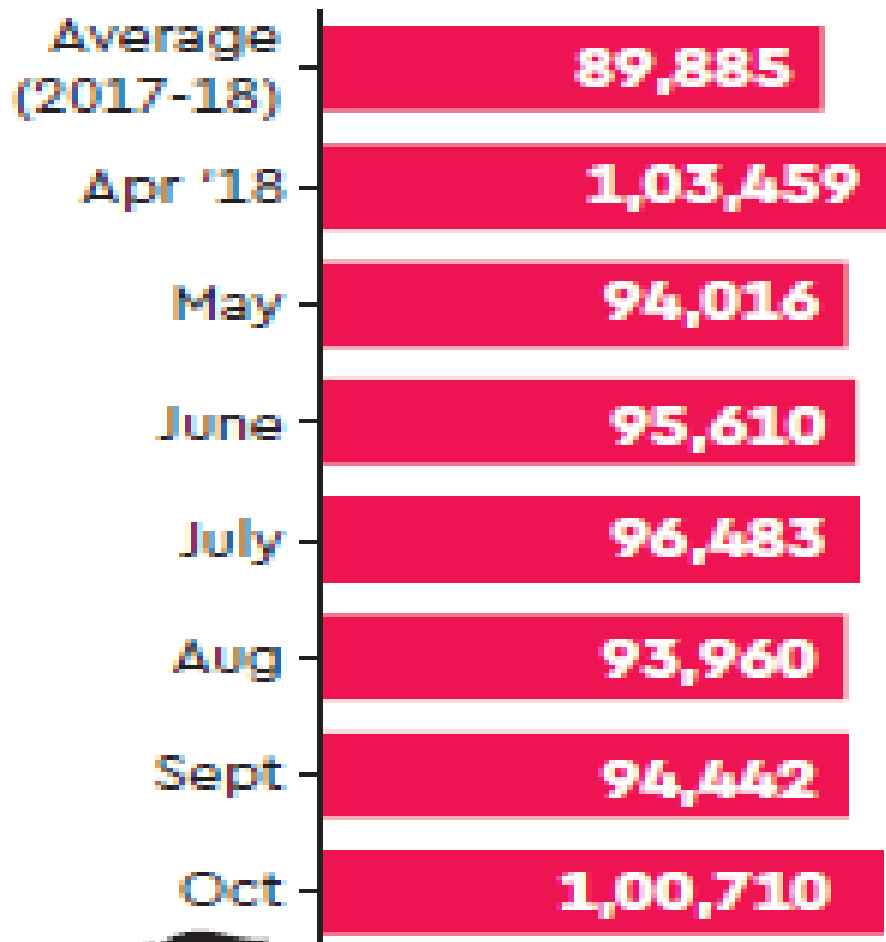


# GST Collections Cross 1 Lakh



## Gross GST revenue

(₹ crore)



