



PELICAN **PMS**

THE MARKET'S WAY

www.pelicanpms.com



Issue 17, August 2019

Cognizance

Monthly Market Outlook and Commentary

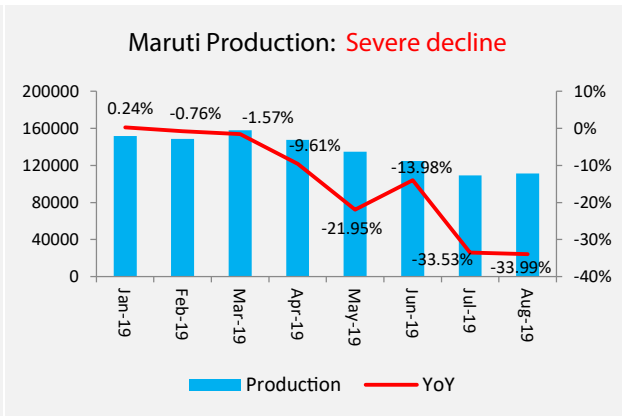
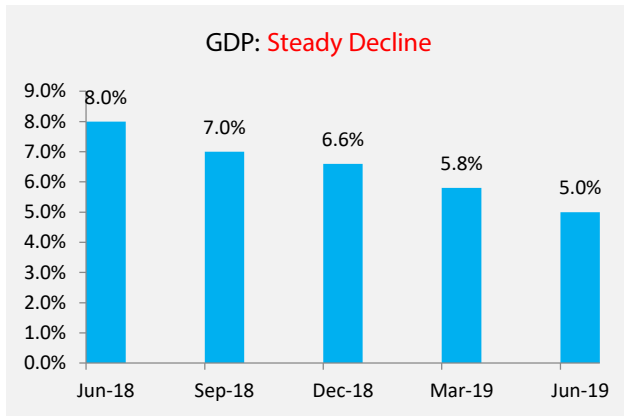
Asset Class	Benchmark	Latest Value	MTD (%)	YTD (%)
Equity				
India	Nifty 50	11023.25	-0.85%	0.97%
US	S&P 500	2926.46	-1.81%	16.88%
Europe	Euro Stoxx 50	3426.76	-1.16%	14.17%
Japan	Nikkei 225	20704.37	-3.80%	3.45%
China	Shanghai comp	2886.24	-1.58%	15.73%
Bond				
India	10 yr G-Sec	6.56%	(0.19) bps	(0.81) bps
US	10 yr treasury	1.51%	(0.53) bps	(1.18) bps
Others				
Bullion	Spot Gold USD/ oz	1520.38	7.28%	18.55%
Currency	USD/INR	71.40	3.36%	-2.29%
Commodity	WTI Crude USD/ bbl	55.10	-4.85%	21.34%

Market Commentary

The broad market continued its decline during the month of August. Nifty fell sharply touching key support levels of 10600 on accentuated global commentary and weak corporate earnings. Consensus amongst central bankers on declining global GDP has translated into lower benchmark rates all over the world. Despite decade low interest rate regime growth has failed to take off. Major sectors such as Banking, Auto, Oil & Gas continue to be in doldrums while IT, FMCG, metals remain flat.

Nifty PE continues to remain elevated at 27X much above the average. The probability of an earnings growth remain weak, hence any decline in the PE would mostly be through price declines. We wait for such an opportunity to enter the equity space in schematic manner. Till then patience is virtue.

Charts for the month



All that glitters: Gold

TVC:GOLD, D 1537.85 ▼ -9.01 (-0.58%) O:1546.79 H:1550.13 L:1535.46 C:1537.85



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 Mean reversion 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.

Reach Us:

GoCapital Finance Ltd

New No: 31, Old No: 15, T-2, 3rd Floor,
Rajamannar Street, T.Nagar,
Chennai – 600 017

SEBI Reg no:

INP000005999



reachus@pelicanpms.com



+91 94983 03030



+91-44-48570806



@pmspelican



pelicanpms



pmspelican

Disclaimer:

This report has been prepared by GoCapital Finance Ltd (GFL) as a note for internal circulation of the clients of Pelican PMS only. The recommendations, if any, made herein are expression of views and/or opinions and should not be deemed or construed to be neither advice for the purpose of purchase or sale of any security, derivatives or any other security. No action is solicited based upon the information provided herein. Recipients of this Report should rely on information/data arising out of their own investigations. Readers are advised to seek independent professional advice and arrive at an informed trading/investment decision before executing any trades or making any investments. This Report has been prepared on the basis of publicly available information, internally developed data and other sources believed by GFL to be reliable. GFL or its directors, employees, affiliates or representatives do not assume any responsibility for, or warrant the accuracy, completeness, adequacy and reliability of such information / opinions / views or hold out to update the same. While due care has been taken to ensure that the disclosures and opinions given are fair and reasonable, none of the directors, employees, affiliates or representatives of GFL shall be liable for any direct, indirect, special, incidental, consequential, punitive or exemplary damages, including lost profits arising in any way whatsoever from the information / opinions / views contained in this report. GFL its employees, directors, affiliates may or may not have holdings or their direction of trade maybe in line with or against the recommendations mentioned in this report.