



Indbank Online

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Economic & Business Updates

PM Modi launches 5G In India: Prime Minister Shri. Narendra Modi launched 5G services in India at a telecom event in Delhi. The service is expected to progressively cover the entire country over the next couple of years, potentially transforming India's digital landscape.

Morgan Stanley makes big prediction on Emerging and Asian stocks, says bottom near for EM equities: Emerging and Asian stocks are close to completing their current bear-market cycle, Morgan Stanley said, upgrading its view on the regions given more-than-average losses and attractive valuations. There's a high chance of a bottom forming in these markets amid "abundant" signs of capitulation, the investment bank's strategists including Jonathan Garner wrote in note, adding that they are shifting recommendations on emerging-market and Asia excluding Japan stocks to overweight from equal weight.

India services sector loses momentum in September, growth falls to 6-month low: Growth in India's services industry eased to a six-month low in September, led by a cooling in demand amid high inflation. The S&P Global India services Purchasing Managers' Index fell to 54.3 in September from August's 57.2.

Global forex reserves shrink by \$1 trillion in record decline: Global foreign-currency reserves are falling at the fastest pace on record, as central banks from India to the Czech Republic intervene to support their currencies. Reserves have declined by about \$1 trillion, or 7.8 per cent, this year to \$12 trillion.

OPEC+ cuts oil production by 2 million barrels per day: Global oil supply is set to tighten, intensifying concerns over soaring inflation after the OPEC+ group of nations announced its largest supply cut since 2020. Sugar exports up 57% to record 10.98 mn tones: India's sugar exports rose 57 per cent to 109.8 lakh tonnes during 2021-22 marketing year ended September, resulting in foreign currency inflow worth about Rs 40,000 crore into the country, the government on Wednesday said.

President's Desk



Warm greetings to all readers!!!

Festive Greetings to all Our Esteemed Customers and Readers!!!

Despite all the global headwinds, talks of inflation, and recession the Indian markets has seen renewed energy. Average total gains of previous few months have been encouraging. In the month of July Sensex gained 8.91%, August witnessed gains of 3.72%, whereas September saw drawdown of more than 5%.

The market in the short term primarily gets influenced by either facts or noise. The facts for obvious reasons act as a stronger indicator of a sustainable trend. Thus, it becomes important to understand what it is that is driving the markets be it economic slowdown in various countries especially in US and Europe, recessionary fears, better FII inflow compared to ruthless selling in the earlier part of the year, private capex pick up in our economy, other stable economic data points and so on needs to be considered before taking a call on market outlook.

At this point of time one looking at market must understand that our domestic fundamentals are far more comfortable than majority of other Economies around the globe. Any jitters can largely arise externally than internally. Data points such as robust tax collection, credit off take, private capex etc are showing signs of an upward trend. These trends do favour long term investments, even though markets can remain volatile in the near term.

Happy and Safe Investing!!! Stay Safe!!!

With warm regards,

Mr. V. Hari babu - President & Whole-Time Director

Snap Shots

<i>Inflation (WPI) (%)</i>	12.41% (August 2022)	13.93% (July 2022)	15.18% (June 2022)	15.88% (May 2022)
<i>Inflation (CPI) (%)</i>	7% (August 2022)	6.71% (July 2022)	7.01% (June 2022)	8.6% (May 2022)
<i>India Industrial Production (IIP) (%)</i>	12.3% (June 2022)	19.6% (May 2022)	7.1% (April 2022)	1.9% (March 2022)
Particulars	2.09.2022	9.09.2022	16.09.2022	23.09.2022
<i>91-Day Cut-off (%)</i>	5.63	5.63	5.72	5.88
<i>10-yr G-Sec yield (%)</i>	7.23	7.12	7.24	7.40
<i>USD/INR(Rs)</i>	79.79	79.64	79.82	80.92
<i>EUR/INR (Rs)</i>	79.53	80.18	79.72	79.51

Global Indices

Indices	Country	31-Aug-22	30-Sep-22	Variation (%) (Inc/ Dec)
SENSEX	India	59,537.07	57,426.92	-3.5%
NIFTY 50	India	17,759.30	17,094.35	-3.7%
S&P 500	United States	3,955.00	3,640.47	-8.0%
DJIA	United States	31,510.43	29,225.61	-7.3%
NASDAQ	United States	11,816.20	10,737.51	-9.1%
FTSE 100	United Kingdom	7,284.15	6,898.63	-5.3%
CAC 40	France	6,125.10	5,713.80	-6.7%
DAX	Germany	12,834.96	12,007.29	-6.4%
Nikkei 225	Japan	28,091.53	25,937.21	-7.7%
Straits Times	Singapore	3211.56	3239.33	0.9%

Institutional Investments

Category	Debt/Equity	Gross Purchases (Rs Crores)	Gross Sales (Rs Crores)	Net Investment (Rs Crores)
<i>FII Investments August 2022</i>	<i>Equity</i>	188,668.52	192,418.70	-3,750.18
	<i>Debt</i>	13,137.81	8,242.23	4,895.58
<i>Mutual Fund September 2022</i>	<i>Equity</i>	81,517.95	74,749.20	6,768.75
	<i>Debt</i>	103,380.64	117,845.43	-14,464.79
<i>FII Derivative Trades (Rs. in Crores) September 2022</i>	<i>INDEX FUTURES</i>	<i>INDEX OPTIONS</i>	<i>STOCK FUTURES</i>	<i>STOCK OPTIONS</i>
<i>Buy</i>	96,657.49	23,119,961.80	394807.07	201894.03
<i>Sell</i>	105,258.29	23,042,270.28	415155.20	202148.73

