

VALUE *Plus*

Monthly Newsletter

(For private circulation only)

Issue: July, 2014

... HEARD YOU'RE MISSING AN OPPOSITION !



ARI - Movers & Shakers

INDIAN INDICES

Indices	Jun-14	May-14	Change%
SENSEX	25413.78	24217.34	4.94
S&P CNX NIFTY	7611.35	7229.95	5.28
BANK NIFTY	15241.90	14793.40	3.03
CNX MIDCAP	11096.90	10141.05	9.43
S&P CNX 500	6174.20	5802.85	6.40
CNX IT	9912.30	8970.30	10.50
CNX REALTY	264.15	242.95	8.73
CNX INFRA	3372.75	3162.25	6.66

(Source: BSE & NSE)

BSE-SECTORAL INDICES

Indices	Jun-14	May-14	Change%
AUTO	15249.29	14493.77	5.21
BANKEX	17475.08	16953.86	3.07
CD	8870.04	7713.46	14.99
CG	16200.21	14716.81	10.08
FMCG	6676.19	6864.13	-2.74
HC	11462.23	10315.41	11.12
IT	9346.10	8455.36	10.53
METAL	13099.95	12292.69	6.57
OIL&GAS	11150.89	10854.09	2.73
PSU	8633.61	8054.53	7.19
REALTY	2077.13	1894.34	9.65
TECK	5266.36	4830.58	9.02

(Source: BSE)

GLOBAL INDICES

Indices	Jun-14	May-14	Change%
DOW JONES	16826.60	16717.17	0.65
NASDAQ	4408.18	4242.62	3.90
HANG SENG	23190.72	23081.65	0.47
FTSE	6743.94	6844.51	-1.47
NIKKEI	15162.10	14632.38	3.62

(Source: Teleguote software)

COMMODITIES & FOREX

Indices	Jun-14	May-14	Change%
MCX GOLD	27776.00	26863.00	3.40
MCX SILVER	44114.00	39586.00	11.44
MCX CRUDE OIL	6337.00	6106.00	3.78
MCX-SX USDINR	60.17	59.11	1.79

(Source: Teleguote software)

FII ACTIVITY (₹ in cr)

Date	Gross Purchases	Gross Sales	Net Pur/Sales
Total for Jun 2014	116,036.24	102,045.39	13,990.75
Total for 2014 *	506,923.70	447,128.50	59,795.20

(Source: SEBI)

MF ACTIVITY (₹ in cr)

Date	Gross Purchases	Gross Sales	Net Pur/Sales
Total for Jun 2014	19,743.50	16,403.90	3,339.60
Total for 2014 *	82,279.50	89,282.80	-7,003.70

(Source: SEBI)

*From Jan - Jun, 2014

Market Commentary

Echoing the buoyant mood post the formation of a stable government at the centre, Indian equity markets rallied in the first half of June month with Nifty and Sensex scaling record highs. However, concerns of a weak monsoon coupled with escalating tension in Iraq led to rise in crude prices to nine months high, thus weighing on the sentiments and dragging the markets lower. Despite fear of Iraq crisis and concerns over weak monsoon, Indian equity markets recorded fresh peaks on growth expectations in the Union Budget. The month finally ended on a positive note with S&P BSE Sensex delivering positive returns of 4.94% for the month to settle at 25413.78 and CNX Nifty gaining 5.28% ending the month at 7611.35.

On the sectoral front, Consumer Durables turned out to be the best performing sector in June 2014 clocking gains of 14.99%, followed by Healthcare (11.12%), IT (10.53%), Capital Goods (10.08%), Realty (9.65%), Teck (9.02%), PSU (7.19%), Metal (6.57%), Auto (5.21%), Bankex (3.07%) and Oil & Gas (2.73%) while the defensive sector, FMCG (-2.74%) was the worst performing sector.

On the institutional side, foreign institutional investors (FIIs) pumped in Rs 13,990.75 crore worth of money in equities during the month while domestic mutual fund houses bought Rs 3,339.60 crore of equities during June 2014.

