



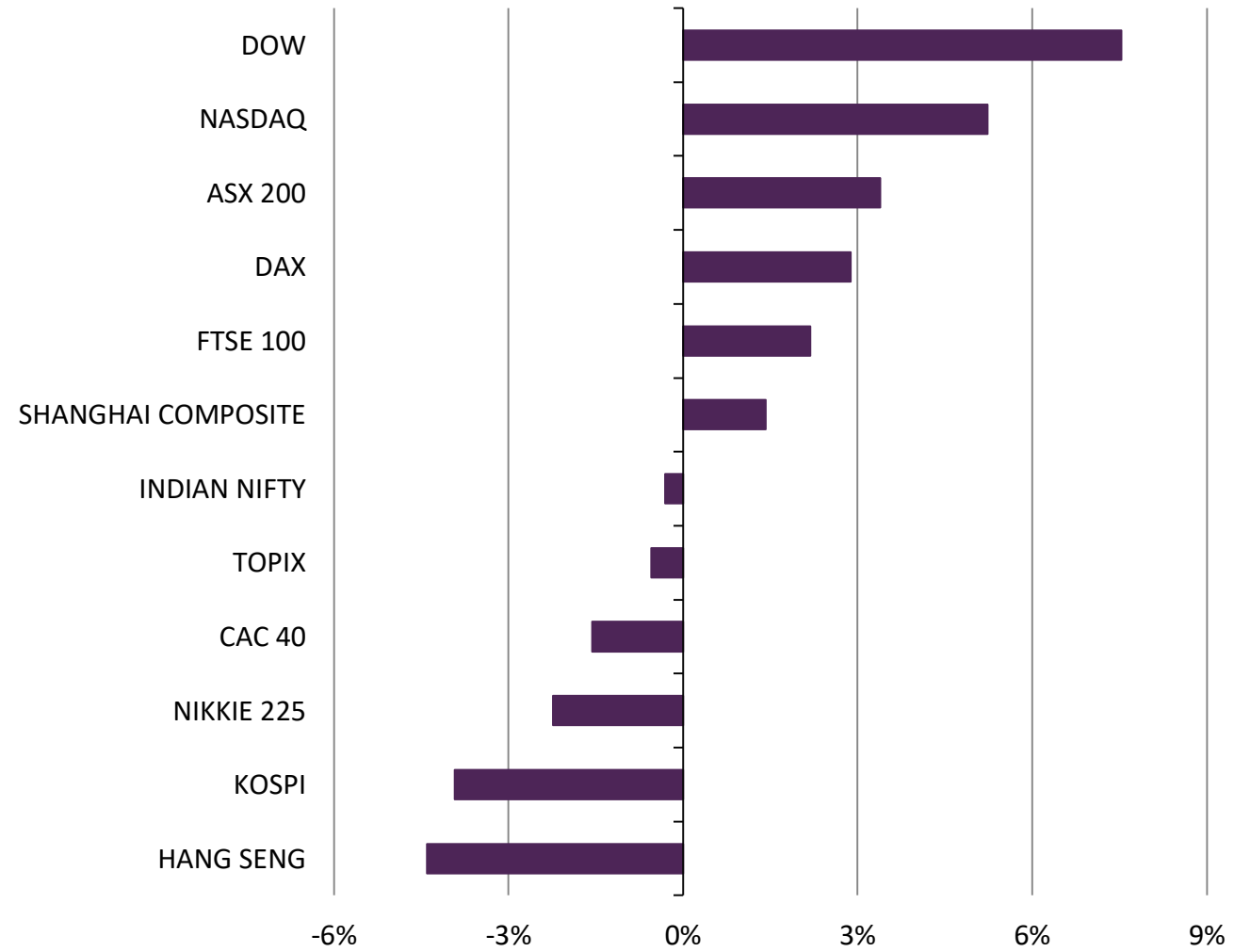
BESPOKE

Advice for a select few

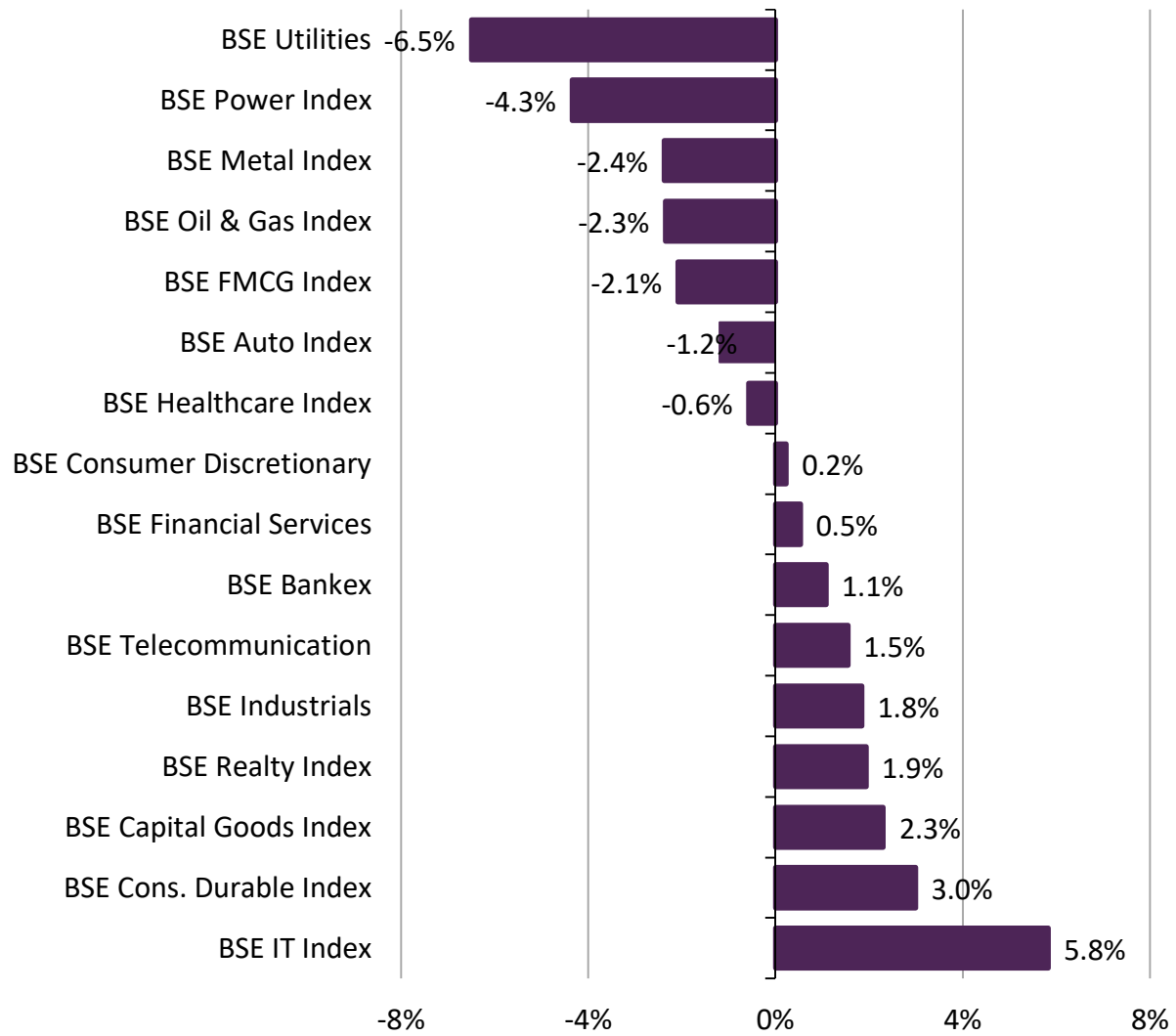
ANANDRATHI
PRIVATE CLIENT GROUP
EQUITY

The logo for PCGG (Private Client Group) is a stylized, purple-colored monogram. The letters 'P', 'C', 'G', and 'G' are