



## What's New!!!

### Economic & Business Updates

- **Retail inflation cools to 3.31% in October:** October marked the third straight month in which the retail inflation has been below the Reserve Bank of India's medium term target of 4 per cent. Inflation risks have eased after a fall in global crude oil prices since early October.
- **FPIs may find India attractive as oil prices fall, fundamentals improve pumps Rs 6,310 crore into Indian capital markets:** As Brent crude falls and the rupee appreciates to some extent, the import bill could be somewhere between \$105 billion and \$125 billion for the financial year. This has attracted FPIs back to Indian markets by pumping in Rs 6,310 crore into Indian capital markets this month so far, after pulling out massive funds in October.
- **Govt extends duty benefit for export of non-basmati rice:** The government has extended duty benefits to non-basmati rice exporters under a scheme to boost the shipment of the agri commodity. The duty benefit is provided under the commerce ministry's Merchandise Exports from India Scheme (MEIS).
- **Oil PSUs to allot 65,000 petrol pumps ahead of general elections:** Ahead of general elections, public sector oil companies plan to allot about 65,000 petrol pumps across the country to nearly double the existing retail network, officials said. Indian Oil Corp (IOC), Bharat Petroleum Corp Ltd (BPCL) and Hindustan Petroleum Corp Ltd (HPCL) issued advertisements for setting up 55,649 petrol pumps across the country.
- **Govt makes jute packaging mandatory for all food grains:** The CCEA approved that 100 per cent of the food grains and 20 per cent of the sugar shall be mandatorily packed in diversified jute bags.
- **Mahindra Brings Back Iconic Jawa Motorcycles To India:** More than two decades after they disappeared from Indian roads, the iconic Jawa Motorcycles are back manufactured by Classic Legends Pvt. Ltd, a subsidiary of Mahindra and Mahindra Ltd. The Jawa and Jawa 42, priced at Rs. 1.55 lakh and Rs.1.64 lakh, respectively, will compete against the Royal Enfield Classic 350.
- **Breather for Vedanta as NGT panel says Sterlite plant closure not justified:** In some relief to the Vedanta Group, the National Green Tribunal (NGT)-appointed panel has said the closure of the company's Sterlite Copper Plant in Thoothukudi by the Tamil Nadu Government is not justified.
- **Amazon overtakes Flipkart in gross sales:** Amazon has emerged as the leader in the domestic e-commerce market, zipping past rival Flipkart in gross merchandise value (GMV), or gross sales by 21%, on its platform.
- **Maldives wants substantial ties with India, China:** Foreign Minister of Maldives, Abdulla Shahid, who is on a maiden official visit to India, said that his country wants to have a substantial relationship between India and China especially improving basic services such as fresh water and sewerage.
- **India set to beat Brazil in sugar output after 15 years:** India is set to push Brazil to second position in sugar production during 2018-19 after 15 years. India's sugar production is estimated to touch 35.9 million tonnes (MTs), registering an increase of about 5.2% over last year, according to the latest report of the US Department of Agriculture (USDA).
- **India eyes bigger share in global trade amid US-China tensions:** India will focus on boosting its exports to the US and other global markets as Chinese shipments become unattractive amid a trade war between the world's biggest economies said trade ministry. India is focusing on a handful of items including automotive parts, chemicals, electrical equipment, among others, after the US and China slapped reciprocal duties on each other's goods.
- **Microsoft dethrones Apple as the most valuable US Company:** Microsoft surpassed Apple as the most valuable company in the US, reaching a market capitalization of about \$814 billion. Apple's market cap was slightly less.



Mr. Sessa Sai P L V K

## From the President's Desk

### *Warm Greetings!!!*

Indian economy has a twin breather by way of fall in crude prices from 52 week high to 52 week low and rupee strengthening to sub 70 levels. The fall in global crude oil prices comes as a big relief to the government, which has faced increasing macroeconomic and political pressure due to rising prices. Fall in oil prices gives the rupee and the Indian economy a much-needed boost. After falling consistently against the U.S. dollar for most of this year, rupee has managed to gain some ground from beginning of November. It has gained almost 5% from its lowest levels reached in October. This is tightly linked to the price of crude oil in the global markets. Brent Crude has dropped by a massive 30% since early October.

