

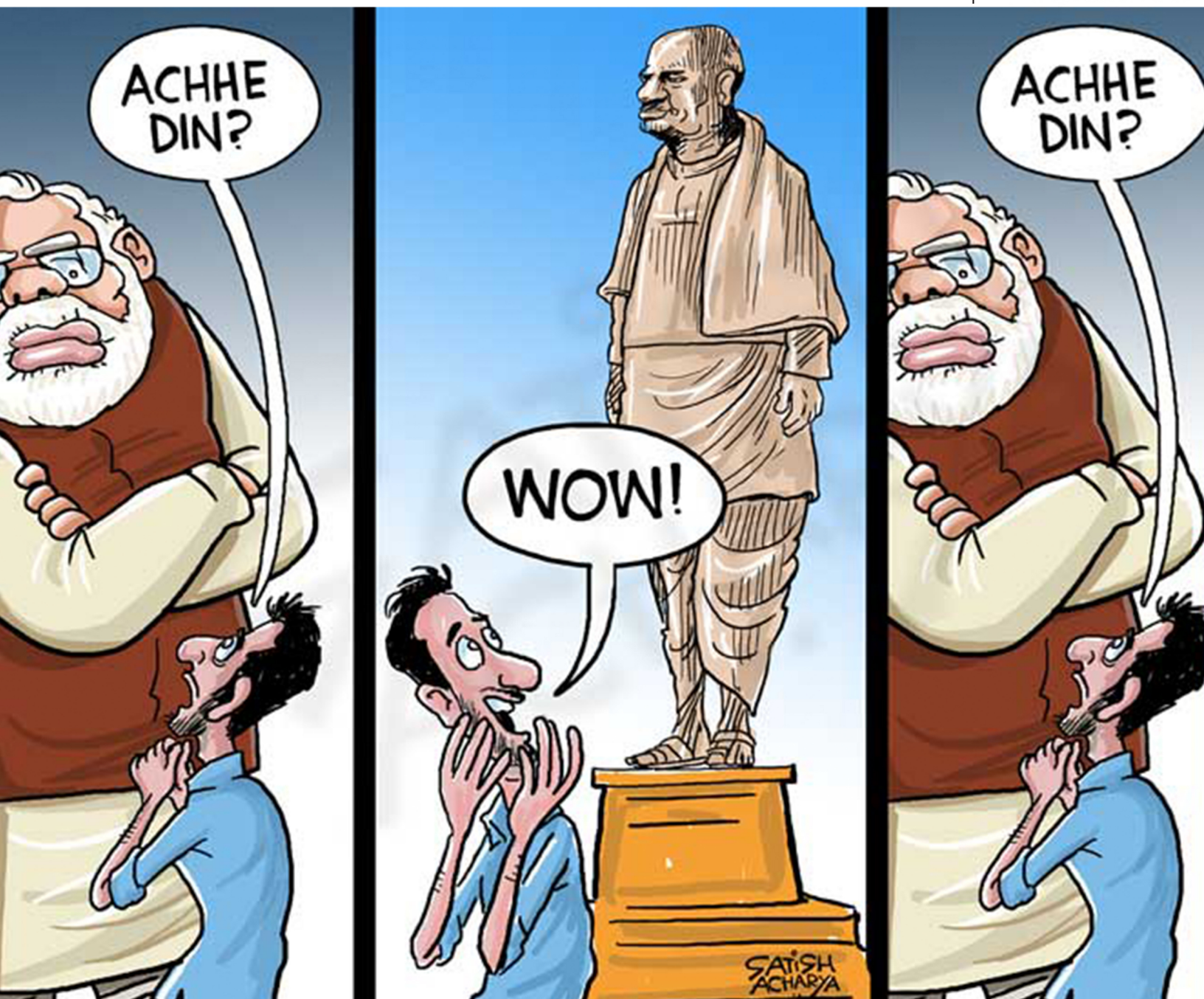
Arihant's

VALUE

Plus

Issue |

December 2018



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MOVERS & SHAKERS



INDIAN INDICES

Indices	Nov-18	Oct-18	Change (%)
SENSEX	36194.30	34442.05	5.09 ↑
NIFTY 50	10876.75	10386.60	4.72 ↑
NIFTY BANK	26862.95	25153.25	6.80 ↑
NIFTY MIDCAP 100	17503.60	17189.15	1.83 ↑
NIFTY 500	9109.15	8753.45	4.06 ↑
NIFTY IT	14638.05	14940.10	-2.02 ↓
NIFTY REALTY	232.00	214.90	7.96 ↑
NIFTY INFRA	3087.00	2696.90	14.46 ↑

(Source: BSE & NSE)

BSE SECTORAL INDICES

Indices	Nov-18	Oct-18	Change (%)
AUTO	20900.17	19881.08	5.13 ↑
BANKEX	29948.98	28359.59	5.60 ↑
CD	20526.45	19142.33	7.23 ↑
CG	18639.37	17488.58	6.58 ↑
FMCG	11647.29	11127.84	4.67 ↑
HC	14332.65	14726.58	-2.67 ↓
IT	14296.74	14531.60	-1.62 ↓
METAL	11831.86	12524.55	-5.53 ↓
OIL&GAS	13246.20	13246.92	-0.01 ↓
PSU	6840.02	7080.27	-3.39 ↓
REALTY	1791.68	1679.80	6.66 ↑
TECK	7170.23	7234.59	-0.89 ↓

(Source: BSE)

GLOBAL INDICES

Indices	Nov-18	Oct-18	Change (%)
DOW JONES	25338.46	25115.76	0.89 ↑
NASDAQ	7330.54	7305.90	0.34 ↑
HANG SENG	26506.75	24979.69	6.11 ↑
FTSE	6980.24	7128.10	-2.07 ↓
NIKKEI	22351.06	21920.46	1.96 ↑

(Source: Telequote software)

COMMODITIES

Particulars	Nov-18	Oct-18	Change (%)
MCX GOLD	30240.00	31748.00	-4.75 ↓
MCX SILVER	35147.00	38050.00	-7.63 ↓
MCX CRUDE OIL	3576.00	4892.00	-26.90 ↓
MCX NATURAL GAS	317.40	241.60	31.37 ↑

(Source: Telequote software)

FOREX

