



What's New!!!

Economic & Business Updates

- **Indian-origin Abhijit Banerjee wins Nobel Prize for Economics:** Indian-American Abhijit Banerjee, his wife Esther Duflo and Michael Kremer jointly won the 2019 Nobel Economics Prize "for their experimental approach to alleviating global poverty." The research conducted by Laureates has considerably improved ability to fight global poverty.
- **India moves up 14 places to 63rd position in World Bank's ease of doing business 2020 survey:** India has climbed 14 places, to be ranked 63 among 190 countries, in the World Bank's Ease of Doing Business 2020 report. It was also among the top ten economies with the most notable improvement in doing business. India performed better in six of the ten parameters used for ranking including starting a business, dealing with construction permits, trading across borders, resolving insolvency, paying taxes and getting electricity.
- **Fitch Cuts India's FY20 GDP Growth Forecast To 5.5%:** Fitch Ratings slashed India's GDP growth forecast in the current fiscal to 5.5 per cent. Fitch, which had in June this year put India's GDP growth at 6.6 per cent for the fiscal year that began on April 2019, said the recent government measures to boost economy including a cut in corporate tax rates will gradually nudge growth.
- **SC ruling on AGR, telecom companies may have to pay 1.3-lakh crore:** The Supreme Court rejected telecom companies' appeal against the government's definition of adjusted gross revenue (AGR) and allowed the Department of Telecommunications (DoT) to recover dues worth Rs. 1.33 lakh crore from telecom companies - Bharti Airtel, Reliance Communications (RCOM) and Vodafone Idea. The Supreme Court said that the adjusted gross revenue will also include other items besides licence fee. However, the gains from sale of capital assets and insurance claims by telecom companies will not be a part of it, the top court further said.
- **Slowdown temporary, reforms will reverse trend says Mukesh Ambani:** Industrialist Mukesh Ambani said the slowdown in the Indian economy was temporary and the recent measures taken by the government would help reverse the trend in the coming quarters. Speaking at Saudi Arabia's annual investment forum, also known as 'Davos in the desert', he said the reforms undertaken by the Indian government since August would bear fruit in the next few quarters.
- **SBI savings account balance will fetch lower interest rate from this month:** The interest rate on savings account deposits with State Bank of India will fetch lower interest rates, effective from November 1. India's biggest bank had announced the rate revision in October. Balances of less than 1 lakh in savings deposits with SBI will fetch 3.25%, as compared to 3.5%, from November 1.
- **RBI imposes Rs 1 cr fine on Janata Sahakari Bank, Rs 25 lakh on Jalgaon Peoples Co-operative Bank for violating IRAC norms:** The Reserve Bank of India (RBI) has imposed a fine of Rs 1 crore on Pune-based Janata Sahakari Bank and Rs 25 lakh on Jalgaon Peoples Co-operative Bank for violating income recognition, advances management and asset classification norms.
- **Premium Growth Slows for Listed Insurers:** India's three listed private insurers saw growth slow down amid a slowing economy and volatile market. The annualised premium equivalent a sum of first-year premium and single-premium policies of ICICI Prudential Life Insurance Co. Ltd., HDFC Standard Life Insurance Co. Ltd. and SBI Life Insurance Co. Ltd. either contracted or grew at a slower pace in the first half of the FY20 compared with the quarter ended June, according to the companies' exchange filings.
- **Ola in advanced talks to raise \$200 million from Microsoft:** Indian ride-share start up Ola and global technology major Microsoft have an ongoing partnership where they are working on creating a connected vehicle platform. OLA said US software giant may be inclined towards making an investment in the company to the extent of \$200 million.



Mr. Sessa Sai P L V K

From the President's Desk

Warm Greetings to all Readers!!!

Extended Diwali is being celebrated in Dalal street with Sensex scaling to a new high of 40392 breaching previous high of 40312 hit on June. Markets see higher foreign fund inflow. This is one of the factors that contributed to the surge which we are witnessing in our markets. US Federal Reserve slashed key rates by 25bps and on back of this FII's are turning net buyers in Indian capital markets and other global emerging markets. Foreign money in search of higher rate of return can flow into emerging markets like ours.