interconnected, with the 'P' and 'C' forming a continuous shape on the left and the 'G's forming a continuous shape on the right.

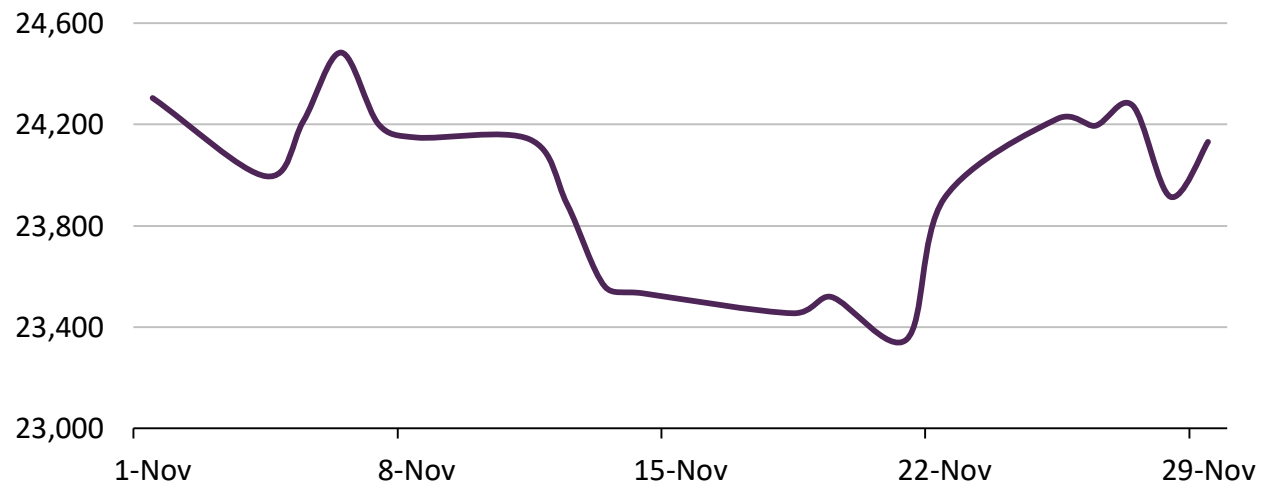
Global Markets performance in Nov-24



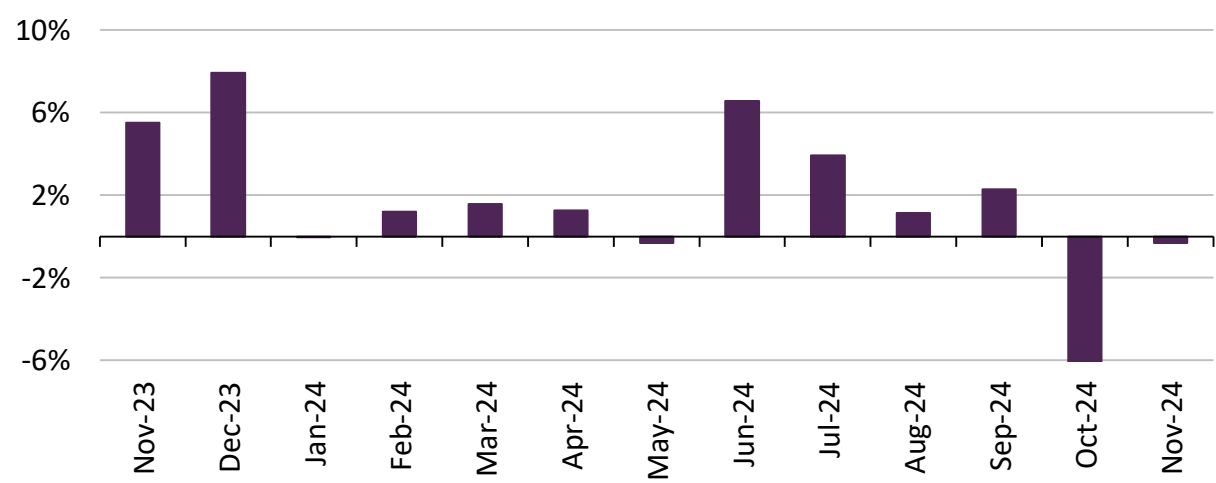
Sector wise performance during the month



