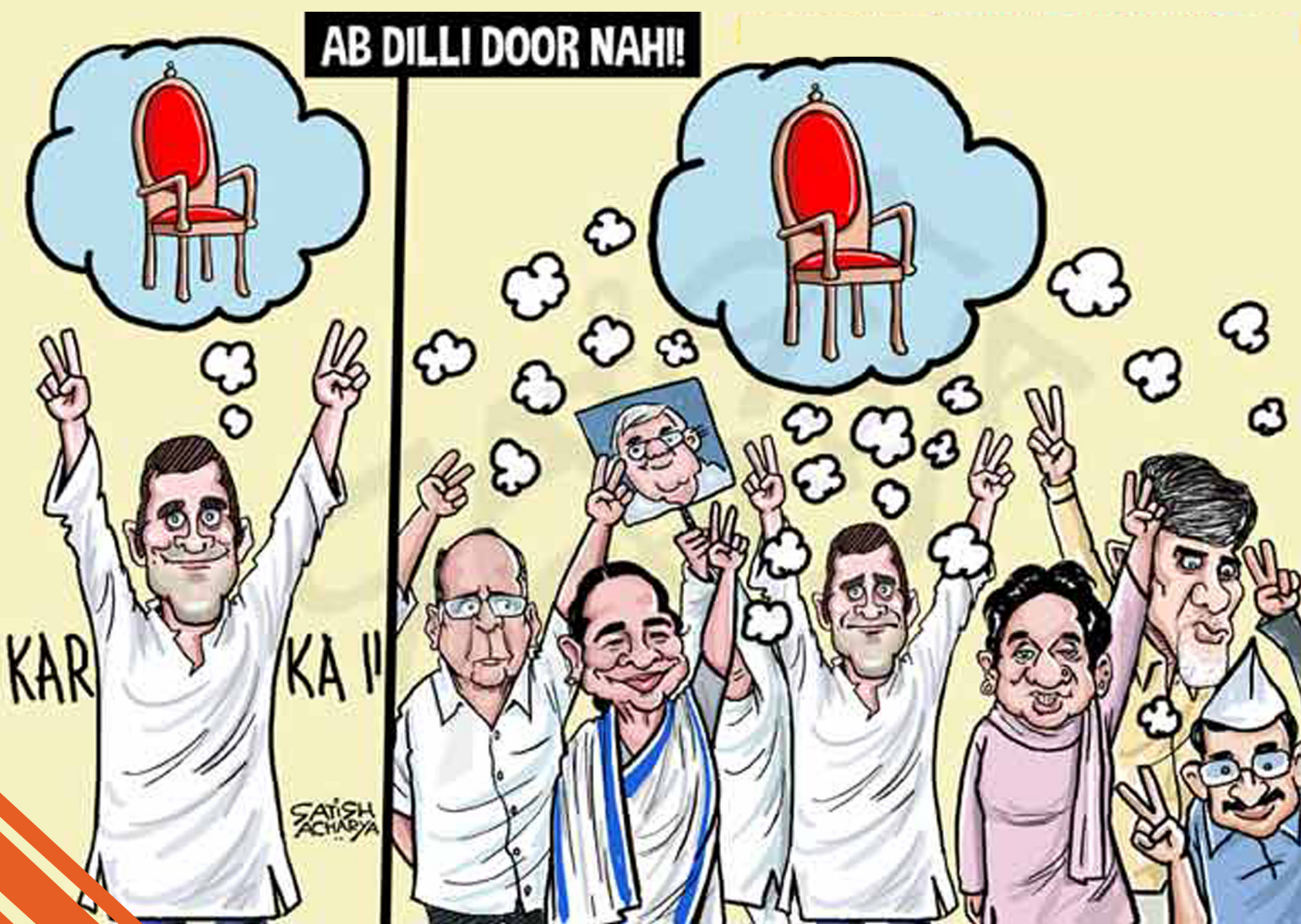


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VALUE *Plus*

Issue |

June 2018



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INDIAN INDICES

Indices	May-18	Apr-18	Monthly Change (%)
SENSEX	35322.38	35160.36	0.46 ↑
NIFTY 50	10736.15	10739.35	-0.03 ↓
NIFTY BANK	26956.20	25531.60	5.58 ↑
NIFTY MIDCAP 100	18903.30	20290.30	-6.84 ↓
NIFTY 500	9315.35	9496.50	-1.91 ↓
NIFTY IT	13666.00	13986.25	-2.29 ↓
NIFTY REALTY	294.95	322.25	-8.47 ↓
NIFTY INFRA	3336.05	3503.35	-4.78 ↓

(Source: BSE & NSE)

BSE SECTORAL INDICES


Indices	May-18	Apr-18	Monthly Change (%)
AUTO 	24471.58	25833.75	-5.27 ↓
BANKEX 	30007.14	28651.87	4.73 ↑
CD 	20670.27	22379.90	-7.64 ↓
CG 	18821.62	19543.29	-3.69 ↓
FMCG 	11291.45	11305.73	-0.13 ↓
HC 	13002.72	14153.59	-8.13 ↓
IT 	13452.83	13567.69	-0.85 ↓
METAL 	13612.08	14276.91	-4.66 ↓
OIL&GAS 	14429.44	14429.52	Unch
PSU 	7893.39	7858.02	0.45 ↑
REALTY 	2234.69	2430.23	-8.05 ↓
TECK 	6966.18	7097.37	-1.85 ↓

GLOBAL INDICES

Indices	May-18	Apr-18	Monthly Change (%)
DOW JONES	24415.84	24166.38	1.03 ↑
NASDAQ	7442.12	7066.27	5.32 ↑
HANG SENG	30468.56	30808.45	-1.10 ↓
FTSE	7678.20	7509.30	2.25 ↑
NIKKEI	22201.82	22467.87	-1.18 ↓

(Source: Telequote software)

COMMODITIES

Particulars	May-18	Apr-18	Monthly Change (%)
MCX GOLD 	30831.00	31036.00	-0.66 ↓
MCX SILVER 	39904.00	38642.00	3.27 ↑
MCX CRUDE OIL 	4517.00	4583.00	-1.44 ↓