Ongoing festive season is proving to be a better one for some of the automobile manufacturers in India. Automobile as a sector has been undergoing significant slowdown on back of varied reasons right from regulatory changes and are also grappling with lower demand. Many major auto makers have been saying they are receiving higher number of enquiries, customer footfall in their showrooms and are also receiving bookings which tends to state momentum in the space is slowly picking up. This is a positive sign for both the industry as well as for the economy as the sector is a significant contributor towards country's GDP.

The recent Supreme Court's ruling on Adjusted Gross Revenue (AGR) has put the telecom sector in a fix. Incumbent operators, already reeling under a debt of nearly Rs4 lakh crore, will now be asked to pay Rs1.3 lakh crore of dues to the Exchequer. The apex court has

relied heavily on the migration agreement offered to the telecom operators in 1999, wherein the Centre converted the upfront money committed by the mobile players to a licence fee in the form of an annual revenue share. The revenue share was to be calculated on the AGR. According to the operators, the Department of Telecom changed the definition of AGR in 2002-03 to include non-telecom income such as foreign exchange gains and interest earned from bank deposits. The operators have been asked to pay the entire dues accumulated over the last 15 years, with interest and penalty. This order if implemented without any relief from government, can significantly impact the balance sheets of incumbent players.

Indian IT giant Infosys is grappling with whistleblower complaint alleging malpractices by its present CEO and CFO. The company is probing whistle-blower allegations that its chief executive and its chief financial officer engaged in "disturbing unethical practices." According to the complaint, which was filed by an anonymous group of employees that calls itself "ethical employees" and by media, chief executive Salil Parekh has taken some unethical steps to boost revenue and profits in recent quarters. Yet the veracity of allegations are not proved but such disturbing question marks raised on Infosys which is considered to be the country's corporate governance torch bearer, sends shocking signals across investing community.

In order to insulate investors from such untimely shocks, market regulator must proactively step in to protect investor interest and uphold the true sanctity of a Strong form of Efficient-Market Hypothesis theory.

Happy and Safe Investing!!!

Snap Shots

Inflation (WPI) (%)	0.33% Sep 19	1.08% Aug 19	1.08% Jul 19	2.02% Jun 19
Inflation (CPI) (%)	3.99% Sep 19	3.21% Aug 19	3.15% Jul 19	3.18% Jun 19
India Industrial Production (IIP) (%)	-1.1% Sep 19	4.3% Aug 19	2% Jul 19	3.1% Jun 19
Particulars	25-Oct-2019	18-Oct-2019	11-Oct-2019	04-Oct-2019
91-Day Cut-off (%)	5.0772	5.1183	5.2006	5.3241
10-yr G-Sec yield (%)	6.670	6.692	6.727	6.680
USD/INR(Rs)	70.82	71.09	70.92	70.82
EUR/INR (Rs)	78.46	79.41	78.31	77.75

Global Indices

Indices	Country	Index as on 30.10.2019	Index as on 31.09.2019	Variation (%) (Inc/ Dec)
SENSEX	India	40,129.05	38,667.33	3.78
NIFTY 50	India	11877.45	11474.45	3.51
NASDAQ	United States	8,292.36	7,999.34	3.66
DJIA	United States	27,046.20	26,916.83	0.48
S&P 500	United States	3,037.56	2,976.74	2.04
Hang Seng	Hong Kong	26,667.71	26,092.27	2.21
Nikkei 225	Japan	22,927.04	21,755.84	5.38
Shanghai Composite	China	2,929.06	2,905.19	0.82
Straits Times	Singapore	3,207.92	3119.31	2.84
FTSE 100	United Kingdom	7,248.38	7424.31	-2.37
CAC 40	France	5,729.85	5,677.79	0.92
DAX	Germany	12,866.79	12,428.08	3.53

Institutional Investments

Category	Debt / Equity	Gross Purchases (Rs Crores)	Gross Sales (Rs Crores)	Net Investment (Rs Crores)
FII Investments October 2019	Equity	21,916.21	12,331.86	9,584.35
	Debt	4,910.83	3,376.09	1,534.74
Mutual Fund October 2019	Equity	2,759.72	2,777.36	-17.64
	Debt	2,282.65	1,563.18	719.47
FII Derivative Trades (Rs. in Crores) October 2019	INDEX FUTURES	INDEX OPTIONS	STOCK FUTURES	STOCK OPTIONS
- Buy	2572.15	115872.12	14731.26	4144.21
- Sell	2144.09	114440.36	13636.13	4184