NIFTY Performance in Nov 2024



NIFTY monthly performance for trailing 12 months



Nifty Trailing 12M P/E & 5 Yr. Avg. P/E

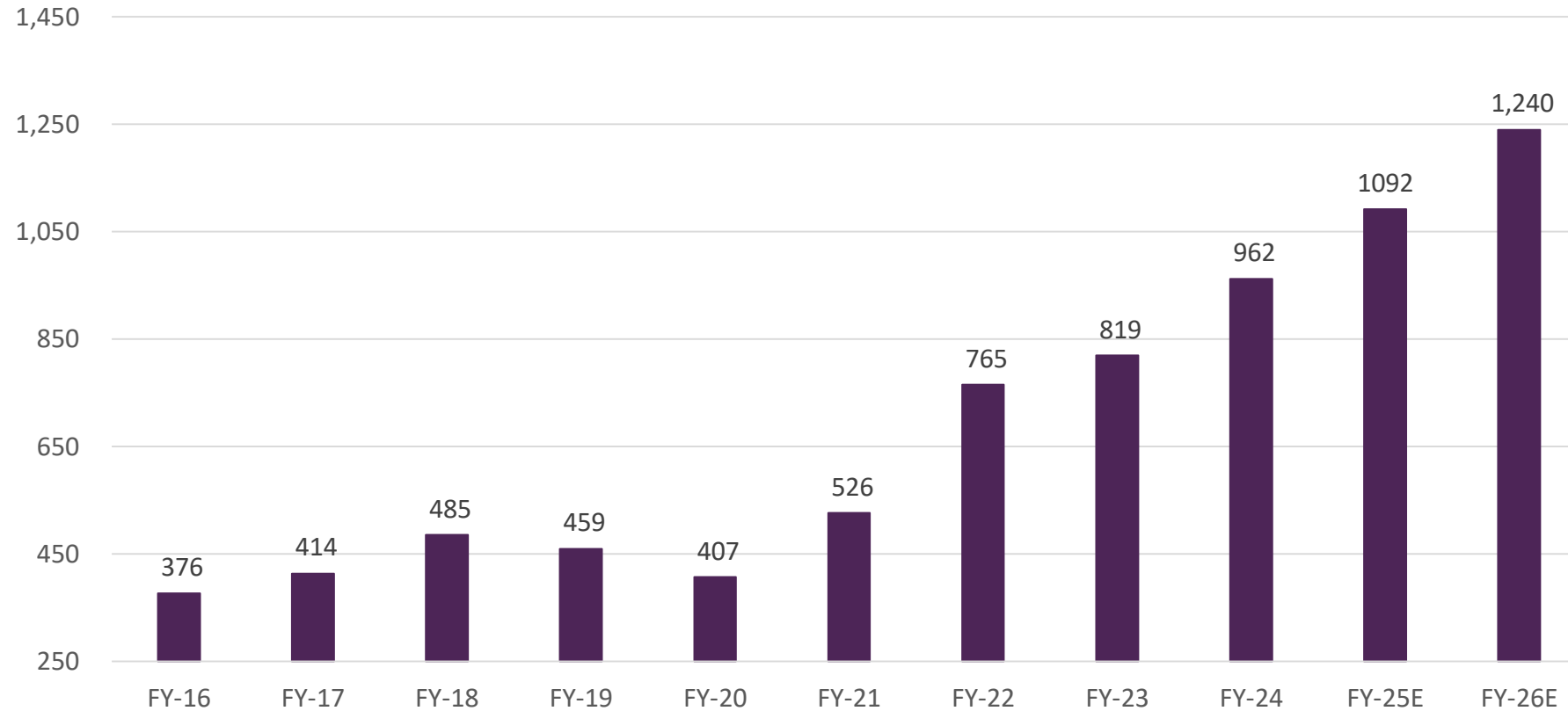


Nifty Trailing 12M P/B & 5 Yr. Avg. P/B



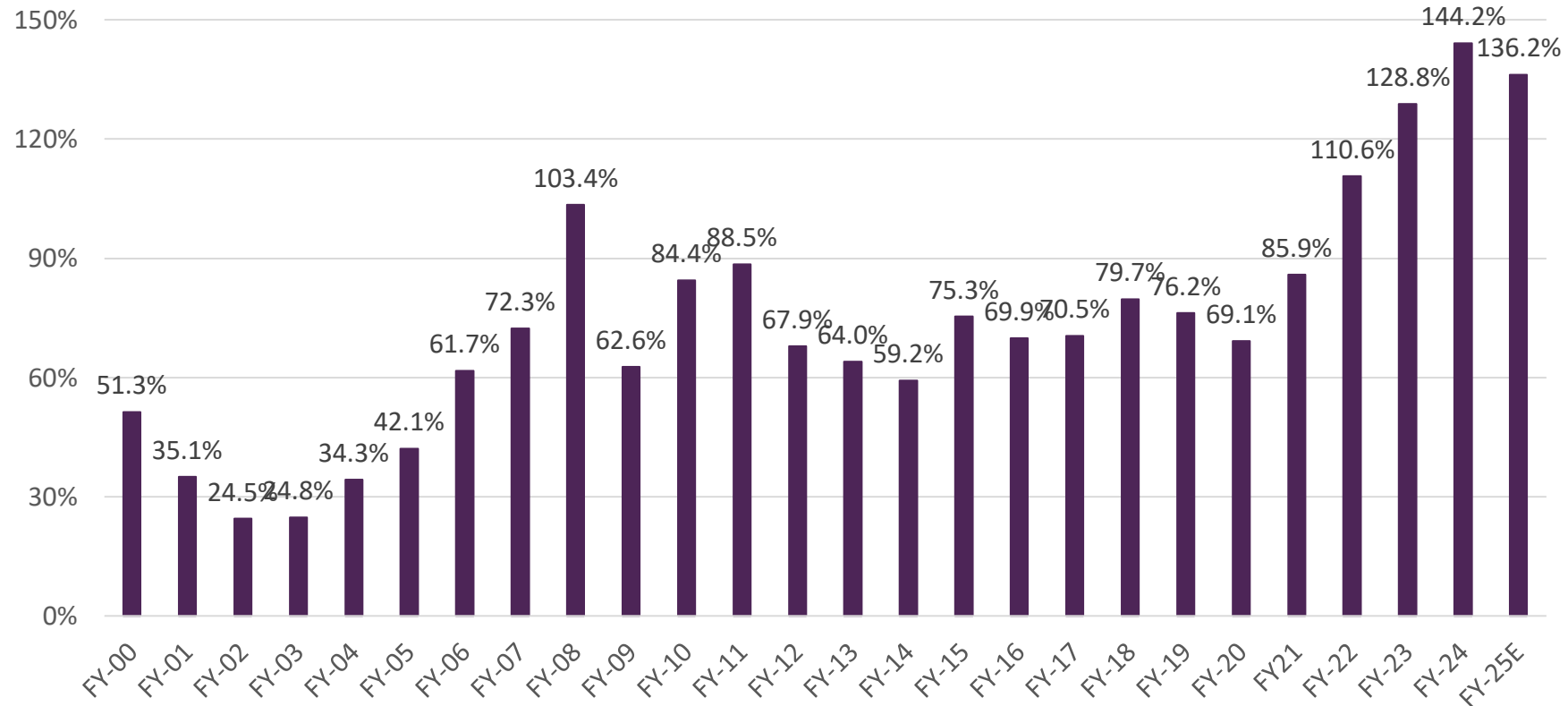
- Currently Nifty50 is trading at around 22.7x its trailing 12-month earnings while its five-year historical average price to earnings ratio stands at around 24.1x. A discount of 5.9% from its five-year historical average.
- In terms of price to book ratio, the Nifty50 is trading at around 3.7x its book value while its five-year historical price to book ratio stands at around 3.4x, a premium of 9.9% to its five-year historical average.

