

## Indian Equity Markets

Benchmark Indices rallied sharply after Government announced cut in effective corporate tax rate to 25.2% from 34.9% and MAT rate to 15% from 18.5%.

Mid & Small Cap Indices outperformed Large Cap, closed at 4.7% & 5% respectively. Except IT and Pharma all other sectoral indices closed positively.

FII's turned net buyers after two consecutive months of selling, bought ₹7,548 Cr.

## Debt Markets

RBI directed banks to link all retail & SME loans to external benchmark from 1<sup>st</sup> Oct.

RBI cut repo rate by 25bps and decided to continue with an accommodative stance.

10Y G-Sec Yield corrected to 6.7% from 6.56% after FIIs sold ₹990 Cr in debt.

Rupee appreciated by nearly 1% after hitting a low of 72.39 per USD during the month.

## Global Markets

Global indices rallied supported by Fed rate cut (25bps) and progress in US China trade talks (Delay in additional tariffs on \$250 billion worth of Chinese goods to 15<sup>th</sup> Oct and China exempting some US agricultural products).

US to impose tariffs on EU Aircrafts and Agriculture goods w.e.f 18<sup>th</sup> Oct.

Oil prices recovered after Saudi Arabia restored full production to pre attack level and unexpected rise in US crude stock piles.

Gold and Silver corrected sharply after revival of appetite for risk assets.

## Corporate Announcements

**Tech Mahindra** announces expansion of its strategic collaboration with AT&T.

**Bajaj Finance** to raise upto ₹ 8,500 Cr through QIP by issuing equity shares.

**Cipla** receives 12 observations from USFDA inspection of its Goa facility.

**Varun Beverages** raised ₹899.99 Cr through QIP.

**PNB** board approves capital raising of upto ₹3,000 Cr via Tier-I bonds.

**HDFC Bank's** stock split 2:1.

**HDFC Bank** cuts MCLR by 10-15 bps across tenures.

**L&T Construction** secured contract worth ₹5,000 Cr from CIDCO.

Blackstone Group to buy stakes in **Indiabulls Real Estate** for about ₹4,420 Cr.

Government is considering a proposal to sell stake in **BPCL**.

**BEL** won order worth ₹5,357 Cr for 7 squadrons of Akash Missile System for IAF.

**NBCC** has signed an MoU with Utkal University worth ₹390 Cr.

**CG Power** board has initiated the process to remove Gautam Thapar as its Chairman.

**Bharat Forge** acquires 50% stake in Refu Elektronik GmbH for €11.35 million.

**Axis Bank** raised ₹12,500 Cr through QIP.

**M&M** and Ford Motor Co signed a deal to form 51:49 joint venture in India.

RBI puts **LVB** under PCA, due to high net NPA and insufficient CRAR.

**Reliance Capital** received approx. ₹5,500 Cr through sale of RNAM via OFS.

**SBI** raised ₹3,500 Cr by selling 4.5% stake in SBI Life Insurance via OFS.

**Bharat-22 ETF** fourth tranche oversubscribed by 12 times, gets bids worth ₹23,500 Cr.

## Market Outlook

Above the normal Monsoon this year (highest rainfall since 1994) is expected to complement major initiatives undertaken by the government like transmission of lower interest rates, cut in corporate tax rate, lower tax rate to startups, capital infusion in PSB to enhance credit growth, revision in GST rates in generating sustainable employment growth and improve corporate earnings in near future.

Fiscal Deficit (₹5.54 lakh Cr) at 78.7% of Budget Estimate and revised GDP growth at 6.1% vs 6.9% in August remains key concerns to watch out.

Key events like Q2 Earnings (starts with Infosys on 11<sup>th</sup> Oct), Maharashtra & Haryana Assembly Election (21<sup>st</sup> Oct), Progress of US China trade talks and US FOMC Meet (30<sup>th</sup> Oct) would set a clear direction for the market in near term.

Benchmark	30-Sept-19	MTD	2019
SENSEX	38,667.33	3.57%	7.21%
NIFTY	11,477.25	4.12%	5.66%
10Y G-Sec	6.7%	2.13%	-9.09%

Top Gainers	Change	Top Losers	Change
Bajaj Finance	21.57%	Yes Bank	30.34%
Kotak Bank	14.85%	Sun Pharma	13.54%
L&T	11.18%	HDFC Ltd	8.77%
Vedanta	10.59%	TCS	7.03%
HDFC Bank	10.13%	NTPC	3.33%

BSE Sector Performance	MTD	2019
Basic Materials	5.7%	-8.87%
Telecom	6.24%	-2.02%
Utilities	0.46%	-8.1%
Industrials	9.5%	-5.81%
Finance	3.69%	5.57%
Consumer Discretionary	6.34%	-5.94%
FMCG	6.23%	-0.52%
Energy	8.4%	12.8%
Healthcare	-2.97%	-10.27%
IT	-2.97%	11.22%

FII (Cr)	EQUITY	DEBT	HYBRID	TOTAL
MTD	7548	(990)	25	6582
YTD	56185	29186	8798	94165

Currencies	30-Sept-19	MTD	2019
USDINR	70.685	-1.01%	1.28%
EURINR	77.3284	-1.91%	-3.07%
GBPINR	86.9256	0%	-1.83%

Global Indices	30-Sept-19	MTD	2019
DJIA	26,916.83	1.95%	16%
NASDAQ	7,999.34	0.46%	20.56%
DAX	12,428.08	4.09%	17.7%
FTSE	7,408.21	2.79%	10.11%
CAC	5,677.79	3.6%	20.02%
NIKKEI	21,755.84	5.08%	9.33%
HSI	26,092.27	1.43%	0.95%
KOSPI	2,063.05	4.84%	1.08%
RTSI	1,333.91	3.14%	24.81%
SHANGHAI	2,905.19	0.66%	16.49%

Commodity (\$)	30-Sept-19	MTD	2019
Gold	1,472.49	-3.15%	14.92%
Silver	17	-7.31%	9.4%
Brent	60.78	0.58%	13.52%

IPO	Issue Price (₹)	Listed At
IIFL Wealth Management Ltd	Demerger	1,260
IIFL Securities Ltd	Demerger	42.5
IRCTC	315-320	*

NCD	Issue Size	Start Date	End Date
Muthoot Fincorp	500 Cr	20-Sept-19	18-Oct-19
Muthoot Finance	1,000 Cr	27-Sept-19	25-Oct-19
Manappuram HF	200 Cr	30-Sept-19	29-Oct-19

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