At the beginning of the month, Reserve Bank of India in its second bi-monthly monetary policy preferred to adopt a calibrated approach keeping the policy rates unchanged. However, the Statutory Liquidity Ratio was cut by 50 basis points to 22.5% of net demand and time liabilities, in a bid to give more freedom to banks to lend more to the private sector. On the macro-economic front, India's HSBC manufacturing Purchasing Managers' Index for May 2014 rose to a three-month high of 51.4 from 51.3 in April 2014, indicating continued rise in production volumes. HSBC services PMI rose to 11-month high of 50.2 in May from 48.5 in April 2014, indicating a pick-up in the services sector.

Raising hopes of recovery, Index of industrial production (IIP) grew at a robust 3.4% in April 2014 as compared to contraction of 0.5% in March 2014. Wholesale Price Index (WPI) rose to a five-month high of 6.01% in May from 5.20% in April and 4.58% a year ago, as food articles and fuel prices pushed up overall the inflation. The Consumer price index

(CPI), on the other hand, fell on account of a higher base, to a three-month low of 8.28% from 8.59% a month ago.

India's trade deficit increased 11.2% to \$11.23 bn in May 2014 as compared to \$10.09 bn in April 2014, the highest since July 2013. Meanwhile, during the month, the World Bank scaled down its estimate for India's economic growth this financial year to 5.5%, as compared to 6.2% in its January report highlighting the El Nino effect on weak monsoon as the key reason. For 2015-16 and 2016-17, the World Bank forecasted India's economic growth to be at 6.3% and 6.6%, respectively.

The global markets ended the month of June 2014 on a positive note. Nasdaq was the best performer, which ended the month with gain of 3.90% followed by Japan's Nikkei (3.62%), Dow Jones (0.65%) and Hang Seng (0.47%). FTSE was the worst performer, which ended the month with loss of 1.47%.

On the international front, the European Central Bank cut its benchmark short-term funds rate to 0.15% from 0.25% in a historic move to fight deflation and spur lending. China's final HSBC PMI fell to 49.4 in May 2014 from 49.7 in April 2014. European Industrial Production, on the other hand, rose 0.8% in April 2014 from -0.4% in March 2014. Japan final Q1 GDP rose 1.6% from 1.5% a quarter ago. The US economy shrank 2.9% in the Jan-Mar quarter against expectations of 1.7%, the economy's worst performance in five years.

Key decisions taken during the month:

- **Primary Market Reforms:** In a major attempt to boost the revival of primary markets, capital markets regulator Securities and Exchange Board of India (SEBI) announced a slew of reforms related to IPO and offer-for-sale. The board proposed a minimum of 25% public shareholding in three years for all listed PSUs,

expanded the scope of offer for sale mechanism, reserved minimum 10% of the issue size in such offers for retail investors, allowed non promoters to use this route and doubled the number of companies that can use the mechanism to 200. SEBI said seller of shares can also offer a discount to retail investors.

- **Railway fares hike:** The government announced hike of rail passenger fare by 14.2% and freight fare by 6.5%; in a measure that would help Indian Railways to mop up additional Rs 8,000 crore in the financial year. While the price hike is likely to improve the financial health of the Indian Railways, it could also add to inflationary pressures in the economy.
- **Aid to sugar industry:** The government, decided to increase import duty on sugar to 40% from 15% at present, continuing with sugar export incentives till September 2014, and implement 10% mandatory blending of ethanol with petrol. The decisions taken by a group of ministers are aimed at helping the cash-strapped sugar industry and cane farmers. The move will help safeguard the interests of mills in India, which are facing financial crunch due to a fall in sugar prices in India.
- **Excise duty concessions to continue:** The government announced extension of concessional excise duty on automobiles, capital goods and consumer durables by six months up to 31 December 2014.
- **Gas prices in dilemma:** The government deferred a decision on raising gas prices by three months to September end. The government has also maintained a status quo on pricing of liquefied petroleum gas and kerosene, which is likely to put pressure on oil marketing companies.