Particular	Nov-18	Oct-18	Change (%)
USD-INR	69.78	74.19	-5.94 ↓
EUR-INR	79.61	84.39	-5.66 ↓
GBP-INR	89.15	94.87	-6.03 ↓
JPY-INR	61.65	65.71	-6.18 ↓

(Source: Telequote software)

FII Activity (Rs. Cr.)

Date	Gross Purchases	Gross Sales	Net Pur/Sales
Total for Nov 2018	108,370.06	101,456.09	6,913.97
Total for 2018*	1,244,395.90	1,279,619.40	-35,223.30

(Source: SEBI)

MF Activity (Rs. Cr.)

Date	Gross Purchases	Gross Sales	Net Pur/Sales
Total for Nov 2018	52,498.69	47,603.16	4,895.53
Total for 2018*	673,985.45	562,036.03	111,949.42

*From Jan- 30 Nov 2018

(Source: SEBI)

Monthly Market Roundup

India equity market started the November month on positive note with benchmark indices showing signs of hope after the massive carnage in the previous two months. Domestic stocks logged gains boosted by upbeat global stocks on optimism that US-China trade tensions could ease in the near term. Gains were also supported by sliding global crude oil prices and firmness in rupee against the dollar. The Sensex regained the psychological 35,000 level.

The mid-week rift between the RBI and Government had created extremely bearish narratives for the market. But the market calmed down keeping behind fears of liquidity and global sell-off. Macro-economic factors have started to turn in favor of corporates. Massive fall in crude oil and rise in Rupee impacted Indian indices to quickly adjust themselves to such macro dynamics.