Forthcoming Corporate Action

Company Name	Symbol	Purpose	Record / Ex Date
MPSLTD	MPS Limited	Interim Dividend - Rs 50 Per Share	06-Nov-19
SRTRANSFIN	Shriram Transport Finance Company Limited	Interim Dividend-Rs 5 Per Share	07-Nov-19
PETRONET	Petronet LNG Limited	Interim Dividend - Rs 5.50 Per Share	07-Nov-19
DCMSHRIRAM	DCM Shriram Limited	Interim Dividend-Rs 4 Per Share	07-Nov-19
TCIEXP	TCI Express Limited	Interim Dividend	11-Nov-19
DABUR	Dabur India Limited	Interim Dividend	13-Nov-19
AMRUTANJAN	Amrutanjan Health Care Limited	Interim Dividend	15-Nov-19
GABRIEL	Gabriel India Limited	Interim Dividend	15-Nov-19
GILLETTE	Gillette India Limited	Dividend Rs 25 Per Share	18-Nov-19
PGHH	Procter & Gamble Hygiene and Health Care Limited	Dividend Rs 48 Per Share	19-Nov-19
CRISIL	CRISIL Limited	Interim Dividend	21-Nov-19

Stock picks

Company Name	Current Market Price (CMP) (RS)	Buy / Sell	Recommended Buy / Sell price range	Stop loss	Target	Short / Medium / Long term
Larsen & Tubro	1449	Buy	1445	1415	1480	Medium term
Kotak bank	1579	Buy	1570-1575	1530	1620	Short term
Infosys	687	Buy	670-675	648	730	Medium term

* Short term – 3 to 6 months, Medium term – 6 to 12 months, Long term – 12 months and above, CMP as on 31.10.19.

Crude and Rupee check

Crude opened at \$ 54.28 in October. Crude price in the month of October witnessed lower volatility compared to previous month. After hitting low of \$50.99 in October recovered and closed at \$54.18 on 31st October, 2019. Rupee closed at Rs70.98 on 31st October, 2019.

Brent crude price movement



USD-INR price movement



Sector-wise performance (October 2019)

Sector	Market-Cap (Rs)	% Change	Advance	Decline
Agriculture	74,474	-32.65%	6	58
Alcohol	85,459	-0.66%	1	9
Automobile & Ancillaries	9,90,723	-28.08%	5	107
Aviation	55,686	0.31%	1	2
Banks	22,23,705	-3.51%	7	30
Capital Goods	3,24,559	-17.99%	11	74
Chemicals	5,99,872	9.03%	18	80
Construction Materials	3,58,617	-15.19%	3	51
Consumer Durables	1,39,956	5.83%	7	20
Containers & Packaging	5,466	-41.53%	0	12
Diamond & Jewellery	1,41,218	12.37%	3	10
Diversified	1,71,367	-26.62%	4	19
Electricals	20,381	-46.19%	3	22
ETF	22,064	-5.70%	35	11
Finance	12,32,326	-1.07%	19	90
FMCG	15,01,513	25.37%	18	23
Footwear	37,235	85.66%	2	3
Healthcare	7,06,017	-8.56%	22	74
Hospitality	46,766	-33.53%	2	25
Industrial Gases & Fuels	1,12,627	-10.01%	3	3
Infrastructure	3,45,217	-15.07%	2	59
Insurance	4,37,295	19.72%	4	2
Logistics	76,612	-29.36%	3	28
Manufacturing	15,091	-17.22%	1	5
Media & Entertainment	81,452	-46.16%	2	35
Metals & Mining	5,75,499	-38.68%	8	92
Miscellaneous	92,339	-21.36%	3	33
Oil & Gas	14,75,559	11.19%	3	13
Paper	9,613	-46.96%	0	21
Photographic Products	14	-80.83%	0	1
Plastic Products	53,157	-19.34%	2	26
Power	3,88,046	-15.36%	3	27
Real Estate	1,69,409	-28.15%	6	50
Retailing	1,90,527	27.31%	4	9
Ship Building	5,388	-23.82%	0	1
Software & IT Services	16,64,711	20.36%	19	71
Telecom	2,77,661	-47.09%	1	24
Textiles	96,408	-35.12%	7	100
Trading	41,863	-21.89%	0	16

Mutual Fund Corner

Scheme for the Month : Mirae Asset Emerging
Bluechip Fund

Level of Risk : Moderately High

Objective

To generate income and capital appreciation from a diversified portfolio predominantly investing in Indian equities and equity related securities of large cap and midcap companies at the time of investment.