Nifty Historical and Estimated EPS (Consensus)



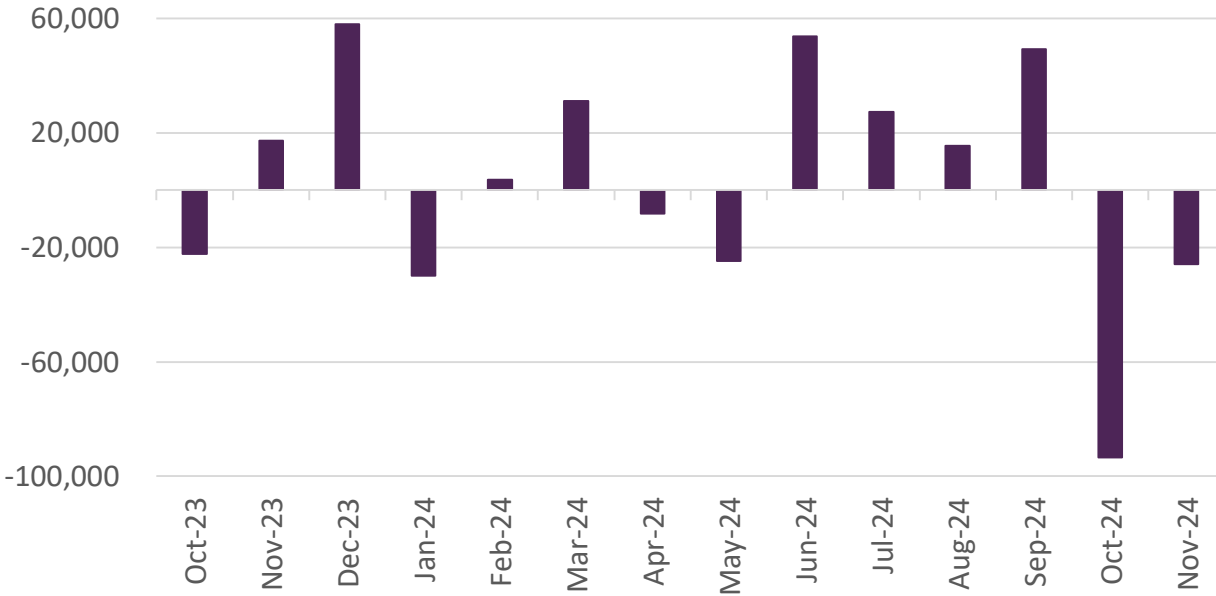
- The consensus estimates for Nifty50 from FY-24 to FY-26 expects earnings to grow at a CAGR of about 13.6%. The Index is trading at 22.2x FY25E and 19.5x FY26E consensus earnings.

India Market Cap. to GDP Ratio

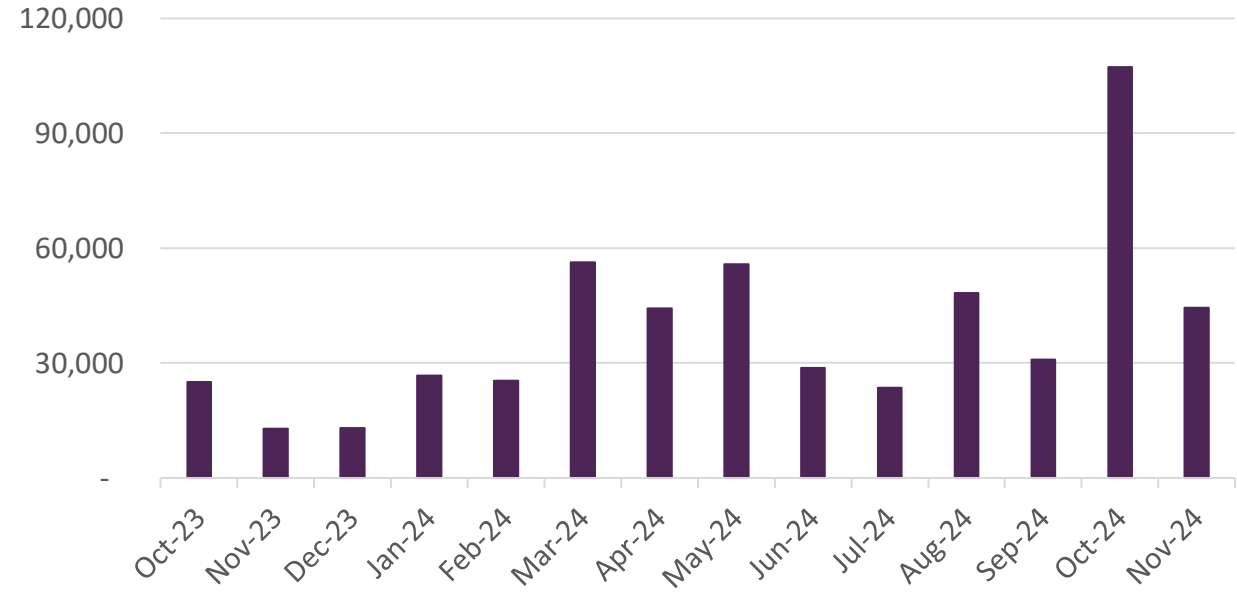


- Currently India's listed companies market capitalisation to GDP ratio stands at about 133.1% (FY-25E). The ratio is considered an indicative of overall equity market sentiments and cycles.
- The ratio is considered an indicative of overall equity market sentiments and cycles.

FII Monthly Inflows in Equity (₹ Crore)

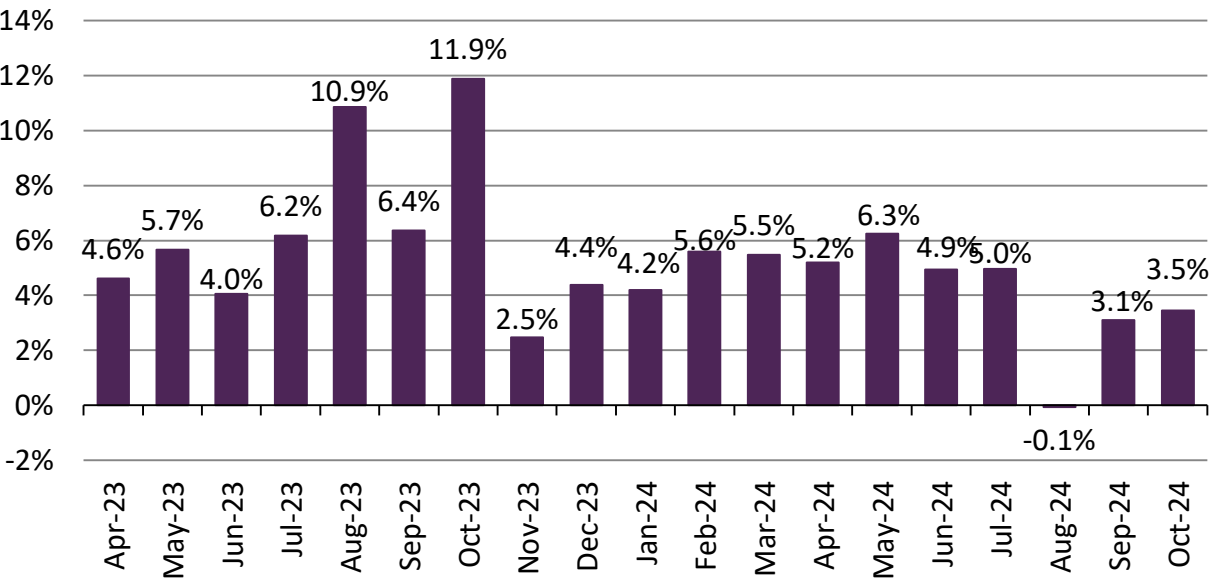


DII Monthly Inflows in Equity (₹ Crore)