MCX NATURAL GAS 	199.50	183.80	8.54 ↑

(Source: Telequote software)

FOREX

Particular	May-18	Apr-18	Monthly Change (%)
USD-INR ₹	67.41	66.36	1.58 ↑
EUR-INR €	78.81	80.12	-1.64 ↓
GBP-INR £	89.91	91.33	-1.55 ↓
JPY-INR ¥	61.90	60.73	1.93 ↑

(Source: Telequote software)

FII Activity (Rs. Cr.)

Date	Gross Purchases	Gross Sales	Net Pur/Sales
Total for May 2018	108,111.01	118,171.04	-10,060.03
Total for 2018*	569,406.30	571,005.90	-1,599.50

(Source: SEBI)

MF Activity (Rs. Cr.)

Date	Gross Purchases	Gross Sales	Net Pur/Sales
Total for May 2018	62,428.92	48,738.40	13,690.52
Total for 2018*	311,670.05	254,749.75	56,920.30

*From Jan-30 May 2018

(Source: SEBI)

Monthly Market Roundup

Indian equity markets started the May month on a pessimistic note as investors were cautious ahead of Karnataka elections. The Karnataka election results showed BJP falling short of majority. The political uncertainty in Karnataka ahead of general elections next year unnerved investors. Rising crude oil prices, rupee depreciation, FII's outflows and higher US bond yields also dampen sentiment amid earnings season.

On the macro front, Global markets sentiment weakened as political tensions in Italy, as the country heads for fresh elections after failed attempts at forming a government. Fresh tensions about trade relations between the US and China dampened sentiment further.