The month finally ended with upward bias as S&P BSE Sensex delivered positive returns of 5.09% to settle at 36194.30 and Nifty50 gain 4.72% ending the month at 10876.75.

On the institutional side, foreign institutional investors (FIIs) purchased Rs 6913.97 crore worth of equities during the month while domestic mutual fund houses continued their buying spree with net purchases of Rs 4895.53 crore in November 2018.

Market Outlook : December

Going ahead, Indian equity markets are expected to remain positive this month. The outcome of the Reserve Bank of India's (RBI) monetary policy meeting, assembly elections, domestic and global macroeconomic data, trend in global markets, the movement of rupee against the dollar and crude oil price movement will dictate trend on the bourses in the near term. Investment by foreign portfolio investors (FPIs) and domestic institutional investors (DIIIs) will be monitored. Auto stocks will be in focus as the auto companies will start announcing monthly sales numbers for November month starting from 1 December 2018. Monetary Policy Committee (MPC) will meet during 3 to 5 December 2018 for the Fifth Bi-monthly Monetary Policy Statement for 2018-19. The resolution of the MPC will be announced on 5 December 2018. On the global front, investors are awaiting outcome of the two-day G-20 summit in Argentina. Trade will be high on the agenda at the G20.

Investors will monitor talks between the United States and China for any signs of a breakthrough that would ease tensions and help avoid more tariffs.

Nifty Technical Outlook: December



The current price action on the monthly chart has formed a positive candle which suggests that prior downfall is losing breath.

In coming month if Nifty trades and close above 10989 level then it is likely to test 11158 – 11328 – 11525 levels. However, if Nifty trades and closes below 10764 level then it can 10594 – 10425 – 10228 levels.

Broadly we are of the opinion that 10600 to 10400 zone is crucial support for current month as long as Nifty holds the above mentioned zone there is high probability that Nifty would test 11300 – 11450 levels on the upside. Hence cautiously positive approach at current level should be adopted.

Economic Data Wrap Up – Nov

- India's Oct Nikkei manufacturing PMI rose to 53.1 from 52.2 in Sep.
- India's Oct Nikkei services PMI rose to 52.2 from 50.9 in Sep.
- India's Sep IIP growth rose to 4.5% from 4.1% in Aug.
- India's Oct CPI inflation fell to 3.31% from 3.70% in Sep.
- India's Oct WPI inflation rose to 5.28% from 5.13% in Sep.
- India's Oct trade deficit rose to \$17.13 bln from \$14.61 bln YoY.
- India's Oct fiscal gap rose to Rs 539 bln vs Rs 264 bln YoY.

AUT SECTOR

November Sales



Maruti Suzuki

Total Sales: 153,539 units, -0.7% yoy down
 Domestic Sales: 146,018 units, 0.5% yoy up
 PV Sales: 106,325 units, -1.2% yoy down
 Exports: 7,521 units, -19.1% yoy down



TVS Motor

Total Sales: 319,965 units, 27% yoy up
 2Wheeler Sales: 307,142 units, 26% yoy up
 3Wheelers Sales: 12,823 units, 48% yoy up
 Exports: 58,476 units, 24% yoy up



Mahindra & Mahindra

Total Sales: 45,101 units, 17% yoy up
 Domestic Sales: 41,564 units, 15% yoy up
 PV Sales: 16,188 units, 1% yoy up
 CV Sales: 19,673 units, 26% yoy up
 M&HCV Sales: 637 units, -20% yoy down
 Exports: 3,537 units, 40% yoy up



Atul Auto

Total Sales: 4,003 units, 12.6% yoy up



Tata Motors

Total Sales: 50,470 units, -4% yoy down
 PV Sales: 16,982 units, -1% yoy down
 CV Sales: 33,488 units, -5% yoy down
 M&HCV Sales: 9,793 units, -24% yoy down
 Exports: 4,604 units, -7% yoy down



