



PELICAN PMS

THE MARKET'S WAY

www.pelicanpms.com



Issue 14, May 2019

Cognizance

Monthly Market Outlook and Commentary

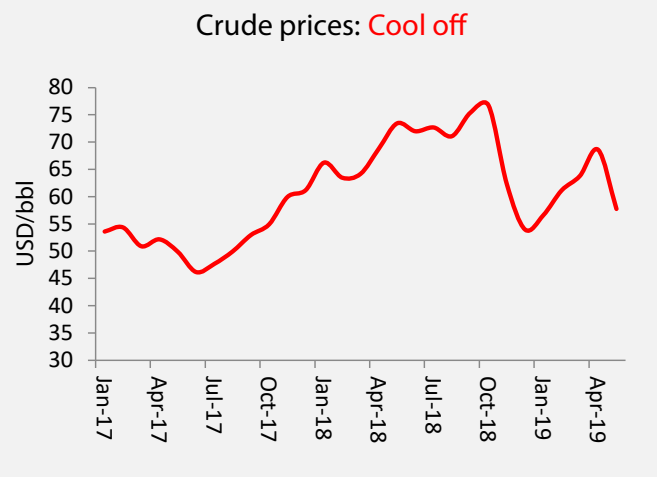
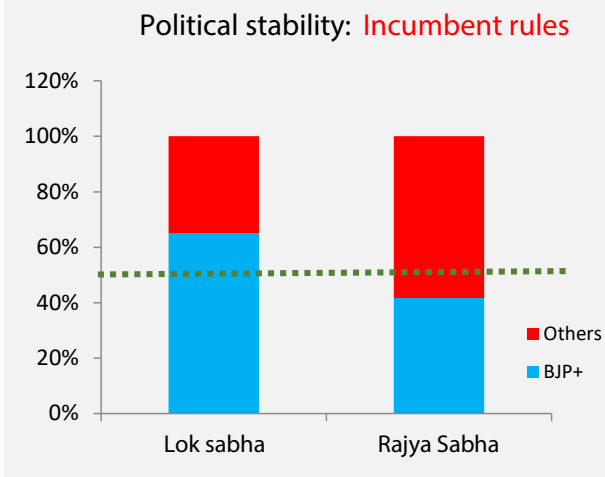
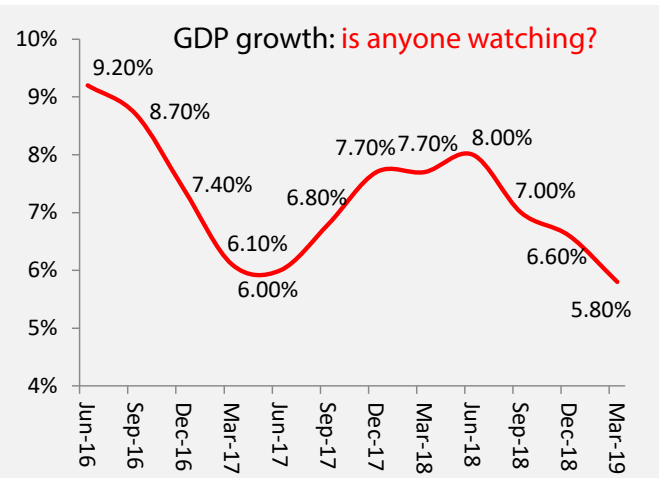
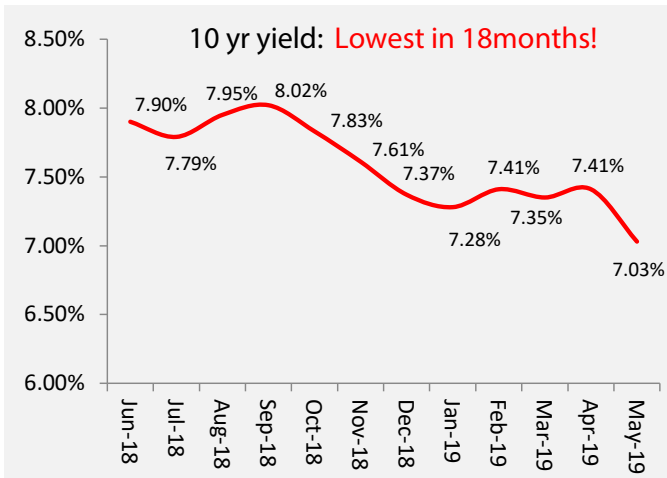
Asset Class	Benchmark	Latest Value	MTD (%)	YTD (%)
Equity				
India	Nifty 50	11922.80	1.49%	9.21%
US	S&P 500	2752.06	-6.58%	9.91%
Europe	Euro Stoxx 50	3280.43	-6.66%	9.30%
Japan	Nikkei 225	20601.19	-7.45%	2.93%
China	Shanghai comp	2898.70	-5.84%	16.23%
Bond				
India	10 yr G-Sec	7.03%	(38) bps	(34) bps
US	10 yr treasury	2.14%	(37) bps	(55) bps
Others				
Bullion	Spot Gold USD/ oz	1305.58	1.72%	1.80%
Currency	USD/INR	69.70	-0.19%	0.10%
Commodity	WTI Crude USD/ bbl	53.50	-16.29%	17.82%

Market Commentary

Sell in May and go away worked for most markets except India. On the global arena, US-China tussle moved to the next level as Trump decided to hike tariffs on Chinese imports to 25%. Brexit was left in a limbo as Theresa May resigned unceremoniously leaving a void in the entire process. Global investors were spooked by such events and the international markets witnessed significant selling pressure. However locally a major uncertainty that had prevailed for several months finally came to a close with the incumbents scoring better than most expectations. BJP coming back to power meant continuity in policy measures, which is a major positive for investors. Optimism turned into exuberance as the Nifty index breached the 12000 mark during the month.

As the celebration ends, reality is expected to step in - lower GDP numbers, subdued profits and low corporate growth will take center stage. Nifty trades at an unprecedented level and doesn't warrant an entry. Patience will be virtue going forward.

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.