We have presented herewith a brief analysis of budget and its impact on select sectors:

Area	Expected measure
Direct taxation	<ul style="list-style-type: none"> ■ Some clarity on DTC is expected ■ Personal Income tax: Tax exemption limit to be hiked by at least 10% from the current level of 2 lakhs , exemption limit on investment can be raised under 80C from 1 lakh to 1.5 lakh , Interest repayment on housing loan can be raised from 1.5 lakh to 1.75 lakh ■ Tax on super rich may continue ■ Corporate tax: Expected to remain unchanged. However accelerated depreciation on plant and machinery is likely to be continued to revive manufacturing
Indirect taxation	<ul style="list-style-type: none"> ■ GST: Laying a roadmap for GST ■ Excise duty: Likely to remain unchanged. Expect convergence of more commodities towards GST ■ Service tax: Likely to remain unchanged
Capital Market	<ul style="list-style-type: none"> ■ Raising tax deduction under 80C can bring money into ELSS ■ STT: Rationalisation of STT
Disinvestment	Due to positive market sentiments government may set higher target of Rs 60000 crs.

Sector	Expected measure	Top Picks
Auto Neutral	<ul style="list-style-type: none"> No change in excise duty is expected Levy of additional excise duty for diesel powered passenger vehicles 	M&M
Banking & Financial services Positive	<ul style="list-style-type: none"> Increase tax exemption limit on housing loan Increase threshold limit for applicability of tax deducted at source (TDS) on interest from Rs 10,000 to Rs 12,000 	BoB, Dena bank, Indian bank, Andhra bank
Real Estate Positive	<ul style="list-style-type: none"> Interest rate subvention for affordable housing Infrastructure status for developing integrated township Increase in the tax exemption limit for housing loan 	Mahindra Life space
Oil & Gas Positive	<ul style="list-style-type: none"> Review of exploration & production policy to move from profit sharing to revenue sharing Reducing subsidy by regular increase in prices for LPG Fair pricing for gas to bring FDI in the sector 	ONGC, BPCL, HPCL, IOC
IT Neutral	<ul style="list-style-type: none"> Clarity on transfer pricing norms with respect to MNC's operating its R&D centre in India. Taxing these units has become a complex issue as government often disagreeing on the profits declared by them Increased spending by government on IT driven modernization 	Wipro
Metals Positive	<ul style="list-style-type: none"> Reduction on import duty of thermal coal Increased spending on infrastructure 	Tata steel

Going forward

All eyes will now be glued to the presentation of Union Budget for FY15 that is expected to be tabled on July 10th and how Modi government plans to deliver its electoral promises. Additionally, developments on the Iraq front, movement in crude oil prices and the progress and spread of the monsoon rains will be keenly watched for. Q1FY15 corporate earnings that will kick start this month will also have a play in market movement.

Key News and Events in June 2014

- RBI leaves key rates unchanged but springs SLR cut surprise:** The Reserve Bank of India in its maintained status quo on benchmark policy rates but sprung a surprise with a reduction in the statutory liquidity ratio holding requirement for banks. The SLR was reduced by 50 basis points to 22.5% of net demand and time liabilities. On the rates front, the RBI kept key policy rates unchanged, with the repo rate at 8%, the reverse repo rate at 7%, and the Marginal Standing Facility and the Bank Rate at 9% each. The Cash Reserve Ratio for banks was also left untouched at 4%.
- May trade deficit widened to \$11.23 bn from \$10.09 bn:** India's trade deficit rose to a 10-month high of \$11.23 bn in May 2014 as compared to \$10.09 bn in April 2014 and \$19.37 bn, a fall of 42% on year. India's exports in May 2014 rose 12.4% on year to \$28 bn, while imports contracted 11.4% to \$39.23 bn. Exports have

picked up in the last two months on the back of signs of improvement in the US economy. Imports have been falling mainly on account of curbs imposed by the government and the Reserve Bank of India on gold imports. Gold imports in May 2014 declined 71.6% on year to \$2.19 bn. Oil imports rose 2.5% in May 2014 to \$14.46 bn while non-oil imports in May dipped 17.9% to \$24.76 bn.