Escorts

Total Sales: 8,005 units, 56.4% yoy up
 Domestic Sales: 7,641 units, 54.6% yoy up
 Exports: 364 units, 104.5% yoy up



Bajaj Auto

Total Sales: 406,930 units, 25% yoy up
 Domestic Sales: 234,818 units, 31% yoy up
 CV Sales: 60,386 units, -3% yoy down
 Motorcycle Sales: 346,544 units, 31% yoy up
 Exports: 172,112 units, 17% yoy up



Ashok Leyland

Total Sales: 13,121 units, -9% yoy down
 M&HCV Sales: 8,718 units, -18% yoy down
 LCV Sales: 4,403 units, 15% yoy up



Hero MotoCorp

Total Sales: 610,525 units, 0.8% yoy up



Volvo-Eicher Commercial Vehicles

Total Sales: 4,720 units, -4% yoy down
Eicher Branded Trucks & Buses
Total Sales 4,602 units, -2.6% yoy down
 Domestic Sales: 3,817 units, -6% yoy down
 Exports: 785 units, 18% yoy up

Commodity Outlook

Aluminium-The Dark Horse

Aluminium-

BUY

Strategy: Buy December contract at cmp

Rs.139.50 & on dips to Rs.135.00

Targets: Rs.151.50 - Rs.161.80

Stop Loss: Below Rs.133.00

After a gigantic rise seen in April this year, Aluminium slipped back into negative territory and despite some attempts to regain the edge, the metal largely traded in a sluggish manner. Since its inception at MCX, Aluminium hasn't been able to match the volumes attracted by other base metals in the segment. However, it must be noted here that, contrary to its image in India, Aluminium is one of those commodities at LME which sees highest trading volumes!

Aluminium rose to fame on the back of three week super charged rally which was a result of the US sanctions against Russian producer Rusal. This possibility resurfaced in September amid China-US trade war but again failed to have a life of more than three weeks despite a more than fifteen percent rise seen at that time. These two instances have somehow distorted the technical chart. Weekly candlesticks with long upper shadows have done their job of pushing prices towards new bottoms BUT if we look at the chart with a slightly long term perspective then we can see this distortion as a blessing in disguise. The April rally has helped Aluminium breach all time high formed back in 2006 and thus we can say that the bullish undercurrent hasn't vanished even after a twenty percent correction seen in prices in last



two months. As per Elliott wave analysis, the metal has triggered the third bullish impulsive wave and a monthly close near monthly high would bring this 'Dark Horse' in the spotlight. Price projections for third wave as per Fibonacci retracement are in the range of Rs.153.00-Rs.189.10. Thus there is a huge scope for upside while the downside risk is limited. So, bet on this dark horse called Aluminium with a mid to long term view and race ahead of others.

Buy Aluminium December contract at cmp Rs.139.50 & on dips to Rs.135.00 for targets in the range of Rs.151.50-Rs.161.80. Maintain stop loss below Rs.133.00.

Technical Stock

AUROPHARMA

AUROPHARMA -

BUY

CMP : Rs 804.85 (As on 03rd Dec 2018)

Buy : Rs 820-790

Target Price : Rs 900-930

Stop-Loss : Rs 765



products, central nervous system products, gastroenterologicals, and anti-allergics. The company markets these products in over 125 countries. In addition to being the market leader in Semi-Synthetic Penicillins, it has a presence in key therapeutic segments such as neurosciences, cardiovascular, anti-retrovirals, anti-diabetics, gastroenterology and anti-biotics, among others.

Technical Outlook:

On the daily chart, we are observing that stock consolidate from last two-three months. Now it's ready to give breakout of consolidation and forming "Flag" pattern. This suggests that the up move will start.

Hence we recommend buying in stock at Rs 820 or on a decline up to Rs 790 with a stop loss of Rs 765. On the upside this stock can test 900 - 930 levels in couple of weeks.

