



PELICAN PMS

THE MARKET'S WAY

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Cognizance

Monthly Market Outlook and Commentary

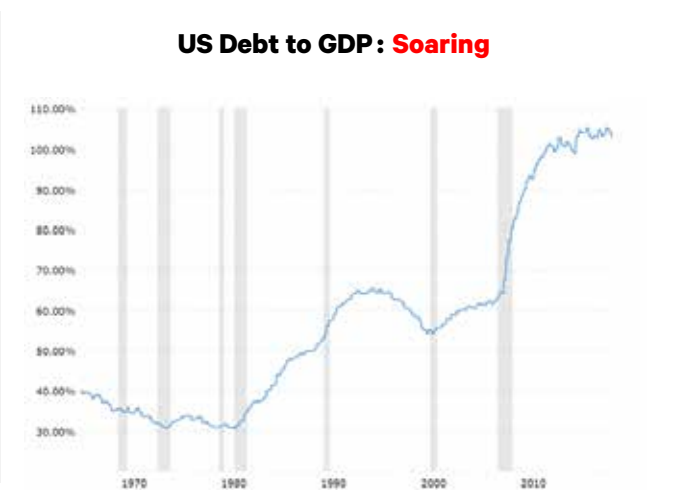
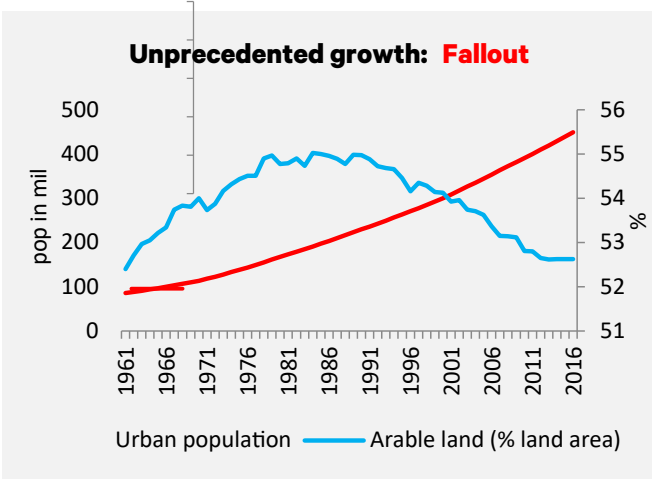
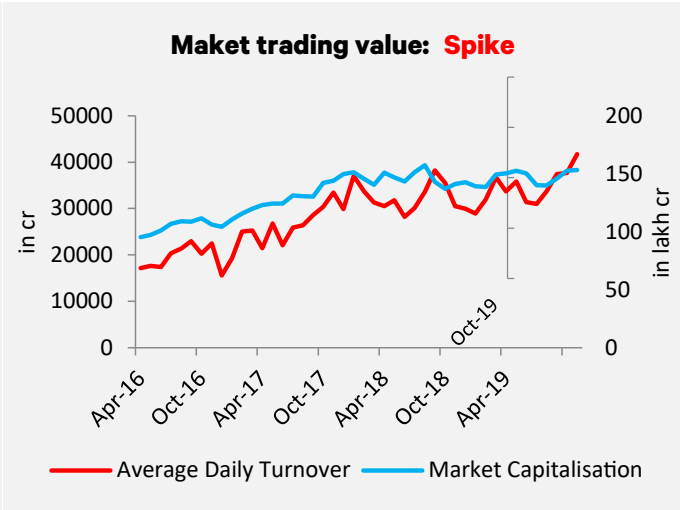
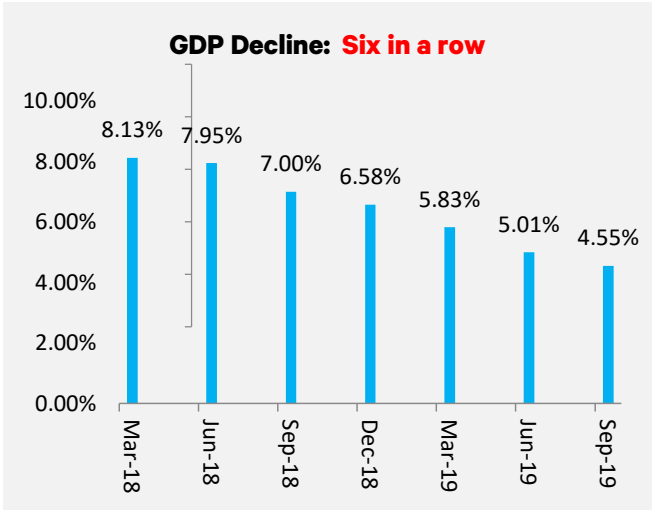
Asset Class	Benchmark	Latest Value	MTD (%)	YTD (%)
Equity				
India	Nifty 50	12056.05	1.50%	10.44%
US	S&P 500	3,140.98	3.40%	25.45%
Europe	Euro Stoxx 50	3,707.34	2.86%	23.52%
Japan	Nikkei 225	21,755.84	2.97%	17.56%
China	Shanghai comp	2,875.81	-2.69%	15.31%
Bond				
India	10 yr G-Sec	6.49	0.07	(0.88)
US	10 yr treasury	1.84	0.14	(0.85)
Others				
Bullion	Spot Gold USD/ oz	1,458.79	-3.40%	13.75%
Currency	USD/INR	71.66	-1.07%	-2.65%
Commodity	WTI Crude USD/ bbl	56.4	3.79%	24.20%

Market Commentary

The month of November witnessed new highs in the Nifty and Sensex. The domestic MF inflow into the markets are continuing unabated causing lot of money to chase a few quality large caps. On the contrary GDP continued to decline hitting a multi-year low of 4.5% for the latest quarter. This divergence between the fundamentals weakening and the stock market rising has left investors in a conundrum.

A liquidity driven rally such as this one keeps investors precariously perched and there remains a fear of large losses ahead. Unless demand rises and earnings growth becomes visible the risk reward ratio will remain unfavorable. PE levels for the nifty continue to hover around 28X levels and we remain invested only in liquid funds.

Charts for The Month:



About Pelican

GoCapital Finance Ltd was incorporated in Chennai, India during the year 1996 as a NBFC and a SEBI registered Portfolio Management Service provider. The company was taken over by Pelican Holdings Pvt Ltd in the October 2017. Post the acquisition, the Portfolio Management Service offered by GoCapital Finance Ltd has been re-branded as Pelican PMS.

Our investment strategy marries the concept of Dynamic Meanreversion with our understanding of the Equity Life cycle. We swim with the tide rather than against it. We join the Market leaders instead of trying to guess potential Unicorns. We offer an all seasons product which will move along with the market, perform better than the market, at much lower risk and at lower investment life-cycle cost.

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