- India April FDI inflows \$2.6 bn, down 19.6% on year:** Total foreign direct investment inflows into India in April 2014 declined 19.6% on year to \$2.6 bn from \$3.23 bn a year ago. FDI inflows into India in March were at \$4.6 bn. In 2013-14 (Apr-Mar), FDI inflows into India rose 5.1% on year to \$36 bn from \$34 bn a year ago.
- India April industrial output growth at 13-month high of 3.4%:** India's industrial output growth surged to a 13-month high of 3.4% in April 2014, snapping a two-month contracting trend, as investment activity showed signs of revival. The Index of Industrial Production had contracted 0.5% in March 2014 and risen by 1.5% in the year-ago period.

Sector	Apr 2014 YoY
Capital Goods	15.7%
Manufacturing Sector	2.6%
Consumer Goods	-5.1%
Electricity	11.9%
Intermediate Goods	4.4%
Mining Output	1.2%

- **India May WPI inflation rose to 6.01% from 5.2%:** India's inflation rate based on the Wholesale Price Index (WPI), rose to a five-month high of 6.01% in May 2014 from 5.2% in April 2014, as food articles and fuel pushed up the overall inflation. The WPI inflation rate was 4.58%, a year ago. India's inflation rates based on retail prices fell in May 2014, the inflation rate based on Consumer Price Index (combined) fell to a three-month low of 8.28% in May 2014 from 8.59% a month ago.

Inflation	May 2014	April 2014
Food articles	9.50%	8.64%
Primary articles	8.58%	7.06%
Manufactured products	3.55%	3.15%
Fuel & power	10.53%	8.93%

- **India Apr-May fiscal gap tops 45% of FY15 budget target:** The Indian government's fiscal deficit shot up in Apr-May, the first two months of FY15, to 45.6% of the budget estimate of Rs 5.286 trln for the full year. The fiscal deficit rose 33.3% on year in Apr-May to Rs 2.408 trln, mainly on account of a surge in non-plan expenditure and lackluster tax collections. The non-plan expenditure in Apr-May rose 48.1% on year to Rs 2.207 trln as revenue expenditure rose 56% on year. The revenue deficit in Apr-May rose 41.6% on year to Rs 2.051 trln. The net tax collections in Apr-May rose 3.1% on year to Rs 287 bn. Total expenditure in Apr-May rose 29% on year to Rs 2.803 trln, while total receipts increased 7.7% on year to Rs 395 bn. The fiscal deficit in May 2014 rose 46.3% on year to Rs 1.273 trln as compared to Rs 1.134 trln in April 2014.

Auto Sector June Sales

Passenger vehicle (PV) segment; Maruti Suzuki's volume up, Tata Motors sales decline continue

India's largest car manufacturer, **Maruti Suzuki's**, PVs volume was up 32.3% yoy to 86,223 units in June 2014, supported by strong exports and pickup demand in sales of mini segment cars including M800, Alto, A-Star and WagonR. Company's domestic volumes also went up 31.1% yoy to 100,964 units while exports rose by 58.4% yoy to 11,809 units. Even the second largest player **Hyundai** (unlisted) posted 7.6% yoy decline in total sales while exports were down 29.3% yoy. **Mahindra & Mahindra** PV shipments were down 3% yoy, while its total sales were up 1% yoy. Sales of the company's 4W CVs rose 3% yoy at 14,138 units and its exports were up by 7% yoy to 2,014 units. **Tata Motors** trend continued to remain weak. Its PV volumes registered a 33% drop yoy to 7,911 units. Company's CV sales witnessed a 27% yoy decline to 26,832 units, with medium and heavy CV sales falling 14% yoy to

9,620 units. The total sales of the company were down 27% yoy to 38,557 vehicles.

2Ws: Two-wheeler segment witnessed strong volume growth

Country's largest two-wheeler maker, **Hero MotoCorp's** volumes were up 8% yoy to 541,594 units in June 2014, whereas its toughest competitor, **Honda** (unlisted), saw its 2W shipments grow strongly by 28% yoy driven by 31% yoy growth in scooters and 25% yoy in motorcycles. **Bajaj Auto's** motorcycle sales witnessed a rise of 3% yoy at 262,202 units while company's total sales also rose 3% yoy at 305,465 units while its total exports up 12% yoy at 135,074 units. **TVS Motor** 2W volumes increased 23% yoy and its total sales registered 23% yoy growth pushed by a jump of 24% yoy in exports.

