



## Market News

Benchmark equity indices rose towards the day's high immediately after the conclusion of Reserve Bank of India Governor Shaktikanta Das's monetary policy statement highlighting investor comfort and belief in a milder trajectory of rate tightening by the central bank going ahead.

The Monetary Policy Committee chaired by Das approved the third successive 50 basis point hike in the repo rate to 5.9 percent on September 30, which was in line with market's expectations. However, the MPC's outlook on inflation is where the market found its cue to surge higher.

Godrej Consumer Products gained almost four percent on September 29 as the company rose the most among Nifty FMCG stocks. At 10:30 am, the scrip was quoting at Rs 918 on the National Stock Exchange.

This comes after Godrej Consumer organised a conference call on September 28 led by Dharnesh Gordhon (Business Head – Godrej Africa, US & Middle East) to discuss its business performance and strategy for the GAUM region.

Oil prices were mixed in early Asian trade on Wednesday as support from U.S. production cuts caused by Hurricane Ian contended with crude storage builds and a strong dollar.

Brent crude futures fell 4 cents, or 0.1%, to \$86.23 per barrel by 0022 GMT, while U.S. West Texas Intermediate (WTI) crude futures were up 22 cents at \$78.03 per barrel.

The market corrected half a percent after a two-day rally, indicating cautious mood at Dalal Street ahead of the outcome of Federal Open Market Committee (FOMC) meeting on September 21. Late night on Wednesday, the US Fed, as expected, raised interest rates by 75 bps for the third time in a row, to bring down inflation.

The BSE Sensex declined 263 points to 59,457, and the Nifty50 fell 98 points to 17,718, while the broader markets also caught in bear trap, with the Nifty Midcap 100 index down 0.7 percent and Smallcap 100 index declining 1 percent. All sectors, barring FMCG, were in corrective mood.

## Results & Corporate Action



Corporate Action	Company Name	Type & Percentage	Record Date	Ex-Date
SPLITS	Maximus Interna	Bonus Ratio 10:1	~	03-10-2022
SPLITS	Ajooni Biotech	Bonus Ratio 10:2	~	07-10-2022
BONUS	Quadpro ITeS	Bonus Ratio 1:1	03-10-2022	03-10-2022
BONUS	Jonjua Overseas	Bonus Ratio 4:23	03-10-2022	03-10-2022
BONUS	Yug Decor	Bonus Ratio 1:2	03-10-2022	03-10-2022
BONUS	MOTHERSON	Bonus Ratio 1:2	05-10-2022	03-10-2022
BONUS	Specular Market	Bonus Ratio 6:1	05-10-2022	04-10-2022
BONUS	Asian Hotel (E)	Bonus Ratio 1:2	07-10-2022	06-10-2022
BONUS	Anshuni Com	Bonus Ratio 4:1	07-10-2022	07-10-2022
BONUS	Ruchira Papers	Bonus Ratio 1:10	10-10-2022	07-10-2022
RIGHTS	Suzlon Energy	Rights Ratio 5:21 FV 2	04-10-2022	03-10-2022



### Nifty Spot in Last Week:-

As we saw the Price Movement in Nifty Spot in last week that In Upside is 17196.40 in Downside 16747.70.



NIFTY WEEKLY CHART



BANKNIFTY WEEKLY CHART

### Nifty Spot in Upcoming Week:-

Nifty up side strong supply zone 17300 to 17450 down side strong demand zone 16800 to 16600.

### Bank Nifty in Upcoming week:-

Banknifty up side strong supply zone 39400 to 40300 down side strong demand zone 37800 to 36800.

## Recommendation for next week

Serial No.	Stock Name Cash segment	Above / Below / Add HOLD	CMP as on 01.10.2022	Trail SL	Buy Stop loss	Sell Stop loss	Target
1	SORLINFRA(BUY)	HOLD 66	66		60		75-80
2	LANCER(BUY)	CMP 322	322		295		350-375
3	LIKHITA(BUY)	AROUND 365	373		338		400-420

# Commodity Market

**COPPER:-** sell on rise with sl 686 down side target 586 possibility.



**CRUDEOIL:-** Investors can sell on rise with sl 7000 down side target 6150 possibility, buy in deep with sl 6100 up side target 6900 possibility.



**SILVER:-** Investors can buy in deep with stop loss 53500 up side target will be 59500 possibility.



**GOLD:-** Investors can sell on rise with stop loss 51000 down side target will be 47500 possibility.



# Currency Market (Cash Levels)

**USDINR:-** Investors can sell on rise 82.20 TO 82.50 range with sl 82.75 down side target 80.00 possibility, Investors can buy in deep around 80.15 with stop loss of 79.70 up side target will be 81.50 possibility.



**GBPINR: -** Investors can sell on rise 93.00 to 93.65 range with sl 95.10 down side target 89.00 possibility, Investors can buy in deep around 89.00 with stop loss of 85.90 up side target will be 94.00 possibility.