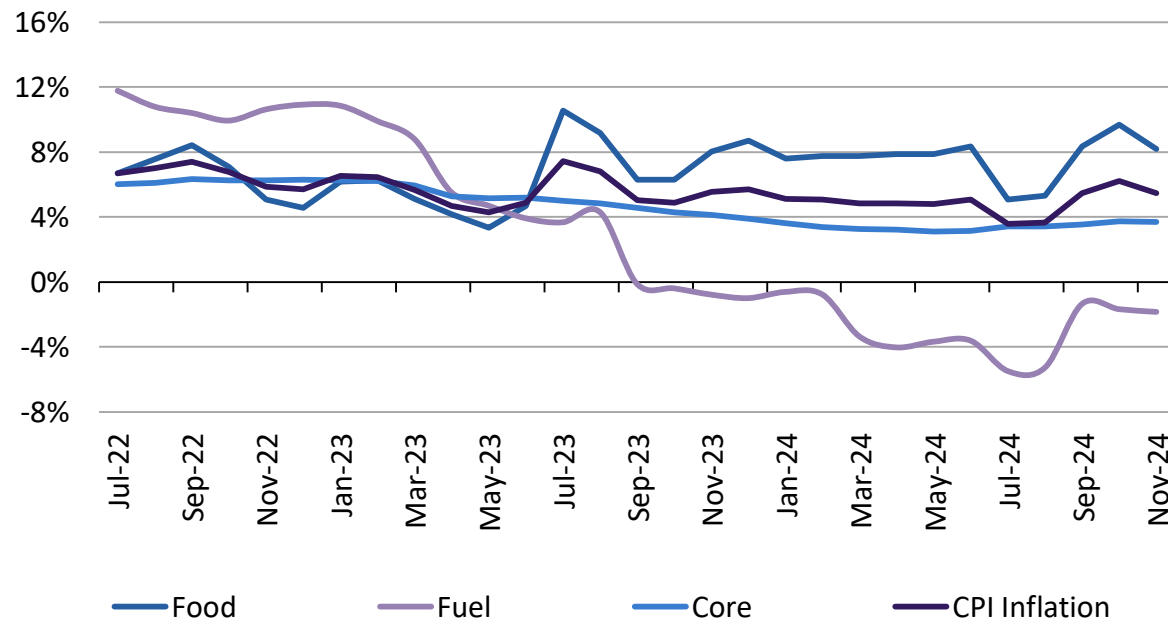


- FII monthly inflows for the month of Nov-24 has seen net outflows of almost ₹25,996 crores, which is sixth negative monthly flow for the year.
- On the other hand, domestic funds have seen monthly net inflows of around ₹44,483 crores, maintaining its positive flows for the last twelve months.

IIP Growth (%) trend (2011-12 base)



Food, Fuel, Core & CPI Inflation (%) YoY



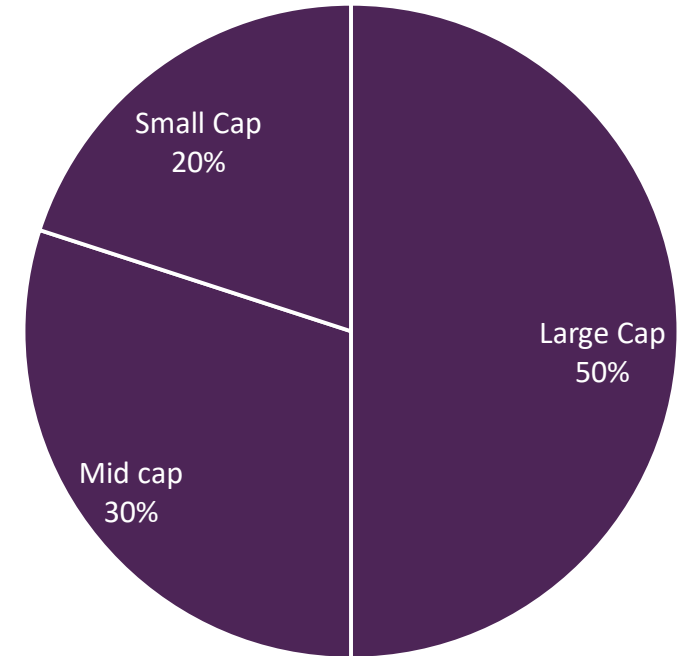
- Index of Industrial Production (IIP) data for the latest month Oct-24 witnessed a growth of 3.5% on an annual basis. The growth rates of the three sectors, Mining, Manufacturing and Electricity for the month of October 2024 are 0.9%, 4.1% and 2.0% respectively. Within the manufacturing sector, 18 out of 23 industry groups have recorded a positive growth YoY.
- India's CPI inflation eased to 5.5% in Nov'24 from 6.2% recorded in Oct'24. Core inflation eased from 10 month high to 3.9% in Nov'24, but continued at elevated levels as the inflation in service categories witnessed sequential rise. Food inflation moderated by 150 bps due to sequential fall in vegetables and pulses inflation.

Top Ideas

S.No.	Large Cap
1	ICICI Bank Ltd.
2	ITC Ltd.
3	Tata Steel Ltd.
4	Bharti Airtel Ltd.
5	Infosys Ltd.
6	Siemens Ltd.
7	Hindustan Unilever Ltd
8	Divi's Laboratories Ltd.
9	State Bank Of India
10	Mahindra & Mahindra Ltd

S.No.	Mid Cap
1	Astral Ltd.
2	APL Apollo Tubes Ltd.
3	TVS Motor Company Ltd.
4	KEI Industries Ltd.
5	Dixon Technologies Ltd.
6	Tejas Networks Ltd.