3-wheeler segment reported volume growth

Atul Auto, India's leading 3W manufacturer, registered volume growth of 15% yoy at 3,222 units in June 2014. Sales of **TVS's** 3W also recorded a strong growth of 24% yoy at 8,419 units.

Tractor segment volume mixed

M&M's June total tractor sales grew 8% yoy at 29,884 units while **Escorts** registered 1.48% yoy drop in total tractor sales to 6,689 units in June 2014.

Commercial vehicle segment volume mixed

The trend in the medium & heavy commercial vehicle (M&HCV) segment remained mixed – **Ashok Leyland's** sales were up by 17% yoy to 5,542 units while **Tata Motors** reported a decline of 14% yoy to 9,620 units. **Tata Motor's** large commercial vehicle (LCV) shipments also registered a decline of 33% yoy to 17,212 units, followed by poor performance by **Ashok Leyland**, in LCV, with 15% yoy dip in sales to 1,910 units. **Eicher Motors'** sales of branded trucks and buses recorded a jump of 27% yoy to 4,187 units in June 2014. In the domestic CV market (5T and above), Eicher trucks and buses have recorded sales of 3,474 units in June 2014 as compared to 3,090 units in June 2013, up by 12.4% yoy while its exports, recorded sales of 713 units in June 2014, a growth of 236.3% yoy.

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ARI - Equity Outlook & Commodity Pick

Nifty Technical Outlook

Markets witnessed sharp rise in month of June, in anticipation of a pro-development budget. On the sectoral front, Consumer Durables, Healthcare, IT and Capital Goods led the rally whereas the defensive sector, FMCG ended on the losing side. The Sensex closed with a net gain of 4.94% whereas the Nifty gained 5.28% vis-à-vis the previous month.



Technical Observation

- On the **monthly chart**, we are observing that prices have moved away from the 5-month EMA. Hence, profit booking at higher level cannot be ruled out.
- On the **weekly chart**, we are observing a Doji candlestick pattern.
- On the **daily chart**, we reiterate our previous view that we are observing a harmonic pattern called a bearish butterfly. Hence, we expect a correction which can test 7450 - 7400 levels.

Future Outlook:

Combining the above pattern formations it is evident that markets are circumspect at current level. The ongoing correction of the bearish butterfly is likely to test the measured move which is in the range of 7450 – 7400 levels. Since the larger trend is up we are of the opinion that near the measured move (7450 – 7400), buying is likely to emerge. Initially, 7670 would be major hurdle for Nifty. If Nifty manages to give a daily close above 7670 level, then on the upside it is likely to test 7700 – 7900 – 8000 levels. On the downside, below 7400 level, 7350 – 7300 may act support for the month.

Broadly, we would like to caution traders and short term investors that 7900 – 8000 levels need to be keenly watched for as sharp correction or profit booking cannot be ruled out at those levels.

Zinc

BUY

CMP: ₹ 133.50 (As on 04th July 2014)

Buy on dips: ₹ 130.50-130

Target Price: ₹ 138-150

Stop-Loss: Below ₹ 126



Zinc prices touched their highest (nearly \$2,220-2,250) in 16 months on 3rd July 2014 in LME after recent data showed a rising market deficit and we expect that the figure could grow further as major mines are shut down. We are decidedly positive in our outlook for zinc prices as substantial deficit in zinc inventories to the tune of 4,76,000 tons is expected for the year 2014. However, the emergence of financial scandal in China may put some pressure on demand side and can restrict zinc prices to come up.

Technically, we have seen massive buying in zinc at the breakout levels of recent symmetrical triangle pattern in the weekly chart. In the last week, long white candle stick is witnessed showing bullishness for the coming week also. As of now, we expect a correction in the MCX Zinc Future contract prices till 130-130.50 levels while the resistance levels on the upside are at 138 and 152.

