

Indian Equity Markets

Benchmark indices continued its rally in august, closing at a new life time high. Floods in Kerala, surge in global Oil prices and sharp correction in ₹ had a negligible impact on market euphoria. Interestingly ICICI Bank and Tata Motors were among top monthly gainers despite disappointing quarterly earnings.

IT & Pharma rallied in anticipation of margin expansion as ₹ hit a new low.

Mid & Small Cap indices posted gains of 5.42% and 3.67% respectively.

FII's were net buyers of ₹1,775 Cr in equities.

Debt Markets

10Y G-Sec yield corrected to 7.95%. FII's were net buyers of ₹3,414 Cr in debt.

Global Markets

Except US & Nikkei major global indices corrected sharply during the month.

Dow and S&P posted one of best monthly gains since 2014 while Nasdaq had its best august monthly gain since 2000

Corporate Announcements

Cabinet approves planned takeover of **IDBI Bank** by LIC.

L&T announced Buyback of 6 Cr Shares at ₹ 1500 each.

SBI and Reliance Jio collaborate on digital transaction for SBI customers.

Indiabulls Housing Finance approves raising up to Rs 26,000 Cr via bonds.

ONGC board approved its entire stake sale of 49% in Pawan Hans.

Mphasis announced buyback of 73.3 lakh shares at ₹ 1,350 each.

Britannia board approved stock split in the ratio of 1:2.

Berkshire is set to acquire 3-4% of One97 Communications Ltd. (Paytm)

Infosys' CFO MD Ranganath resigned.

HDFC Bank Deputy MD, Paresh Sukthankar resigned.

Market Outlook

Q1'FY19 GDP growth is reported at 8.2% vs 5.6% YoY (vs 7.7% QoQ), making India the fastest growing economy in the world. If the growth continues over 8% mark, India would attract unprecedented FII and FDI inflows to sustain current market valuations, while this time challenges are not only **Political** (approaching State & General Elections) and **Economic** (Rising Interest Rates/Weak ₹/Oil prices) but **Global** too (Tariff wars).

We expect volatility to continue in Equity Markets in near term while 10 Year G-Sec Yield would be range bound for rest of the year.

Model Portfolio	PE*	2017	2016	2015
BSE SENSEX	24.85	27.91	1.95	-5.03
NIFTY 50	28.40	28.65	3.01	-4.06
Custom Benchmark	23.99	40.45	4.81	4.23
Portfolio Strategy	PE	2017	2016	2015
Diversified Conservative	18.56	45.10	8.82	5.69
Diversified Moderate	19.02	40.42	7.36	5.54
Diversified Aggressive	30.98	48.40	5.90	6.81
Sector Strategy	27.23	37.78	4.08	5.64
Thematic Strategy	22.78	43.41	4.84	7.82

*PE based on 31-07-2018 Portfolio data. Custom Benchmark includes 165 Equity Schemes with an AUM threshold of 500 Cr and above, representing approx. 80% of total Industry AUM under Equity Fund Category.

Benchmark	31-Aug-18	MTD	2018
SENSEX	38645	2.76%	13.47%
NIFTY	11680	2.85%	10.92%
10 Year G-Sec	7.95%	2.32%	8.61%

Top Gainers	Change	Top Losers	Change
AXIS	18.44%	HPCL	10.65%
DR. REDDY	17.00%	BPCL	7.32%
SUN PHARMA	14.37%	YES	6.62%
LUPIN	13.21%	HDFC	5.66%
TATA MOTOR	12.83%	IOL	5.35%

Sector Performance	MTD	2018
Basic Materials	6.18%	-9.00%
Telecom	-0.86%	-29.58%
Utilities	7.02%	-8.41%
Industrials	2.59%	-11.98%
Finance	0.40%	7.85%
Consumer Discretionary	1.42%	-5.49%
FMCG	6.32%	19.42%
Energy	3.26%	11.38%
Healthcare	12.24%	7.74%
IT	7.03%	37.87%

FII (Cr)	EQUITY	DEBT	HYBRID	TOTAL
MTD	1775	3414	-44	5146
YTD	-2392	-37978	-93	-40462

Currencies	31-Aug-18	MTD	2018
USDINR	70.93	-3.39%	-11.05%
EURINR	82.84	-2.96%	-8.24%
GBPINR	92.35	-2.52%	-7.05%

Global Indices	31-Aug-18	MTD	2018
DJIA	25965	2.23%	5.04%
NASDAQ	8110	5.19%	17.47%
DAX	12364	-3.45%	-4.29%
FTSE	7432	-4.08%	-3.32%
CAC	5407	-1.90%	1.77%
NIKKEI	22865	1.62%	0.44%
HSI	27889	-2.43%	-6.79%
KOSPI	2323	1.20%	-5.86%
RTSI	1092	-6.89%	-5.38%
SHANGAI	2725	-5.25%	-17.60%

Commodity (USD)	31-Aug-18	MTD	2018
Gold	1206	-2.0%	-7.4%
Silver	14.5	-6.3%	-14.2%
Brent	78.1	5.1%	16.9%

IPO's – During Aug '18	Issue Price	Listed At
Credit Access Grameen LTD	418 - 422	*

Disclaimer: The contents in this document is for discussion purpose only and is not intended to solicit or make an offer for investment.

Investments in mutual funds involves risks. Past performance is not indicative of the future performance. Any forecast, projection or target contained in this document is for information purpose only and is not guaranteed in any way. GlobalBull Financial Services LLP accepts no liability for any failure to meet such forecasts, projections or targets. For illustrative purposes only and does not constitute any investment recommendation in the schemes, asset classes or indices mentioned in the document.