The markets are worried about possible oversupply as the U.S. has softened its stance against Iran and also turned into the largest crude oil producer in the world with the boom in shale production. In early November US softened its stance on emerging economies including India that were largely depended on crude import from Iran.

Oil-induced inflation and the threat of rupee depreciation is no longer on the investor mind and it brought back positive sentiment in the stock markets. Foreign investors, who have been net sellers in Indian markets this year, have turned net buyers this month. This helps to improve investor confidence in the

economy. Only time can tell whether this fall in crude prices can be sustained going forward.

Outcome of RBI board meeting came as a breather for banks reeling under Prompt Corrective Action (PCA) and NBFCs. RBI will be examining relaxation of the Prompt Corrective Action framework on 11 public sector banks and provision of liquidity for non-banking financial companies that are facing liquidity crunch.

The coming month i.e, December is power packed with various key events both domestically and globally, which can influence market direction. Starting from G-20 meeting on December 1st, various events are lined up such as Monetary policy, OPEC Meeting, Exit polls and then the results of state assembly polls, Brexit voting in Britain, RBI board meeting, FOMC meeting and so on. There will be heightened volatility in Indian capital, money and bond markets due to these events.

Nifty after touching 10000 levels bounced back by 850 points. Thanks to falling crude and strengthening rupee. There is some respite to massive relentless selling that was seen in markets in the month of September and October. All these noises and events are routine in market and an investor shouldn't be distracted from his long term goals and must keep investing in quality companies whenever opportunity arises in market.

**Wishing you all in advance a Merry Christmas and a gainful year 2019!!!**

### Snap Shots

<b>Inflation (WPI) (%)</b>	<b>5.28%(Oct 2018)</b>	<b>5.13%(Sep 2018)</b>	<b>4.53% (Aug 2018)</b>	<b>5.09 (Jul 2018)</b>
<b>Inflation (CPI) (%)</b>	<b>3.31% (Oct 2018)</b>	<b>3.77%(Sep 2018)</b>	<b>3.69 % (Aug 2018)</b>	<b>4.17 (Jul 2018)</b>
<b>India Industrial Production (IIP) (%)</b>	<b>4.5%(Oct 2018)</b>	<b>4.3%(Sep 2018)</b>	<b>6.6% (Aug 2018)</b>	<b>7% (Jul 2018)</b>
<b>Particulars</b>	<b>30.11.2018</b>	<b>23.11.2018</b>	<b>16.11.2018</b>	<b>09.11.2018</b>
91-Day Cut-off (%)	6.7706	6.8121	6.8951	6.9366
10-yr G-Sec yield (%)	7.6924	7.7952	7.8517	7.8250
USD/INR(Rs)	69.6574	71.1787	71.8023	72.7347
EUR/INR (Rs)	78.8370	80.1335	82.2010	82.1630

### Global Indices

Indices	Country	Index as on 30.11.2018	Index as on 29.10.2018	Variation (%) (Inc/ Dec)
SENSEX	India	36,194.30	34067.4	6.24
NIFTY 50	India	10,876.75	10250.85	1.84
NASDAQ	United States	7,330.54	7,050.29	0.82
DJIA	United States	25,538.46	24,442.92	3.22
S&P 500	United States	2,760.17	2,641.25	0.35
Hang Seng	Hong Kong	26,506.75	24,812.04	4.97
Nikkei 225	Japan	22,351.06	21,149.80	3.53
Shanghai Composite	China	2,588.19	2,542.10	0.14
Straits Times	Singapore	3,117.61	2,981.54	0.40
FTSE 100	United Kingdom	6,980.24	7,026.32	-0.14
CAC 40	France	5,003.92	4,989.35	0.04
DAX	Germany	11,257.24	11,335.48	-0.23