Adding to the optimism, market sentiment received a boost following reports that Italy may hold repeat elections as early as in July. May F&O expiry session turned out to be a fabulous day of trade for Indian equity markets with benchmark indices closed above their crucial 10,700 (Nifty) and 35,300 (Sensex) levels, on the back of predictions of normal southwest monsoon rains and expectations of an improved gross domestic product data.

The month finally ended with mixed note as S&P BSE Sensex delivered positive returns of 0.46% to settle at 35322.38 and Nifty50 lost 0.03% ending the month at 10736.15.

On the institutional side, foreign institutional investors (FIIs) sold Rs 10,060.03 crore worth of equities during the month while domestic mutual fund houses continued their buying spree with net purchases of Rs 13,690.52 crore in May 2018.

Market Outlook : June

Going ahead, Indian equity markets mood are expected to remain upbeat as investors continued hunt for fundamentally strong stocks. The month of June will see

the Reserve Bank of India, the US Federal Reserve, and the Bank of England details their respective monetary policies, while the meeting of the Organization of the Petroleum Exporting Countries (OPEC) will also grab investors' attention. The US-North Korea summit and developments on international trade front will also keep investors on the edge this month. The RBI's Monetary Policy Committee (MPC) will meet on 6th June 2018 for the second bi-monthly monetary policy for FY19. Further, progress of monsoon, trends in global markets, macroeconomic data, FIIs and DIIs trend, bond yield, rupee-dollar movement and crude oil prices are the key factors which will be monitored keenly.

Nifty Technical Outlook: June



On the monthly chart we are observing a high wave Doji candle which suggests that markets are circumspect at current levels.

In current month Nifty has resistance at 10985 – 11134 – 11308 levels whereas on the downside, 10487 – 10337 – 10164 levels. In coming month if Nifty trades above 10836 then it is likely to test 10985 – 11134 – 11308 levels. However, if Nifty trades below 10636 then it is likely to test 10487 – 10337 – 10164 levels.

Broadly, we are of the opinion that the monthly bias is positive. However, the monthly trend would turn up if Nifty trades and close above 10985 levels. On the downside 10487 remains crucial support for this month. Hence, if Nifty manages to trade above the mentioned support level then there is possibility that Nifty may test 10985 – 11134 – 11308 levels. Hence, one should adopt cautious positive approach towards the markets.

AUT SECTOR

May Sales



Maruti Suzuki

Total Sales: 172,512 units, 26% yoy up
 Domestic Sales: 163,200 units, 24.9% yoy up
 PV Sales: 119,151 units, 25.4% yoy up
 Exports: 9,312 units, 48.1% yoy up



TVS Motor

Total Sales: 309,865 units, 10% yoy up
 2Wheeler Sales: 298,135 units, 8.2% yoy up
 3Wheelers Sales: 11,730 units, 78.2% yoy up
 Exports: 62,218 units, 53.2% yoy up



Mahindra & Mahindra

Total Sales: 46,849 units, 12% yoy up
 Domestic Sales: 43,818 units, 8% yoy up
 PV Sales: 20,715 units, 2% yoy up
 CV Sales: 18,748 units, 15% yoy up
 M&HCV Sales: 1,152 units, 163% yoy up
 Exports: 3,031 units, 134% yoy up



Atul Auto

Total Sales: 3,983 units, 25% yoy up



Tata Motors

Total Sales: 54,295 units, 58% yoy up
 PV Sales: 17,489 units, 61% yoy up
 CV Sales: 36,806 units, 56% yoy up
 M&HCV Sales: 12,424 units, 90% yoy up
 Exports: 3,699 units, 5.2% yoy down



Escorts

Total Sales: 8,325 units, 20.9% yoy up
 Domestic Sales: 8,087 units, 19.5% yoy up
 Exports: 238 units, 105.2% yoy up