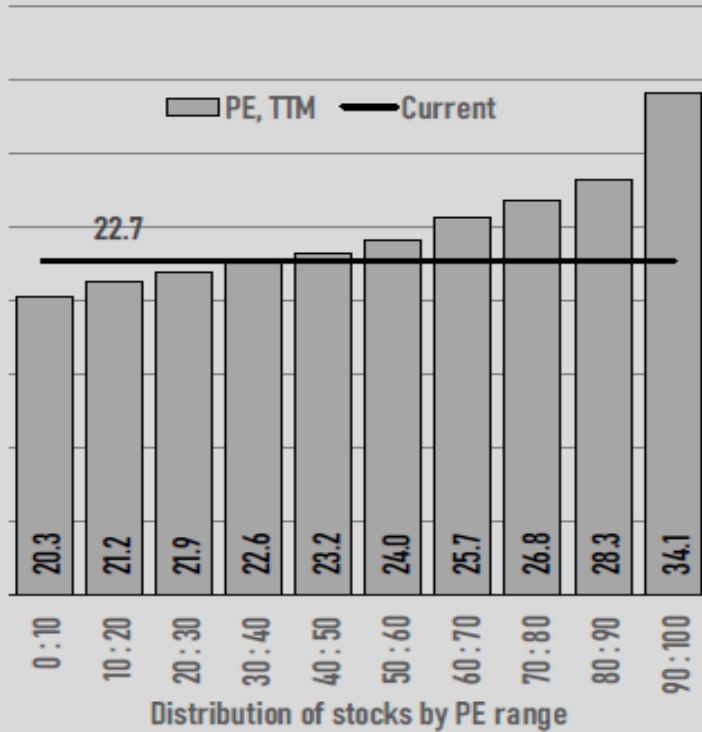
S.No.	Small Cap
1	Rainbow Children's Medicare Ltd.
2	Jyoti CNC Ltd.
3	Chalet Hotels Ltd.
4	Electronics Mart India Ltd.



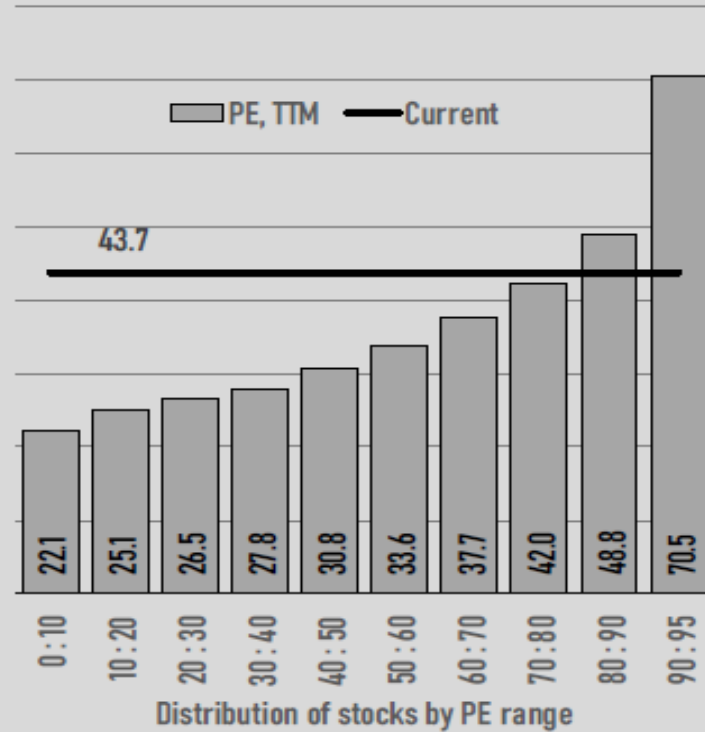
NOTE: The strategy has shifted from individual weight based to equal distribution.

Past earnings-based indicators suggest that mid and small-cap stocks are overvalued