The best strategy would be to **buy on dips of Rs 130.50-130 for the target of Rs 138 and then Rs 150 with stop loss below Rs 126 for medium to long term.**

ARI - Stocks to Watch

Crompton Greaves Ltd

BUY

CMP: ₹ 207.65 (As on 04th July 2014)

Buy: ₹ 207.65-199

Target Price: ₹ 222-234-245

Stop-Loss: ₹ 188



Crompton Greaves Ltd is an Indian multinational company engaged in providing turnkey solutions to its customers. The company operates in four segments: Power Systems, Consumer Products, Industrial Systems and Others. The power systems include transformer, switchgears, turnkey projects and power supervisory control and data acquisition systems (SCADA). The consumer products business supplies fans, lighting equipment (light sources and luminaries), pumps, and range of electrical household appliances and provides solutions for integrated security systems, home automation and street lighting. The industrial systems include electric motors, alternators, drives, traction electronics and SCADA. Crompton Greaves exports its products to approximately 85 countries, including the United States, Italy, South Africa, Ghana, Fiji, Singapore, Bahrain, the U. A. E., Sri Lanka, the U. K., France, Oman and Sudan.

Technical Outlook:

On the 240 minute chart, the stock has bounced from the lower trendline of the channel. Further the stock is on the verge to give a downward sloping trendline breakout. This suggests upside momentum.

We recommend BUY on the stock at Rs 207.65 or on a decline up to Rs 199 levels with a stop loss of Rs 188 for a target of Rs 222-234-245 levels.

Petronet LNG Ltd

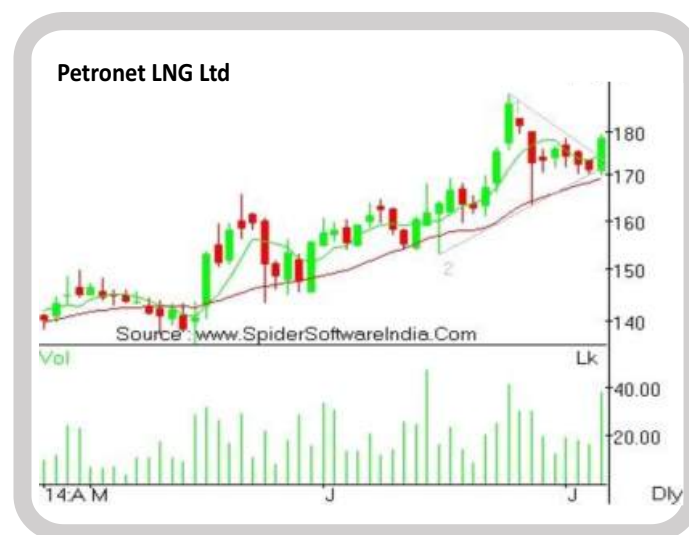
BUY

CMP: ₹ 178.30 (As on 04th July 2014)

Buy: ₹ 178.30-174

Target Price: ₹ 190-197-205

Stop-Loss: ₹ 169



Petronet LNG Ltd, a government of India company is engaged in the import and re-gasification of liquefied natural gas (LNG) and for development of facilities for the import and utilization of LNG domestically. The company is involved in the business of import and regasification of LNG and supplies to Bharat Petroleum Corporation Ltd, GAIL India Ltd, Indian Oil Corporation Ltd and others. It owns and operates LNG regasification Terminal with the name plate capacity of 10 million metric ton per annum at Dahej, in the state of Gujarat. The company is also setting up another Greenfield LNG regasification Terminal with the name plate capacity of five million metric ton per annum at Kochi, in the state of Kerala. Its Dahej Terminal handled 164 LNG cargoes.

Technical Outlook:

On the daily chart, the stock has bounced from the lower trendline of the channel. Further the stock is on the verge to give a downward sloping trendline breakout. This suggests upside momentum.

We recommend BUY on the stock at 178.30 or on a decline up to Rs 174 levels with a stop loss of Rs 169 for a target of Rs 190-197-205 levels.

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ARIHANT capital markets Ltd.

ARI - Mutual Fund Update

Mutual Fund Roundup

Under Modi's era of Acche Din, Indian equity markets continued their spiraling upmove registering positive returns in June 2014, with Sensex recording gains of 4.94% closing the month at 25413.78 and Nifty ending with 5.28% gain settling at 7611.35.