Bajaj Auto

Total Sales: 407,044 units, 30% yoy up
 Domestic Sales: 224,625 units, 29% yoy up
 CV Sales: 64,449 units, 76% yoy up
 Motorcycle Sales: 342,595 units, 24% yoy up
 Exports: 182,419 units, 31% yoy up



Ashok Leyland

Total Sales: 13,659 units, 51% yoy up
 M&HCV Sales: 10,421 units, 70% yoy up
 LCV Sales: 3,238 units, 10% yoy up



Hero MotoCorp

Total Sales: 706,365 units, 11% yoy up



Volvo-Eicher Commercial Vehicles

Total Sales: 5,977 units, 30.7% yoy up
Eicher Branded Trucks & Buses
Total Sales: 5,874 units, 29.4% yoy up
 Domestic Sales: 5,268 units, 33.2% yoy up
 Exports: 606 units, 3.41% yoy up

Commodity Outlook

Mentha Oil: Cool waves are here!

MENTHA OIL

BUY

CMP: Rs 1170 (As on 04th Jun 2018)

Buy: >Rs 1190

Targets: Rs 1269-1330

Stop Loss: <Rs 1140

Mentha oil is an aromatic commodity used as a basic raw material for the production of Menthol crystals and flakes which acts as chief ingredients for many FMCG and pharmaceuticals products like toothpaste, mouth fresheners, cosmetics, perfumes, confectioneries, ayurvedic and unani medicines, pain balm and pan masala and gutka. Mentha oil is derived from mint leaves known as *Mentha arvensis*. India is the largest producer in the world with 80% share and majority of the contribution comes from Uttar Pradesh. The sowing season starts during February-March and presently, the commodity is in its harvesting stage which will last till the end of this month. Thus, the arrival season has already started and will continue till November.

Fundamentally, the export demand is likely to remain high this year and as per physical market survey, the production may fall short despite carryover stocks. Also, IMD's forecast of a 'more than average' rainfall in June may disrupt the supply both in quantity and quality. On technical charts, we can see a strong consolidation building up along with an intermediate trend line breakout which seems to have ended the three week long corrective leg. The Elliott wave studies combined with Fibonacci numbers are suggesting a turnaround of fortunes for bulls as we are expecting at least a third leg formation of the 'X' wave. However, the same wave structure may change its count



in future into a third impulsive wave if prices go beyond the 'X' wave projections. The 1st leg of wave 'X' or the future 1st wave started in mid March from the bottom of Rs. 986 & lasted till mid May when prices had propelled to Rs. 1242. After resisting for few days, prices are back in the crucial Moving Average band which is a good indication whereas ADX is in the final stage of taking control over remaining negativities. All in all, the strategy here should be to buy above immediate resistance with a 3-4 weeks view.

We recommend buying in Mentha oil June contract above Rs 1190 for targets in the range of Rs 1269-1330. Maintain stop loss below Rs 1140.