**EURINR:-** Investors can sell on rise 81.50 to 82.40 range with sl 84.10 down side target 77.00 possibility, Investors can buy in deep around 77.00 with stop loss of 74.80 up side target will be 84.00 possibility.



**JPYINR:-** Investors can sell on rise 60.00 to 61.00 range with sl 61.70 down side target 56.00 possibility, Investors can buy in deep around 53.00 to 54.00 level with stop loss of 52.00 up side target will be 60.00 to 61.00 possibility.

Currency CASH LEVEL	DEMAND ZONE LEVEL		CLOSE	SUPPLY ZONE LEVEL	
	D2	D1		S1	S2
<b>USDINR</b>	80.00	80.50	81.35	81.75	82.20
<b>GBPINR</b>	88.50	89.50	90.76	92.00	92.50
<b>EURINR</b>	78.00	79.00	79.71	80.00	81.00
<b>JPYINR</b>	55.00	56.00	56.33	57.00	57.50

## Currency Corner

Premium / Discount (USD/ INR) Based on Forward Rates	
Duration	Premium
One month Forward	0.24
Three month Forward	0.48
Six month	1.28
One year	2.97

RBI reference Rates	
Currency	Rates
USD	81.55
GBP	90.77
Euro	80.11
100 Yen	56.44

## Prevailing market conditions strengthen the case for Equity Index Funds:

Most of the fund managers try to outperform the underlying benchmark, but very very few managers succeed. This naturally compels us to think, “why not invest in the benchmark itself?” in this context, let us understand the ‘Index Fund as narrated by Mr. DP singh of SBI MF and as published by Moneycontrol.com on SEPTEMBER 22, 2022

When it comes to selecting a mutual fund scheme for a portfolio, investors are often confused. ‘Which strategy should I invest in? Which sector is the next sunshine sector? Which segment of the market will gain or lose the most due to ongoing developments?’ These are some common investor questions.

While individual risk appetite and financial goals should be the guiding principles for these selections, some broader steps can be taken by investors to diversify and improve the risk-return profile of their portfolio.

### Investor’s dilemma

When it comes to equity investments, we can broadly classify retail investors into two categories. The first set of investors have experienced market volatility in the past. They are ready to take a reasonable amount of risk in search of higher returns. Investors in the other group, though keen on having a taste of the equity markets, are wary of the associated risks.

Actively managed equity funds can be a preferred choice in the first category. The second group can get their feet wet in the market through passive products, such as index funds.

To be sure, increasingly, more and more investors — including experienced investors — are opting for index funds in their portfolio, along with other active funds of their choice. Since April 2021, the number of folios in Index Funds — Equity and Debt combined — have grown over 2.5 times.

What is driving this behaviour? One likely answer is the prevalent volatility in the market.

### Seeking some stability in volatile markets

The markets have witnessed a reasonable amount of volatility in recent months. The equity markets, for instance, had reached a peak in October last year and are again within striking distance of the same peak, after being through a few drops and advances. Going by the global developments on the geo-political front and inflationary concerns in major economies, including India, volatility is likely to be around for some more time.

Nevertheless, the Indian economy and equity markets have shown remarkable resilience compared to other developing and developed countries.

Beyond event-driven volatility, we continue to be optimistic on the Indian growth story. We continue to believe that there are enough new opportunities in Indian markets to be tapped through active strategies.

However, active fund management risks are a reality, as well. In such a situation, Index Funds can aid in reducing the active fund management risk in an investor's portfolio.

### Understanding equity index funds

Index funds are a category of mutual funds where the fund simply mimics an underlying benchmark index that it is tracking. Accordingly, there is no active stock selection, and hence, no selection bias involved. This brings benefits in terms of transparency and cost. The fund's performance is likely to be in sync with the performance of the underlying securities of the benchmark.



Broadly, equity index funds can be further grouped based on market cap, sector or theme. Within the market-cap bucket, large-cap index funds track the performance of established companies, which are often called blue-chip companies.

Then come the mid-cap index funds. These track the performance of companies that are emerging businesses with high growth potential. Some of these companies are already market leaders in their respective niches.

Similarly, the small-cap segment includes companies that are at a nascent stage and have the potential to become the next multi-baggers. This category is home to new ideas and business models being tested. Both mid- and small-cap companies have the potential to become market leaders in the future.

Accordingly, investing in mid- and small-cap index funds can be a good medium for investors to diversify their portfolio along with the opportunity for wealth creation.

Having the right mix is key

Among the most important lessons of investing in mutual funds is that there is no one-size-fits-all approach. An investor's risk-taking ability and financial goals should determine the right mix of active and passive funds in his portfolio. Ideally, an investor should consult a financial advisor to get a well-curated portfolio and keep an eye on the returns from the different investments they hold.

If an investor is just starting on his investment journey, going with the wisdom of the masses is a justified choice. In such a situation, Index funds can be a durable solution for his investment needs. If an investor has been in the markets for long, getting some exposure to Index funds can add a much-needed layer of diversification to the fund management style and market capitalisation of their portfolio.

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