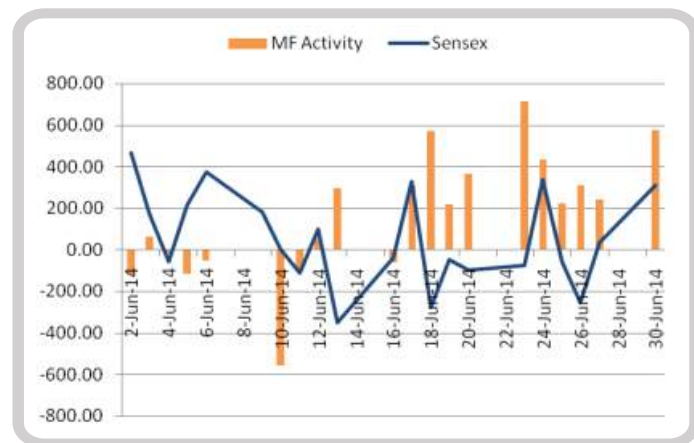
MF Activity

Indian equity markets continued to deliver gains during the month of June 2014. While profit booking and tensions in Iraq weighed down on the sentiments during first two weeks, Indian mutual funds wrapped up on a positive note turning net buyers of equities to the tune of Rs 3,339.60 crore for the month of June 2014. Out of the 21 trading sessions in the month, MFs were net buyers in 14 sessions. Highest buying was recorded in the fourth week of the month when the fund houses made total net buy of Rs 1,916 crore of equities. Foreign institutional investors (FIIs), on the other hand, also turned net buyers of Indian equities to the tune of an astounding Rs 13,990.75 crore.

Mutual Fund Activity in June 2014

(₹ in Crores)	Gross Purchases	Gross Sales	Net Investment
1 st Week	4394.70	4643.00	-248.30
2 nd Week	4329.90	4631.00	-301.10
3 rd Week	4415.10	3018.40	1396.60
4 th Week	5392.80	3476.90	1916.00
5 th Week	1211.00	634.60	576.40
Total	19743.50	16403.90	3339.60

(Source : SEBI)



Movers and Shakers Equity Category

In the equity diversified category, Sundaram Select Micro

Cap Fund delivered positive returns of 18.26% followed by Reliance Small Cap Fund (16.76%), Sahara Midcap Fund (15.19%), DSP BlackRock Small and Midcap Fund (14.54%) and UTI Mid Cap Fund (14.21%).

Monthly Best Performer: All Equity Diversified Funds

Scheme Name	Last 1 Month %
Sundaram Select Micro Cap - Series IV	18.26
Reliance Small Cap Fund	16.76
Sahara Midcap Fund	15.19
DSP BlackRock Small and Midcap Fund	14.54
UTI Mid Cap Fund	14.21

(Source : Mutual Fund India)

In the **sectoral category**, UTI Transportation and Logistics Fund outperformed during the month registering a return of 15.45% followed by SBI Pharma Fund (14.50%), Birla Sun Life MNC Fund (11.48%), SBI IT Fund (11.47%) and UTI Pharma and Healthcare Fund (11.21%).

Monthly Best Performer: All Sectoral Funds

Scheme Name	Last 1 Month %
UTI Transportation and Logistics Fund	15.45
SBI Pharma Fund	14.50
Birla Sun Life MNC Fund	11.48
SBI IT Fund	11.47
UTI Pharma and Healthcare Fund	11.21

(Source : Mutual Fund India)

Debt Category

Among the debt fund category, Tata Dual Advantage Fund delivered positive return of 8.03% during the month followed by Reliance Dual Advantage Fixed Tenure Fund (7.32%), DSP BlackRock Dual Advantage Fund (6.45%), DWS Hybrid Fixed Term Fund (5.72%) and ICICI Prudential Multiple Yield Fund (5.43%).