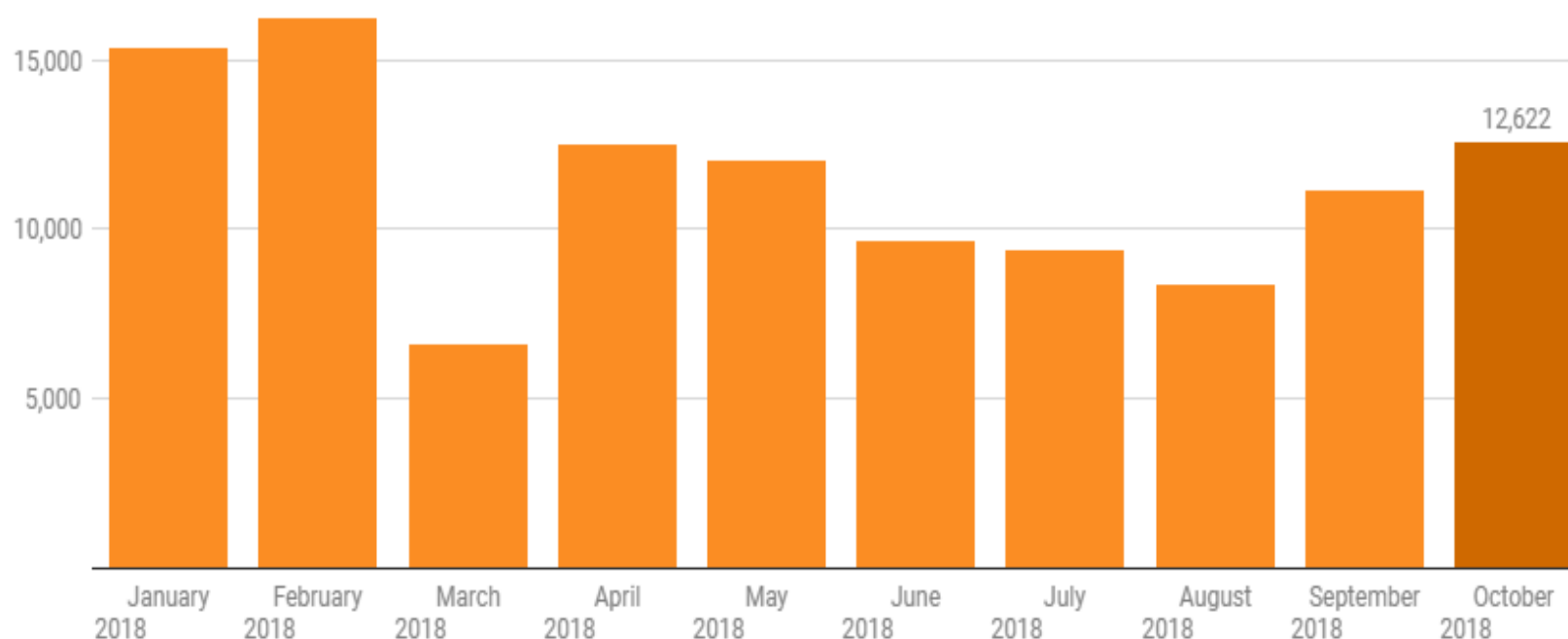


# Strong Mutual Fund Inflows



## Equity MF Flows Hit Eight-Month High

Figures In Rs Crore



Source: AMFI Website

Bloomberg | Quint

 **CAPSTOCKS**  
CAPSTOCKS AND SECURITIES (INDIA) PVT. LTD.



# Result Analysis

- Strong Revenue growth
- Sluggish bottomline due to higher commodity and crude oil prices
- First sign of PSU Banks showing turnaround in NPA



## Q2 Result Performance

	% Change (YoY)	
	Sep 2018	Sep 2017
Sales	<b>23.5</b>	<b>10.5</b>
Net Profit	<b>13.2</b>	<b>0.9</b>

**Results of 1254 companies**

# Q2 Sensex Result Performance



	% Change (YoY)
	Sep 2018
Sales	<b>19.9</b>
Net Profit	<b>2.8</b>

**Results of 24 companies**



# Is Worst Over for Mid and Small Cap ?

- Most of price wise correction is over for broader markets
- Fall in crude oil prices and commodities are positive
- Consolidation expected in medium term

# Govt. Vs RBI Rift Widens

- Difference between RBI and Govt. widens on various issues
- Govt wants higher dividend from RBI
- Relaxation of Prompt Corrective Action framework on PSU Banks
- Injection of higher liquidity in economy to ease liquidity tightness among NBFC's

# Prompt Corrective Action list

PCA List	Watchlist	Non PCA
Allahabad Bank	Punjab National Bank	State Bank Of India
United Bank of India	Canara Bank	Bank Of Baroda
Corporation Bank	Union Bank of India	Indian Bank
IDBI Bank	Syndicate Bank	Vijaya Bank
UCO Bank	Andhra Bank	
Bank of India	Punjab & Sind Bank	
Central Bank of India		
Indian Overseas Bank		
Oriental Bank of Commerce		
Dena Bank		
Bank of Maharashtra		

# Crucial RBI Meeting



- RBI meeting is scheduled on Nov 19
- Crucial decisions to be taken on Govt. Pressure
- Reports suggest RBI Governor may take extreme step of resigning his post



# NBFC to See Crucial Test

## Debt of private NBFCs, HFCs nearing maturity

(As on October 29/till December 31, 2018)

Cumulative amount (in ₹ crore)