Investment Details	
Minimum Investment Amount (Rs)	Rs 5,000
Additional Investment (Rs)	Rs 100
SIP(Rs)	Rs 1000
Options	Growth/Dividend
Expense Ratio (%)	1.78% (As on Sep 30, 2019)
Lock-in period	Nil
Exit Load (%)	1% for redemption within 365 days

Current Statistics & Profile	
Latest NAV	Rs. 56.06 (Growth) Rs. 30.76 (Dividend) as on 01.11.19
Fund Category	Equity: Large & Midcap
Type	Open Ended
Launch Date	Jul 09, 2010
Net Assets (Cr)	Rs 8,219 crore
Benchmark	NIFTY Large Midcap 250 TRI

Fund Style		Concentration & Valuation	
Investment Style		Number of Stocks	63
Growth	Blend	Top 10 Stocks (%)	38.45
		Top 5 Stocks (%)	24.65
		Top 3 Sectors (%)	53.91
		Portfolio P/B Ratio	2.76
		Portfolio P/E Ratio	21.63
Capitalisation			
	Large		
	Medium		
	Small		

Trailing Returns

Trailing Returns %	Fund Return	S&P BSE 250 Large MidCap TRI	Category Return
Year to Date	11.54	8.11	6.41
1 Month	6.63	4.04	4.93
3 Months	10.34	7.91	9.53
1 Year	16.69	13.41	10.41
3 Years	12.57	11.24	8.01
5 Years	16.8	9.53	9.38

Return Since Launch 20.32%

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

Asset Allocation	
As on 31.08.19	% Net Assets
Equity	98.93
Debt	-
Cash	1.07

Top 10 stock constituents of fund in percentage as on 30.09.19

Sl. No.	Company	Sector	% Assets
1)	HDFC Bank	Financial	7.08
2)	ICICI Bank	Financial	6.23
3)	State Bank of India	Financial	4.02
4)	Axis Bank	Financial	3.69
5)	Reliance Industries	Energy	3.64
6)	Voltas	Cons Durable	3.24
7)	IndusInd Bank	Financial	2.97
8)	Larsen & Toubro	Construction	2.8
9)	Page Industries	Textiles	2.44
10)	Max Financial Services	Financial	2.35



Traits You Need to Develop as a Day Trader

Discipline: It is one of the hardest things to master. At the same time, it is the most important element of successful trading. Trading discipline is pivotal to one's performance and survival as a retail trader. As an independent trader, one don't have managers looking over his/her shoulders. A single lapse of discipline can severely damage his/her trading account, not to mention impact on confidence as a trader. It is up to every trader to establish a pre-market routine and build strong trading habits. One should strive to attain discipline if he/she ever hope to achieve any level of trading success. Trading discipline must be practised 100 percent every time, in every trade, and every trading day.

Patience: Patience is related to discipline. Traders require patience in waiting for their ideal entry and exit points (based on their strategy), but when the moment calls for it, they need to act swiftly. There is a constant see-saw between prolonged periods of patience, followed by split-seconds of action, which are then followed by patience, and so on.

Honour your stop losses: Stops force you to think about the price where you are screwed up and need to get out of the market. In truth, every position will go where it wants to go, despite your best hopes and wishes. And even perfect trade setups will fail regularly for no good reason.

Mental Toughness: You could also think of this as being thick-skinned. The market will constantly throw losing trades at you, and you need to bounce back. If you feel discouraged every time you lose a trade, or your strategy fails to

produce the result you expect, your life will be miserable. Losing trades are constant, most successful day traders will have losing trades every day. The difference between a successful trader and an unsuccessful one is that most successful traders win slightly more on their winners than they lose on their losers and typically win slightly more often than they lose.

Learn to hit singles before swinging for the fences: Forget your unrealistic profit goals and just concentrate on taking a few bucks out of the market each trading day. Want to know a secret? This one piece of advice builds discipline and profits faster than attending a dozen trading seminars.

Don't Chase the Markets: Patiently wait for the turn and opportunity. Markets are like a shadow. If you run after it, you'll never catch it. If you stand still, it will embrace you.

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