New Fund Offers

Fund Name	Open Date	Close Date	Min. Investment (Rs.)	Type
Axis NASDAQ 100 Fund of Fund	07-Oct-2022	07-Oct-2022	500	Open Ended
HDFC Silver ETF Fund of Fund	07-Oct-2022	07-Oct-2022	100	Open Ended
ICICI Prudential Transportation & Logistics Fund	06-Oct-2022	20-Oct-2022	5000	Open Ended
LIC MF Multi Cap Fund	06-Oct-2022	20-Oct-2022	5000	Open Ended
IDFC Transportation & Logistics Fund	04-Oct-2022	18-Oct-2022	5000	Open Ended
Tata Nifty Midcap 150 Momentum 50 Index Fund	04-Oct-2022	17-Oct-2022	5000	Open Ended

Stock picks

Company Name / Symbol	Current Market Price (CMP) (RS)	Buy / Sell	Stop loss	Target	Short / Medium / Long term
KPIT Technologies	678	Buy	635	760	Short term
Tata Chemicals	1170	Buy	1120	1300	Short term
Apollo Hospitals	4380	Buy	4270	4800	Short term

* Short term – 3 to 6 months, Medium term – 6 to 12 months, Long term – 12 months and above, CMP as on 07.10.22.

Forthcoming Corporate Actions

SYMBOL	COMPANY NAME	PURPOSE	EX-DATE	RECORD DATE
RUCHIRA	RUCHIRA PAPERS LTD.	07-Oct-22	Bonus issue 1:10	10-Oct-22
UNICK	Unick Fix-A-Form And Printers Ltd	10-Oct-22	E.G.M.	-
COLORCHI PS	Colorchips New Media Ltd	12-Oct-22	Stock Split From Rs.10/- to Rs.2/-	12-Oct-22
GREENCREST	Greencrest Financial Services Limited	12-Oct-22	Stock Split From Rs.10/- to Rs.1/-	12-Oct-22
KAARYAFSL	Kaarya Facilities and Services Ltd	12-Oct-22	Bonus issue 1:1	12-Oct-22
NIKHILAD	NIKHIL ADHESIVES LTD.-\$	12-Oct-22	Stock Split From Rs.10/- to Rs.1/-	13-Oct-22
SECMARK	SecMark Consultancy Ltd	12-Oct-22	Bonus issue 3:2	12-Oct-22
SHBCLQ	SHIVALIK BIMETAL CONTROLS LTD.	12-Oct-22	Bonus issue 1:2	13-Oct-22
TCS	TATA CONSULTANCY SERVICES LTD.	17-Oct-22	Interim Dividend	18-Oct-22
HCLTECH	HCL TECHNOLOGIES LTD.	19-Oct-22	Interim Dividend	20-Oct-22
ANGELONE	Angel One Ltd	20-Oct-22	Interim Dividend	21-Oct-22
JAICORPLTD	JAI CORP LTD.	20-Oct-22	Dividend - Rs. - 0.5000	-
PERFEPA	PERFECTPAC LTD.	21-Oct-22	Stock Split From Rs.10/- to Rs.2/-	21-Oct-22
VGIL	Veer Global Infraconstruction Ltd	21-Oct-22	Fin Div - Rs. - 0.2000	24-Oct-22
ICICIGI	ICICI Lombard General Insurance Company Ltd	27-Oct-22	Interim Dividend	28-Oct-22
LTTS	L&T Technology Services Ltd	27-Oct-22	Interim Dividend	28-Oct-22

Crude & Rupee check

Brent crude opened at \$95.21 for the month of September 2022. It dropped 9.44% to \$87 levels by end of the month. USD-INR opened September at \$79.52. It dropped to \$79.03 levels during mid-month but climbed substantially to finish at \$81.49, taking the month's increase to 2.48%.



Mutual Fund Corner

Scheme for the Month : Mahindra Manulife Balanced Advantage Yojana - Regular Plan - Growth

Level of Risk : Very High

Objective

The investment objective of the Scheme is to provide capital appreciation and generate income through a dynamic mix of equity, debt and money market instruments. The Scheme seeks to reduce the volatility by diversifying the assets across equity, debt and money market instruments. The fund has 55.36% investment in equities, 25.12% investment in debt & 19.52% in others.

Trailing Returns

Trailing Returns (%)	Tata Balanced Advantage Fund	VR Balanced TRI
YTD	-0.85%	1%
1-M	-0.25%	-1.62%
6-M	-0.42%	-1.38%
Return Since Launch	0.85%	1.10%

Fund Details

NAV as on 29.08.2022	Rs 9.89
Fund House	Mahindra Manulife AMC
Launch Date	30-Dec-2021
Benchmark	NIFTY 50 Hybrid Composite debt 50:50 Index
Type	Open-ended
Assets Under Management	Rs 681.97 cr

Knowledge corner!!!

What is a bonus issue?

A bonus issue is an offer of free additional shares to existing shareholders. A company may decide to distribute further shares as an alternative to increasing the dividend pay-out. For example, a company may give one bonus share for every five shares held. Bonus issues are given to shareholders when companies are short of cash and shareholders expect a regular income. Bonus shares may also be issued to restructure company reserves. Issuing bonus shares does not involve cash flow. It increases the company's share capital but not its net assets.

Bonus shares increase a company's share capital but not its net assets. Total number of shares outstanding goes up without any increase in shareholder's ownership. For example - If the shares were trading at Rs 1000 per share, post bonus on 1:1 basis, price of one share will come down to Rs 500.

Advantages-

Increasing the number of outstanding shares decreases the stock price, making the stock more affordable for retail investors.

Disadvantages-

Also, because issuing bonus shares does not generate cash for the company, it could result in a decline in the dividends per share in the future, which shareholders may not view favourable.

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