Aurobindo Pharma Limited is a multinational pharmaceutical company. The company manufactures generic pharmaceuticals and active pharmaceutical ingredients. The company's area of activity includes six major therapeutic/product areas: antibiotics, anti-retrovirals, cardiovascular

Technical Stock



Tata Consultancy Services

TCS -

BUY

CMP: Rs 1982.4 (As on 03rd Dec 2018)

Buy: Rs 1990-1960

Target Price: Rs 2150-2205

Stop-Loss: Rs 1920



Tata Consultancy Services (TCS) is a global leader in IT services, digital and business solutions that partners with its clients to simplify, strengthen and transform their businesses. The company has built strong domain capabilities in a range of industry verticals, including banking, financial services and insurance, retail and consumer packaged goods, telecom, media, etc positioning itself as a strategic partner capable of reliably delivering innovative technology-led solutions to business problems. TCS has operation in more than 100 countries,

majorly North America and Europe. TCS has been recognized by brand finance as one of the Big 4 global IT services brands. TCS is the world's 10th largest IT services provider, measured by the revenues.

Technical Outlook:

On the daily chart, we are observing that stock has corrected from its previous top (01-10-18) and now it has almost made a "Double Bottom" formation and taking support at 200SMA. Further, the RSI oscillator is gaining momentum. This suggests that the up move will start.

Hence we recommend buying in stock at Rs 1990 or on a decline up to Rs 1960 with a stop loss of Rs 1920. On the upside this stock can test 2150 - 2205 levels in couple of weeks.

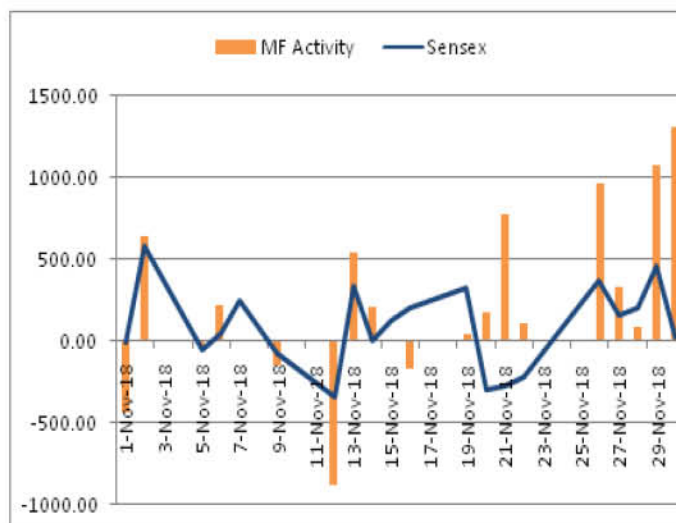


MUTUAL FUND ROUNDUP

Indian equity markets ended on positive note in November 2018. The barometer index, S&P BSE Sensex delivered positive returns of 5.09% to settle at 36194.30 and Nifty50 gain 4.72% ending the month at 10876.75.

MF ACTIVITY

Indian mutual funds turned net buyers of equities to the tune of Rs 4895.53 crore in the month of November 2018. Highest buying was recorded in the fifth week of the month when the fund houses made total net buy of Rs 3782.45 crore of equities. On the other hand, foreign institutional investors (FIIs) purchased Rs 6913.97 crore worth of equities in November 2018.



Mutual Fund Activity In November 2018

Rs in Crores	Gross Purchases	Gross Sales	Net Investment
1st Week	5949.00	5728.48	220.52
2nd Week	5922.90	5859.70	63.20
3rd Week	12442.33	12716.39	-274.06
4th Week	9022.90	7919.48	1103.42
5th Week	19161.56	15379.11	3782.45
Total	52498.69	47603.16	4895.53