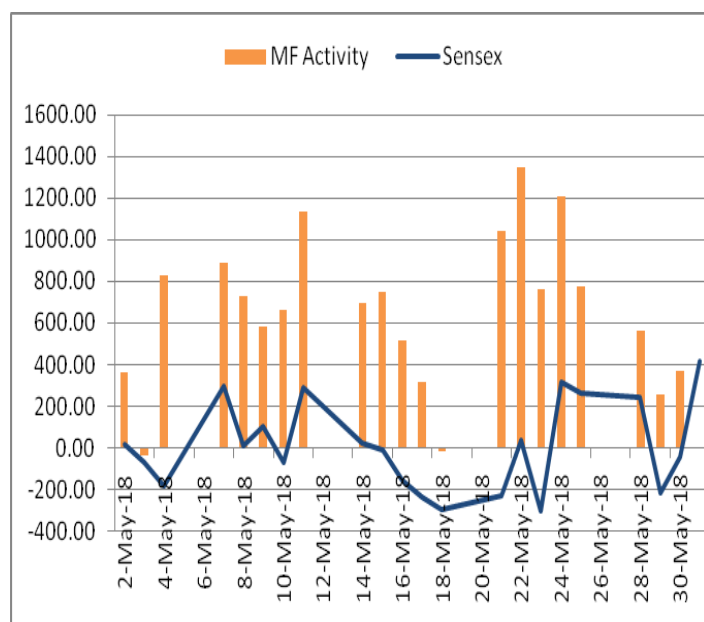


MUTUAL FUND ROUNDUP

Indian equity markets ended on mixed note in May 2018. The barometer index, S&P BSE Sensex and Nifty50 delivered positive return of 0.46% to settle at 35322.38 and Nifty50 lost 0.03% ending the month at 10736.15.

MF ACTIVITY

Indian mutual funds turned net buyers of equities to the tune of Rs 13,690.52 crore in the month of May 2018. Highest buying was recorded in the fourth week of the month when the fund houses made total net buy of Rs 5,130.98 crore of equities. On the other hand, foreign institutional investors (FIIs) sold Rs 10,060.03 crore worth of equities in May 2018.



Mutual Fund Activity In May 2018

Rs in Crores	Gross Purchases	Gross Sales	Net Investment
1 st Week	9947.67	8801.82	1145.85
2 nd Week	13890.17	9899.50	3990.67
3 rd Week	15282.09	13039.94	2242.15
4 th Week	15432.45	10301.47	5130.98
5 th Week	7876.54	6695.67	1180.87
Total	62428.92	48738.40	13690.52

Note: Mutual Fund activity as on 30th May 2018

Equity Scheme Recommendation

Scheme Name	Latest NAV*	AUM as on Apr 30 th , 2018 (Rs in Cr)	Launch Date	Returns (%)				Min. Investment Amount	
				One Year	Three Years	Five Years	Since Inception	SIP	Lump sum
Large Cap Fund									
Axis Focused 25 Fund(G)	27.77	3714	29-Jun-12	29.04	15.68	18.42	18.65	1,000	5,000
Mirae Asset India Equity Fund	46.95	7479	04-Apr-08	11.00	13.01	20.71	16.45	1,000	5,000
SBI Blue Chip Fund	38.50	19088	14-Feb-06	9.85	10.79	18.05	11.59	500	5,000
Multi Cap Fund									
HDFC Capital Builder Fund(G)	293.63	3053	01-Feb-94	15.61	13.48	20.52	14.89	500	5,000
Motilal Oswal MOST Focused Multicap 35	26.63	13131	28-Apr-14	11.34	14.87	N.A.	27.05	1,000	5,000
Mid Cap and Small Cap Fund									
DSP BlackRock Mid Cap Fund	55.88	5720	14-Nov-06	8.93	16.32	25.79	16.06	500	1,000
Franklin India Smaller Companies Fund	59.70	7517	13-Jan-06	11.52	15.56	28.91	15.51	500	5,000
HDFC Mid-Cap Opportunities Fund	57.17	21357	25-Jun-07	11.82	14.99	26.09	17.32	500	5,000
Mirae Asset Emerging Bluechip Fund	49.39	5448	09-Jul-10	9.05	18.62	30.05	22.02	1,000	5,000
Reliance Small Cap Fund	43.88	7202	16-Sep-10	20.23	22.04	35.99	20.98	500	5,000

Note: Returns as on 31st May, 2018, Returns < 1 yr annualized, Returns > 1 yr compounded annualized.