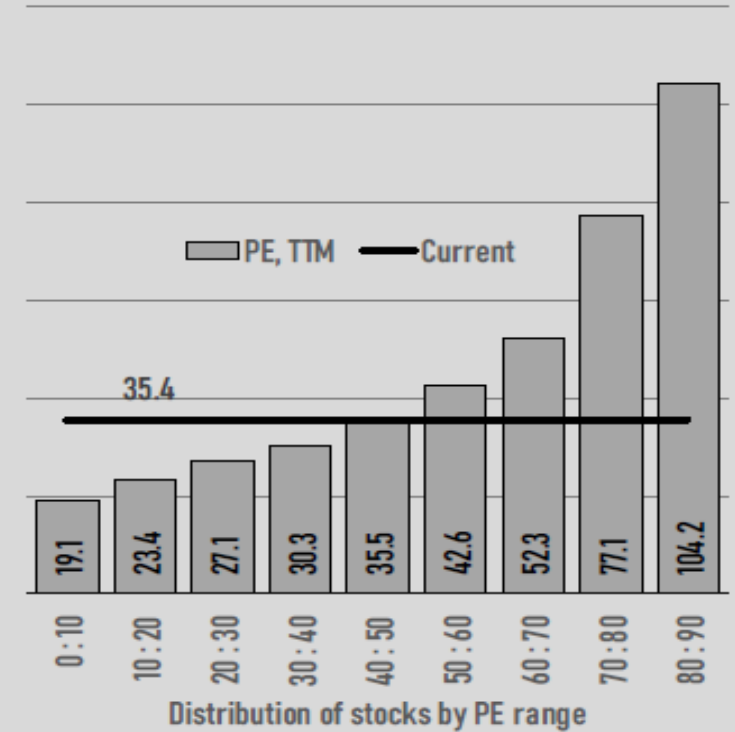
Nifty 50 TTM PE range 2014-24, x



Midcap 150 TTM PE range 2014-24, x

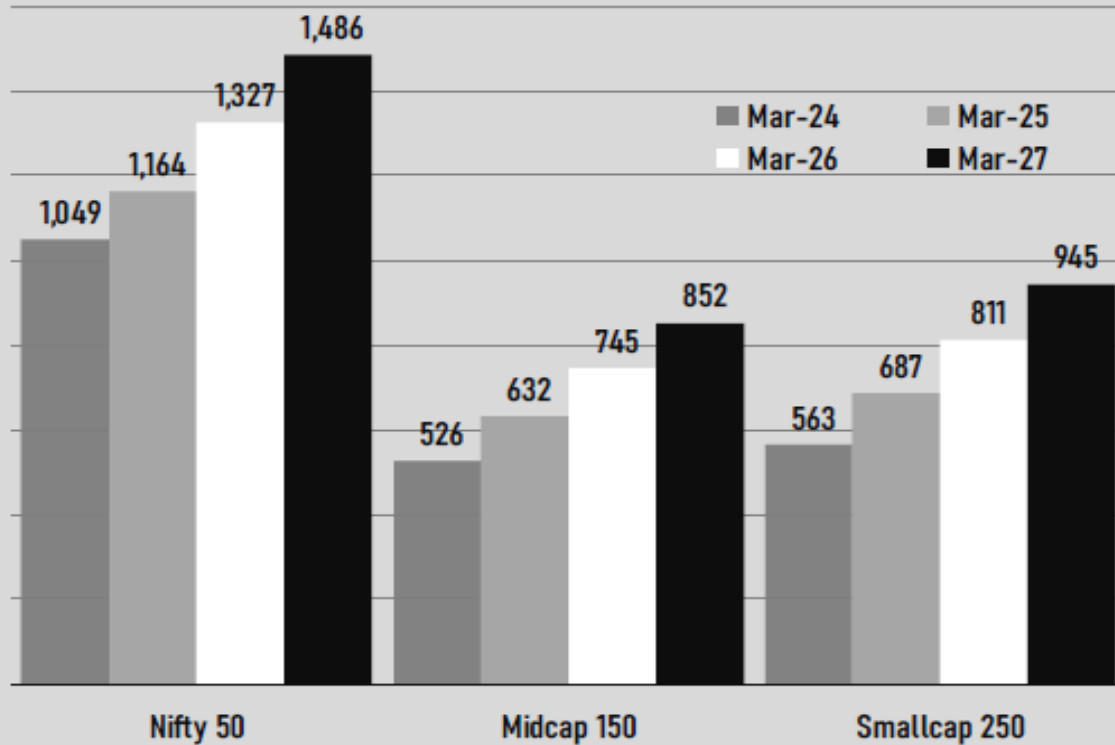


Smallcap 250 TTM PE range 2014-24, x

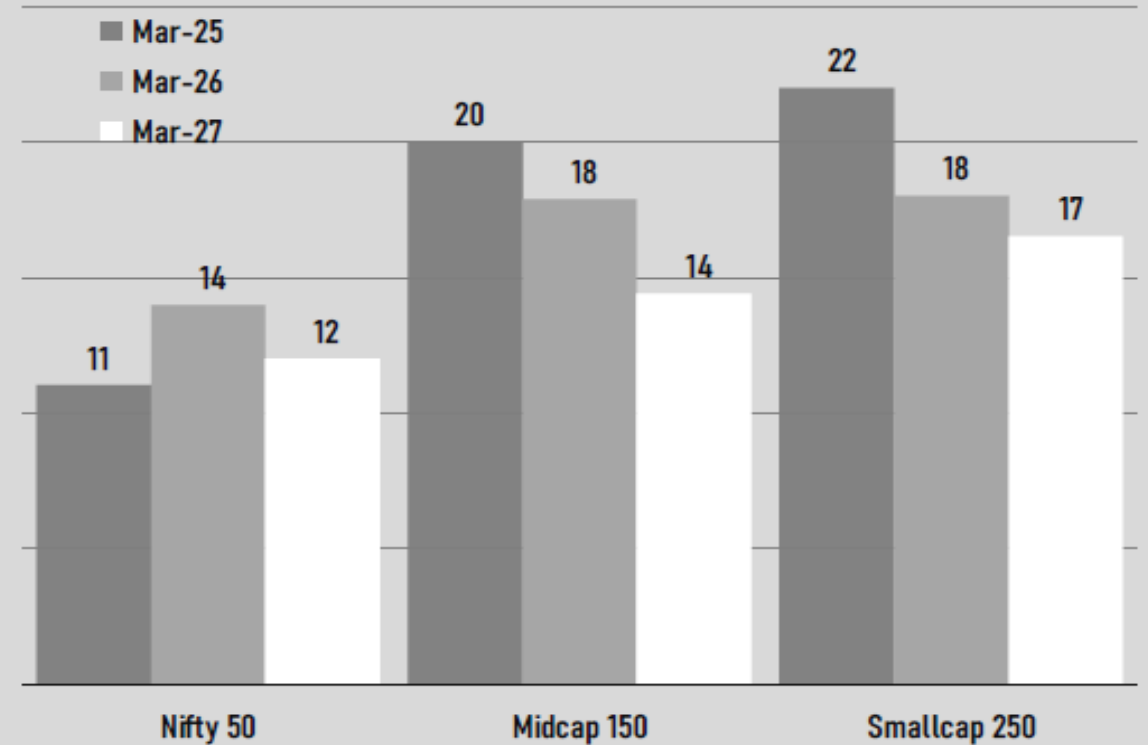


Past earnings-based indicators suggest that mid and small-cap stocks are overvalued

Earnings per share, Rs.