### Institutional Investments

Category	Debt/Equity	Gross Purchases (Rs Crores)	Gross Sales (Rs Crores)	Net Investment (Rs Crores)
FII Investments Nov 2018 (as on 29.11.2018)	Equity	83,626.36	74,099.95	9,526.41
	Debt	17,153.25	14,509.41	2,643.84
Mutual Fund Nov 2018 (as on 29.11.2018)	Equity	42,503.18	40,002.46	2,500.72
	Debt	159,654.82	110,971.78	48,683.04
<b>FII Derivative Trades (Rs. in Crores) Nov 2018 (as on 29.11.2018)</b>	<b>INDEX FUTURES</b>	<b>INDEX OPTIONS</b>	<b>STOCK FUTURES</b>	<b>STOCK OPTIONS</b>
- Buy	72,288.81	16,42,580.53	2,79,253.18	1,32,394.12
- Sell	67,885.88	16,26,915.85	2,83,139.13	1,32,311.73



### Forthcoming Corporate Action

Company	Symbol	Purpose	Record / Ex Date
Esab India Limited	ESABINDIA	Interim Dividend - Rs 90 Per Share	04-Dec-18
Saven Technologies Ltd	7TEC	Interim Dividend - Rs. - 1.0000	07-Dec-18
BSE Limited	BSE	Interim Dividend - Rs 5 Per Share	11-Dec-18
CESC Limited	CESC	Annual General Meeting	12-Dec-18
Nestle India Limited	NESTLEIND	Interim Dividend	13-Dec-18
Lakshmi Energy and Foods Limited	LAKSHMIEFL	Annual General Meeting	14-Dec-18

### New Fund Offers

Fund Name	Open Date	Close Date	Min. Investment (Rs.)	Type
Indiabulls Equity Hybrid Fund	22-Nov-2018	06-Dec-2018	500	Open Ended
Mirae Asset Equity Savings Fund	26-Nov-2018	10-Dec-2018	5000	Open Ended
UTI - Fixed Term Income Fund Series XXX-XIII (1224 Days)	27-Nov-2018	11-Dec-2018	5000	Close Ended
BOI AXA SMALL CAP FUND	28-Nov-2018	12-Dec-2018	5000	Open Ended
Sundaram Long Term Tax Advantage Fund Series VI	25-Sep-2018	24-Dec-2018	5000	Close Ended

### Crude and Rupee check

Rupee and crude both cooled off significantly from recent highs, giving a breather for the economy. Rupee closed at Rs 69.81 on 29th November, 2018. On the other hand Brent crude after making 52 week high of \$86.74/barrel on 3rd October, 2018 closed at \$59.51/barrel on 29th November, 2018.

**Brent crude price movement**



**USD-INR price movement**



### Upcoming IPO's

#### Polycab India Ltd:

Polycab India Ltd have filed DRHP with SEBI for Initial public offer (IPO). Promoters of the company are Inder T Jaisinghani, Ajay T Jaisinghani, Ramesh T Jaisinghani, Girdhari T Jaisinghani respectively. The issue comprises of both fresh issue and offer for sale up to 2,48,86,823 equity shares. Company is engaged in the business of manufacturing and selling wires and cables and fast moving electrical goods ("FMEG") under the "POLYCAB" brand. It is the largest manufacturer in the wires and cables industry in India, in terms of revenue from the wires and cables segment and provide one of the most extensive range of wires and cables in India. Company manufacture and sell a diverse range of wires and cables and the key products in the wires and cables segment are power cables, control cables, instrumentation cables, solar cables, building wires, and others including welding cables, submersible flat and round cables, railway signalling cables, specialty cables and green wires.

### Neogen Chemicals Ltd:

Neogen Chemicals Ltd filed its draft red herring prospectus with the Securities and Exchange Board of India for an initial public offering. The IPO comprises a fresh issue of shares to raise up to Rs 70 crore and an offer for sale of up to 2.9 million shares by promoters Haridas Thakarshi Kanani and Beena Haridas Kanani. Company is engaged in the manufacturing of bromine and lithium-based speciality chemicals, which are used for imparting various properties to different kinds of products. Speciality chemicals products are organic and inorganic in nature and comprise pharmaceutical and agrochemical intermediates, polymers additives, etc. There are four manufacturing units of the company in Maharashtra and Gujarat. Over the years company has expanded its range of products. It now makes 187 products, comprising 170 organic chemicals and 17 inorganic chemicals.

