



PELICAN PMS

THE MARKET'S WAY

www.pelicanpms.com



Issue 16, July 2019

Cognizance

Monthly Market Outlook and Commentary

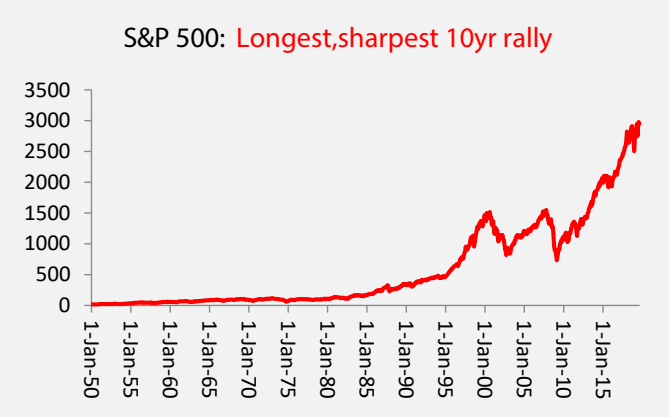
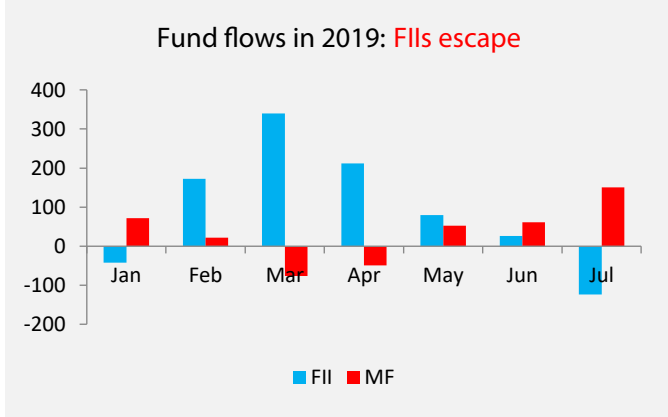
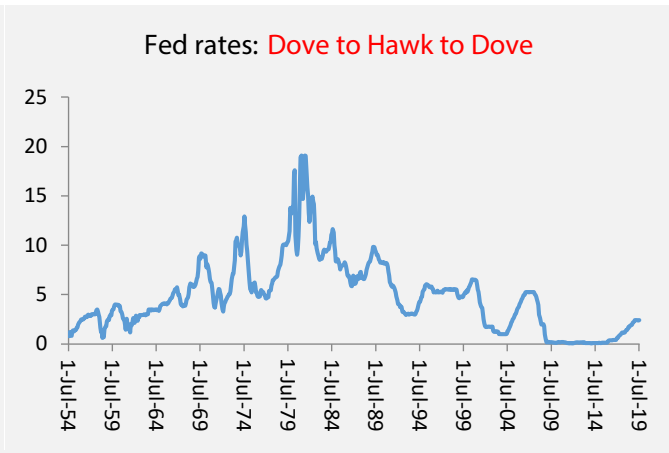
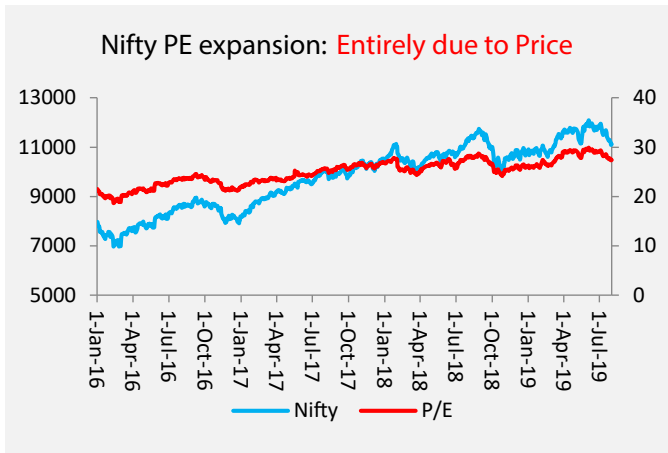
Asset Class	Benchmark	Latest Value	MTD (%)	YTD (%)
Equity				
India	Nifty 50	11118.00	-5.69%	1.84%
US	S&P 500	2980.38	1.31%	19.03%
Europe	Euro Stoxx 50	3466.85	-0.20%	15.51%
Japan	Nikkei 225	21521.53	1.15%	7.53%
China	Shanghai comp	2932.51	-1.56%	17.59%
Bond				
India	10 yr G-Sec	6.37%	(0.53) bps	(1) bps
US	10 yr treasury	2.03%	(0.01) bps	(0.65) bps
Others				
Bullion	Spot Gold USD/ oz	1410.06	1.44%	9.95%
Currency	USD/INR	69.08	0.02%	-0.99%
Commodity	WTI Crude USD/ bbl	57.91	-3.60%	27.53%

Market Commentary

July witnessed the biggest decline for the year, with Nifty 50 falling by over 6%. HDFC and Bajaj twins finally saw red giving up majority of the year gains. Other Large caps which were precariously placed also followed suit. First quarter results were subdued and lower than most estimates. The commentary in the media and amongst analysts have changed to the negative. Budget proposal to hike tax for certain FPI structures also spooked foreign investors. With both debt and equity markets in panic mode investor sentiments is clearly changing for the worse.

Our strategy of staying away from the markets for the last year has been vindicated with Nifty underperforming even Liquid fund returns. We continue to re-iterate our stance and park our investments in very short term debt instruments.

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 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.