Source: Market Information/Government Agencies

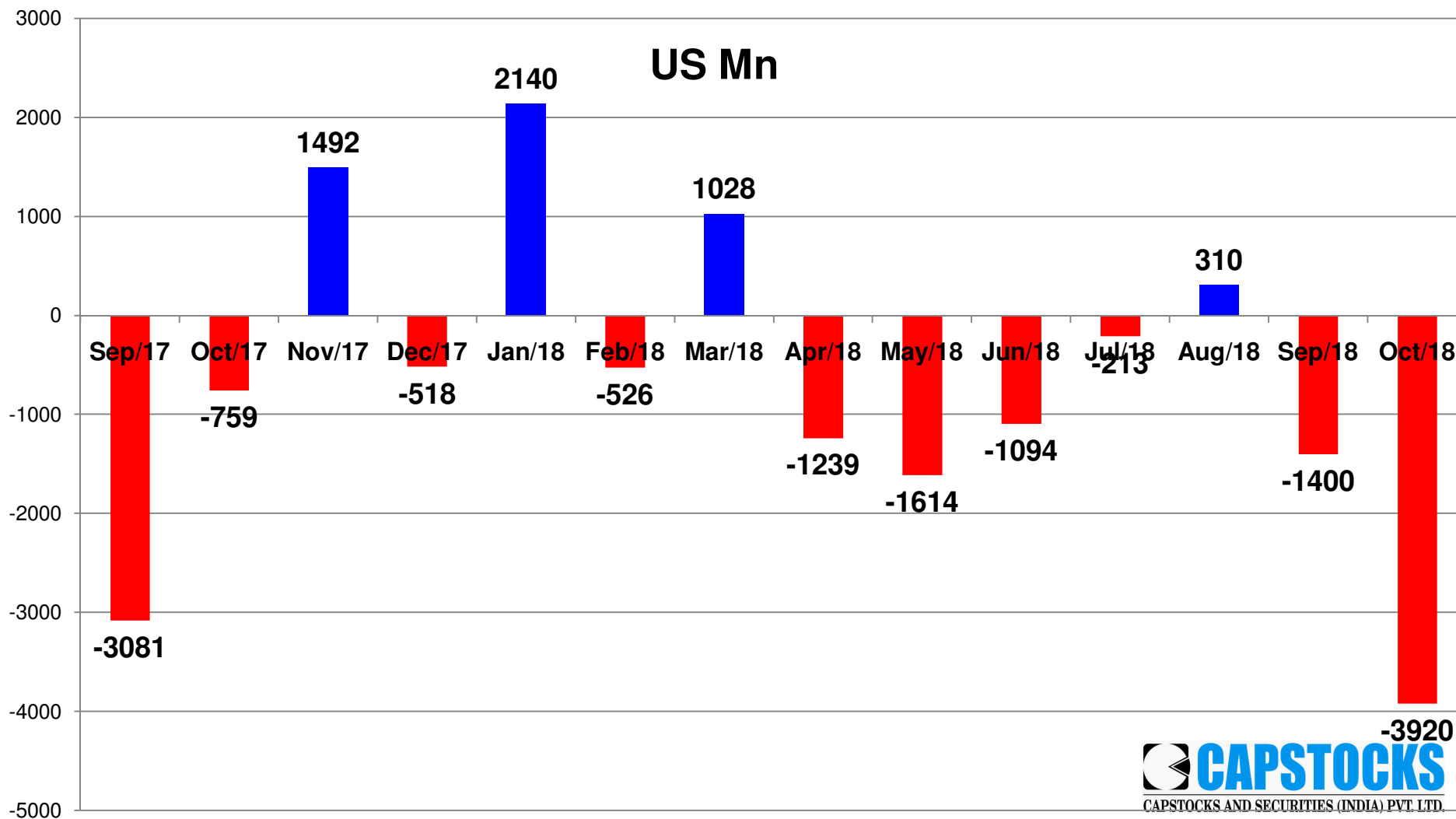
# NBFC Slowdown To Affect Real Estate Sector



- Many housing finance companies stopped fresh and sanctioned housing loans
- Will affect housing sector and ultimately economy
- Duration of impact depends upon the longevity of liquidity tightness



# FII Continue to Sell



# US Sanctions on Iran



- US imposes toughest sanctions on Iran
- 8 Oil importers from Iran were given temporary relief
- India will continue to import Iran oil till March 2019 but on reduced volume

# State Elections To Create Volatility



- 5 States election schedule are nearing
- Chattisgarh, Madhya Pradesh, Mizoram,
- Rajasthan, Telangana are schedules for elections between Nov 12 and Dec 7
- Counting on Dec 11

# Corporate Lending Bank To See Turnaround



- ICICI Bank, Axis Bank, SBI to see improved performance in coming years
- To see turnaround in performance led by demand for credit and lower provisioning

# Chemical Sector – Long Term Growth Story



- Environment Tightness continues in China
- Opportunity for Indian companies to expand manufacturing base and garner global market share
- Chemical sector is a vast area which includes dyes, pesticides, carbon related products etc.,



# Events to Watch

- Crude Oil
- RBI Board Meet on Nov 19





**Thank You**