Debt Scheme- Liquid Funds Recommendation

Scheme Name	Latest NAV*	AUM as on Apr 30 th , 2018 (Rs in Cr)	Returns (%)				
			One Month	Three Months	Six Months	One Year	Since Inception
Liquid Fund							
Aditya Birla Sun Life Cash Plus	281.39	42730	0.54	1.83	3.48	6.85	7.43
Axis Liquid Fund	1942.72	24161	0.56	1.84	3.49	6.88	7.97
Ultra Short Term Fund							
UTI Treasury Adv Fund - Inst Plan	2412.87	10283	0.46	1.54	2.89	6.41	8.25
Aditya Birla SL Savings Fund(G)	344.27	19753	0.47	1.64	2.92	6.68	7.73

Note: NAV and Returns as on 31st May, 2018, Returns < 1 yr annualised, > 1 yr compounded annualised.

ELSS Scheme Recommendation

Scheme Name	Latest NAV*	Launch Date	Returns (%)			
			OneYear	Three Years	Five Years	Since Inception
Aditya Birla Sun Life Tax Relief 96	31.53	06-Mar-08	18.31	13.43	22.27	11.87
DSP BlackRock Tax Saver	45.71	18-Jan-07	7.14	12.61	19.74	14.30
Reliance Tax Saver (ELSS) Fund	57.17	10-Apr-99	0.03	6.40	19.95	14.71
Axis LT Equity Fund(G)	43.90	29-Dec-09	21.56	12.38	23.37	19.12

Note: NAV and Returns as on 31st May, 2018, Returns <1 yr annualised, >1 yr compounded annualised

THE MONTH AHEAD KEY FINANCIAL EVENTS JUNE 2018



JUNE 01

- Indian Automobile Sales Data, by Automakers
- Indian Nikkei Manufacturing PMI
- US Non-Farm Employment
- US Manufacturing PMI



JUNE 05

- Indian Nikkei Services PMI



JUNE 06

- RBI Monetary Policy
- US Trade Balance



JUNE 08

- Chinese Trade Balance
- Japanese GDP
- UK Industrial Production



JUNE 08-12

- Indian Automobile Sales Data, by SIAM
- Indian FDI Equity Inflow



JUNE 12

- Indian Industrial Production (IIP)
- Indian Consumer Price Index (CPI)



JUNE 13

- European Industrial Production
- US FOMC Meeting



JUNE 14

- Indian WPI Inflation
- Indian Trade Data
- Chinese Industrial Production
- ECB Press Conference



JUNE 15

- European Trade Balance
- Japanese Monetary Policy
- US Industrial Production



JUNE 16-23

- Indian Balance of Payments



JUNE 18

- Japanese Trade Balance



JUNE 21

- BOE Monetary Policy



JUNE 22

- OPEC Meetings



JUNE 28

- US Final GDP



JUNE 29

- Indian Core Sector Growth
- Indian Government Finance
- UK Final GDP



INVESTOR EDUCATION SEMINARS & MEET UP CONDUCTED BY ARIHANT



Investor Awareness Seminar at Satara (05/05/2018)



Business Partners Meet at Indore (19/05/2018)



Investor Awareness Seminar at Indore (26/05/2018)





**THINK
BIG
START SMALL**

ARIHANT'S SIP INVESTMENT

WHY SIP INVESTMENT



**DISCIPLINED
INVESTMENT**



**POWER OF
COMPOUNDING**



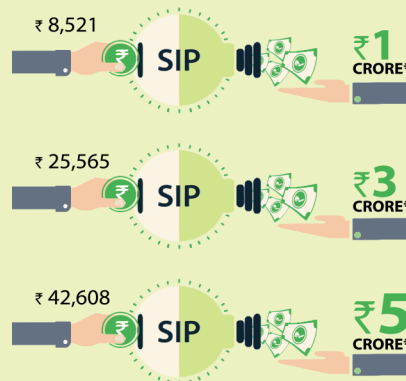
**RUPEE COST
AVERAGING**



**SMALL POCKET
INVESTMENT**

* Note: The above figures are calculated at the rate of 14% p.a. for illustration purpose only. Mutual fund investments are subject to market risks. The actual result may vary from depicted result depending on scheme selected. It could not be construed to be indicative of scheme performance in any manner.

20 YEARS PERIOD



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