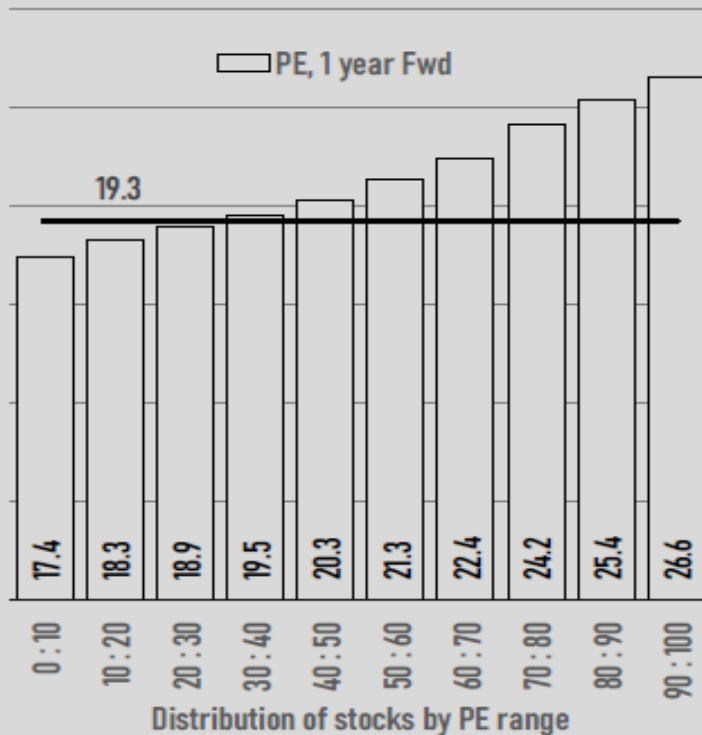


Earnings per share growth, %

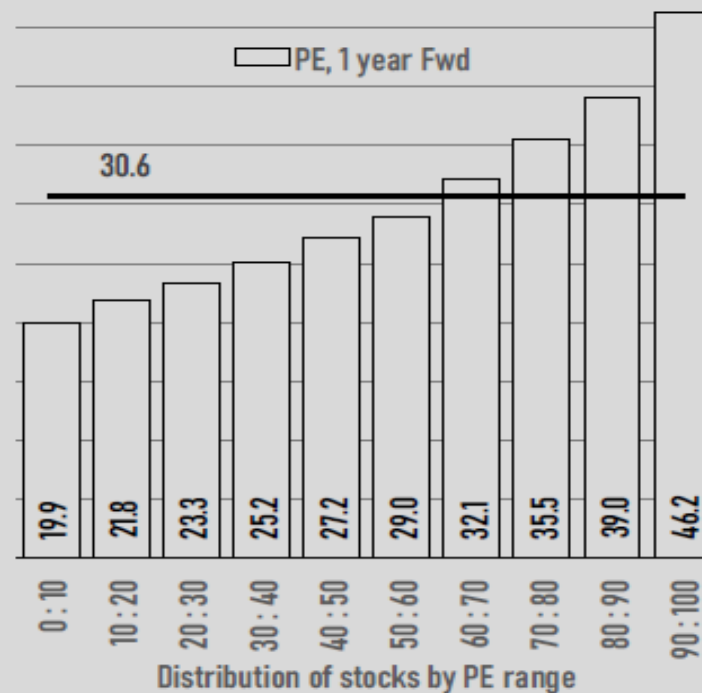


Yet, if we factor in future earnings, except mid cap, valuations look fair

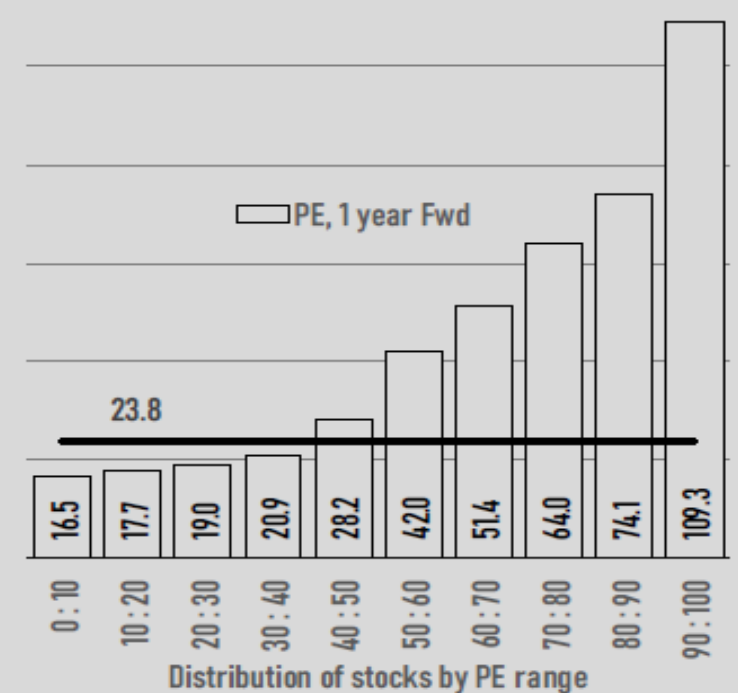
Nifty 50 1-yr fwd PE range 2014-24, x



Midcap 150 1-yr fwd PE range 2014-24,
x

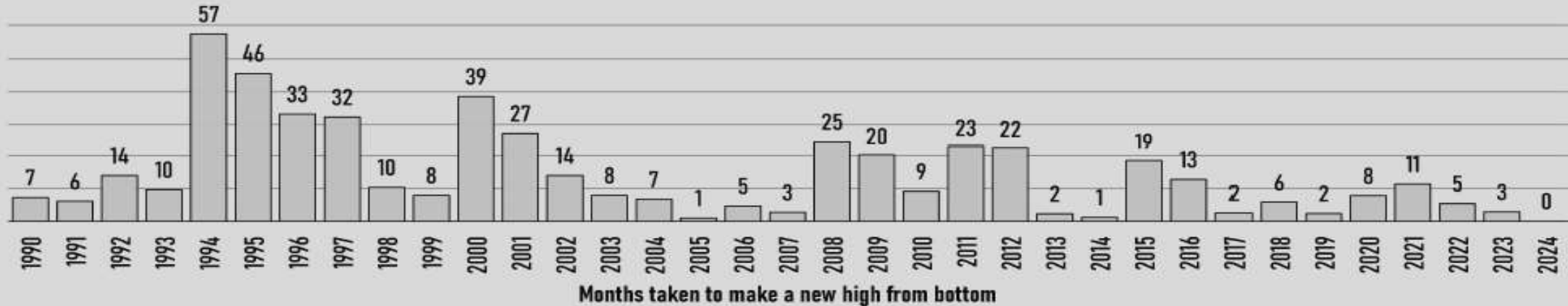
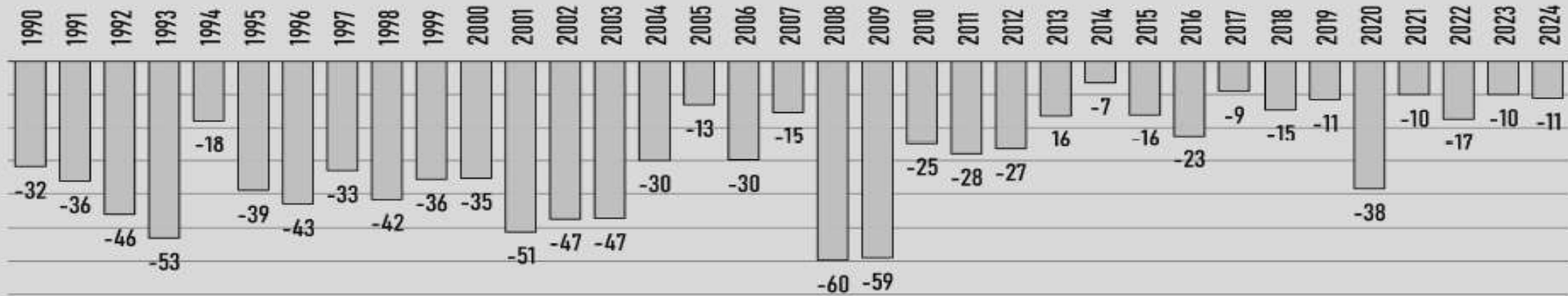


Smallcap 250 1-yr fwd PE range 2014-
24, x



Equities correcting less, rebounding faster since 2014

Nifty 50 maximum fall from peak, %



Disclaimer:

In the preparation of the material contained in this document, Anand Rathi Group (ARG), has used information that is publicly available, including information developed in-house. Some of the material used in the document may have been obtained from members/persons other than the ARG and/or its affiliates and which may have been made available to ARG and/or its affiliates. Information gathered & material used in this document is believed to be from reliable sources. ARG however does not warrant the accuracy, reasonableness and/or completeness of any information. For data reference to any third party in this material no such party will assume any liability for the same. ARG and/or any affiliate of ARG does not in any way through this material solicit any offer for purchase, sale or any financial transaction/commodities/products of any financial instrument dealt in this material. All recipients of this material should before dealing and or transacting in any of the products referred to in this material make their own investigation, seek appropriate professional advice.

ARG (including its affiliates) and any of its officers directors, personnel and employees, shall not liable for any loss, damage of any nature, including but not limited to direct, indirect, punitive, special, exemplary, consequential, as also any loss of profit in any way arising from the use of this material in any manner. The recipient alone shall be fully responsible/ are liable for any decision taken on the basis of this material. All recipients of this material should before dealing and/or transacting in any of the products referred to in this material make their own investigation, seek appropriate professional advice. The investments discussed in this material may not be suitable for all investors as certain services and investment products are subject to legal restrictions and cannot be offered worldwide on an unrestricted basis. Any person subscribing to or investigating in any product/financial instruments should do so on the basis of and after verifying the terms attached to such product/financial instrument. Financial products and instruments are subject to market risks and yields may fluctuate depending on various factors affecting capital/debt/commodity/real estate markets. Please note that past performance of the financial products and instruments does not necessarily indicate the future prospects and performance thereof. Such past performance mayor may not be sustained in future.