Note: Mutual Fund activity as on 30th Nov 2018



Equity Scheme Recommendation

Scheme Name	Latest NAV*	AUM as on Nov 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									
Aditya Birla SL Frontline Equity Fund	214.84	20011	30-Aug-02	-0.18	10.6	15.35	21.38	1000	1000
ICICI Pru Bluechip Fund (G)	40.02	18870	23-May-08	1.09	11.64	14.99	14.07	500	1000
SBI Blue Chip Fund	37.12	19096	14-Feb-06	-1.61	9.54	16.46	10.79	500	5000
Axis Bluechip Fund(G)	26.86	2927	05-Jan-10	9.68	12.32	15.02	11.51	1000	5000
Multi Cap Fund									
Axis Focused 25 Fund(G)	26.49	5904	29-Jun-12	4.17	15.22	17.02	16.24	1000	5000
Mirae Asset India Equity Fund	48.11	9033	04-Apr-08	2.79	14.38	19.63	15.89	1000	5000
SBI Magnum Multicap Fund (G)	45.4	5743	29-Sept-05	-3.76	11.25	19.21	12.2	500	1000
Mid Cap and Small Cap Fund									
HDFC Mid-Cap Opportunities Fund	52.08	19702	25-Jun-07	-9.5	11.33	22.04	15.55	500	5000
L&T MidCap Fund (G)	131.36	3197	9-Aug-04	-10.1	13.29	25.56	19.73	500	5000

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

Debt Schemes Recommendation

Scheme Name	Latest NAV*	AUM as on Nov 30 th , 2018 (Rs in Cr)	Returns (%)				
			One Month	Three Months	Six Months	One Year	Since Inception
Liquid Fund							
Reliance Liquid Fund	4430.27	46319	0.64	1.89	3.77	7.34	7.4
ICICI Pru Liquid Fund	268.86	51345	0.63	1.85	3.72	7.29	7.88
Ultra Short Term Fund							
Kotak Saving Fund	29.11	6783	0.79	1.85	3.76	6.96	7.75
L&T Ultra Short term Fund	29.67	1512	0.73	1.87	3.74	6.88	7.44

Note: NAV and Returns as on 1st Dec, 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
Axis LT Equity Fund(G)	42.56	29-Dec-09	5.82	12.21	20.52	17.55
Aditya Birla SL Tax Relief '96(G)	30.52	29-Mar-96	-1.01	12.32	19.89	10.95

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

THE MONTH AHEAD KEY FINANCIAL EVENTS DECEMBER 2018



DEC 01

- Indian Automobile Sales Data, by Automakers



DEC 03

- Indian Nikkei Manufacturing PMI
- US Final Manufacturing PMI



DEC 05

- Indian Nikkei Services PMI
- RBI Monetary Policy



DEC 06

- US Trade Balance
- OPEC-JMMC Meetings



DEC 07

- China Trade Balance
- US Non-Farm Employment Change



DEC 10

- UK Industrial Production
- Japan GDP
- UK GDP



DEC 10-11

- Indian Automobile Sales Data, by SIAM



DEC 10-14

- Indian FDI Equity Inflow



DEC 12

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



DEC 14

- Indian WPI Inflation
- China Industrial Production
- US Industrial Production



DEC 14-17

- Indian Trade Data



DEC 17

- Europe Trade Balance



DEC 20

- UK Monetary Policy Summary
- US FOMC Statement



DEC 28

- Japan Industrial Production



DEC 30

- Indian Government Finance
- Indian Core Sector Growth





THINK
BIG
START **SMALL**

ARIHANT'S SIP INVESTMENT

WHY SIP INVESTMENT



**DISCIPLINED
INVESTMENT**



**POWER OF
COMPOUNDING**



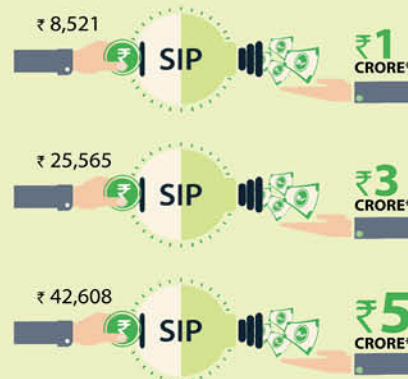
**RUPEE COST
AVERAGING**



**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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