### Penna Cement Industries Limited:

Penna Cement Industries has filed DRHP with SEBI to raise Rs 1,550 crore through an initial public offer (IPO). The IPO comprises fresh issuance of shares worth up to Rs 1,300 crore and offer for sale of up to Rs 250 crore by company's promoter PR Cement Holdings. The Hyderabad-headquartered company is among the leading cement players in south India with a strong brand recall and extensive distribution network. It has four integrated manufacturing facilities and two grinding units spread across Andhra Pradesh, Telangana and Maharashtra, with an aggregate cement production capacity of 10 million tonne per annum (MMTPA).

### Sector-wise month to date performance (up to 29.11.2018)

Sector	Market-Cap (Rs)	% Chg	Advance	Decline
Automotive	9,58,864	-20.37%	7	73
Banking & Financial Services	30,42,171	-7.85%	29	148
Cement & Construction	3,65,622	-22.27%	2	87
Chemicals	5,47,386	-2.05%	15	88
Conglomerates	2,80,012	-17.74%	4	21
Consumer Durables	53,082	-19.92%	0	10
Consumer Non-durables	7,42,340	15.51%	9	21
Engineering & Capital Goods	6,87,361	-14.49%	11	115
Food & Beverages	3,98,297	3.50%	8	72
Information Technology	15,78,817	10.71%	29	78
Manufacturing	2,95,473	-22.33%	23	182
Media & Entertainment	1,23,377	-31.14%	2	44
Metals & Mining	6,91,399	-23.19%	11	76
Miscellaneous	4,82,494	-18.45%	15	130
Oil & Gas	13,58,390	-7.93%	1	21
Pharmaceuticals	7,17,754	-5.17%	19	66
Retail & Real Estate	2,83,682	-12.58%	6	47
Services	2,56,626	-23.84%	10	73
Telecommunication	2,89,633	-31.50%	5	28
Tobacco	3,62,054	5.60%	2	3
Utilities	3,65,141	-15.52%	1	26

## Mutual Fund Corner

Scheme for the Month : ICICI Prudential Credit Risk Fund

Level of Risk : Moderate

### Objective:

The scheme seeks to generate income through investing predominantly in AA and below rated corporate bonds while maintaining the optimum balance of yield, safety and liquidity.

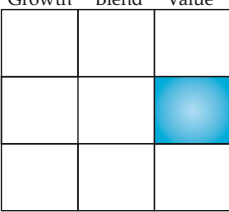
Investment Details	
Minimum Investment Amount (Rs)	Rs 100
Additional Investment (Rs)	Rs 100
Options	Growth/Dividend
Expense Ratio (%)	1.70%(As on Oct 31, 2018)
Lock-in period	Nil
Exit Load (%)	1% for redemption within 365 days

### Trailing Returns

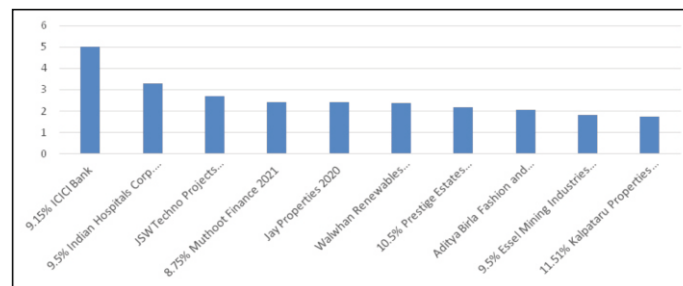
As on 26.11.2018	Fund Return	CCIL T Bill Liquidity Wt.	Category Return
Year to Date	5.71	3.61	4.2
1-Month	0.88	0.33	0.76
3-Month	1.41	1.06	0.53
1-Year	5.8	3.95	4.33
3-Year	7.48	4.27	7.34
5- Year	8.62	4.82	8.57
Return Since Launch 8.55%			

Note : Return up to 1 year are absolute and over 1 year are annualized.

Current Statistics & Profile	
Latest NAV	Rs. 19.26 (Growth) Rs. 10.53 (Dividend) as on 27.11.2018
Fund Category	Debt: Credit Risk
Type	Open Ended
Launch Date	Dec 03, 2010
Net Assets (Cr)	Rs 11,356 crore ( As on Oct 31, 2018)
Benchmark	CRISIL Short Term Credit Risk

Fund Style	Portfolio Aggregates
<b>Investment Style</b> Growth Blend Value  Large Capitalisation Medium Small	Number of Securities 124 Modified Duration (yrs) 1.34 Average Maturity (yrs) 1.74 Yield to Maturity (%) 10.26 Number of funds in category 18

Top 10 stock constituents of fund in percentage as on 31.10.2018  
Top 10 stock constituents of fund



Top 10 stock constituents of fund in percentage as on 31.10.2018

Sl. No.	Credit Instrument	Credit Rating	% Assets
1)	9.15% ICICI Bank	Debenture	5.02
2)	9.5% Indian Hospitals Corp. 2020	Non Convertible Debenture	3.31
3)	JSW Techno Projects Management 2021	Zero Coupon Bonds	2.7
4)	8.75% Muthoot Finance 2021	Bonds/NCDs	2.42
5)	Jay Properties 2020	Debenture	2.4
6)	Walwhan Renewables Energy 2022	Debenture	2.38
7)	10.5% Prestige Estates Projects 2023	Non Convertible Debenture	2.17
8)	Aditya Birla Fashion and Retail 2019	Debenture	2.04
9)	9.5% Essel Mining Industries 2019	Bonds/Debentures	1.82
10)	11.51% Kalpataru Properties Thane 2021	Non Convertible Debenture	1.75

## Knowledge corner!!!

### Start Investing Early, Key Benefits:

- **Effect of compounding:** Compounding of return or wealth happens over time. Continuously reinvesting your earnings, you are exponentially increasing your return on investment. Savvy investors understand the benefits of investing early and taking advantage of the potential gains from compounding. Equity as an asset class are classic example for compounding of return in longer run or higher investment tenure. As Albert Einstein once said, "Compounding interest is the most powerful force in the universe." Compound interest is simply defined as interest being earned on interest. Knowledgeable investors put this practice to work and understand the longer money is put to work, the more wealth it will generate in the future. That is why the magic of compounding works best. When you start younger, you give time for your investments to grow. The two ingredients for compounding to be effective are the reinvestment of earnings and time.
- **Risk taking ability:** when it comes to investing, ventures that are more volatile at times yield the highest return on investment. Investors, who have the time to recover if something were to go wrong, have the opportunity to take higher risk in search of higher return. Those who begin to invest late in life are often inherently more cautious with how they invest their money. A long investment time horizon enables good years in the market to balance out the bad ones, which allows market returns to come closer to their long-term averages. Therefore, while the passage of time does not eliminate the relationship between volatility and return, it does lower the impact of volatility.
- **Ahead of others:** The early bird gets the worm is an idiom worth adhering to. The earlier you begin investing, the better your personal financial situation will be down the line. Compared to your counterparts, who may have chosen to invest later in life, over time you will be able to afford things that others can't. Additionally, at some point your finances may become unstable, but by investing early you'll be prepared to face such hardships.
- **Better quality of life:** Better monetary position developed through a healthy and early investment practice, enables a person to lead relatively a better life when avenues of earning get dries up in later stages. Early investment will reduce the risk that you'll be forced to make reckless choices to secure a stable retirement. It is a challenge to contemplate retirement when you are young and your focus is on starting a career rather than ending one. However, saving and investing, as with most things in life, works best with an early start. There are several key benefits from investing early versus waiting, such as compound interest, time and risk, and experience.
- **Improvement in spending habit:** Investing early allows you to develop disciplined spending habits by focusing on your budget and cutting unwanted expenses when needed. Primary aim is to earn money by saving money. This is impossible with poor spending habits and a life full of impulsive buying. Through early investment, the lessons learned will pay off in the long run.

Although we can read and learn about investing from books or from internet, the best learning comes through experience. Since investing has a protracted learning curve, young adults are at an advantage because they have years to study the market and refine their strategies in order to avoid investment mistakes. The experience gained from investing early will play a large part in future investment success.

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