Monthly Best Performer: All Debt Funds

Scheme Name	Last 1 Month %
Tata Dual Advantage Fund - Scheme A	8.03
Reliance Dual Advantage Fixed Tenure Fund III - Plan C	7.32
DSP BlackRock Dual Advantage Fund - Series 16 - 36M	6.45
DWS Hybrid Fixed Term Fund - Series 6	5.72
ICICI Prudential Multiple Yield Fund - Series 2 - Plan F	5.43

(Source : Mutual Fund India)

Capital Movement

Indian mutual fund industry witnessed a jump in its assets under management (AUM) by Rs 80,000 crore or 9% to Rs 9.85 lakh crore in the first quarter of the current fiscal. The country's 44 fund houses together had an average AUM of Rs 9.85 lakh crore during April-June quarter of 2014-15, up from Rs 9.05 lakh crore in the preceding three months, according to Association of Mutual Funds in India (AMFI).

During the June 2014 quarter, HDFC Mutual Fund has retained its top position, in terms of AUM, with an average AUM of Rs 1.30 lakh crore, up 14.74% q-o-q while ICICI Prudential Mutual Fund saw its asset base grow by 11.29% to Rs 1.18 lakh crore and Reliance Mutual Fund saw its asset base grow by 7.32% to Rs 1.13 lakh crore during the period.

Among the top 5 players, HDFC Mutual Fund was the biggest gainer in absolute terms with its AUM rising by 14.74% or by Rs 16,705.18 crore q-o-q followed by ICICI Prudential Mutual Fund rising 11.29% or by Rs 11,971.81

crore, Birla Sun Life Mutual Fund rising 10.68% or by Rs 9,509.27 crore, Reliance Mutual Fund rising 7.32% or by Rs 7,702.85 crore and UTI Mutual Fund rising 7.17% or by Rs 5,312.75 crore during the quarter.

Goldman Sachs Mutual Fund was the biggest gainer in percentage terms as its AUM rose by 64.16% or by Rs 2,415.09 crore q-o-q followed by Motilal Oswal Mutual Fund gaining 55.05% or Rs 269.28 crore, Mirae Asset Mutual Fund gaining 35.35% or Rs 244.58 crore, PPFAS Mutual Fund gaining 30.40% or Rs 103.26 crore and Indiabulls Mutual Fund gaining 29.76% or Rs 326.47 crore during the quarter.

Sahara Mutual Fund was the biggest loser, in percentage terms, with its AUM shrinking over 99%, q-o-q, to Rs 1.65 crore in June 2014 while JPMorgan Mutual Fund saw biggest decline in absolute terms as it witnessed an erosion of a whopping Rs 1,703.58 crore (-10.49%) from its kitty this quarter bringing down its AUM to Rs 14,543.70 crore.

Change in Quarterly AUM of Top 10 Mutual Fund Houses:

TOP GAINERS – AUM

Mutual Fund Name	Average AUM (Rs in cr)		Q-o-Q Change	
	Apr- Jun 14	Jan- Mar 14	Absolute%	% Change
HDFC Mutual Fund	130035.80	113330.62	16705.18	14.74
ICICI Prudential Mutual Fund	118055.70	106083.89	11971.81	11.29
Birla Sun Life Mutual Fund	98555.78	89046.51	9509.27	10.68
Reliance Mutual Fund	112914.39	105211.54	7702.85	7.32
UTI Mutual Fund	79440.93	74128.18	5312.75	7.17
Franklin Templeton Mutual Fund	50986.71	46406.25	4580.46	9.87
Axis Mutual Fund	20267.67	16267.28	4000.39	24.59
SBI Mutual Fund	69212.86	66311.00	2901.86	4.38
IDFC Mutual Fund	43694.24	41223.21	2471.03	5.99
Goldman Sachs Mutual Fund	6179.20	3764.11	2415.09	64.16

TOP LOSERS – AUM

Mutual Fund Name	Average AUM (Rs in cr)		Q-o-Q Change	
	Apr- Jun 14	Jan- Mar 14	Absolute%	% Change
JPMorgan Mutual Fund	14543.70	16247.28	-1703.58	-10.49
Peerless Mutual Fund	3509.49	4045.93	-536.44	-13.26
Pramerica Mutual Fund	1908.76	2410.46	-501.70	-20.81
ING Mutual Fund	557.47	794.36	-236.89	-29.82
Sahara Mutual Fund	1.65	190.59	-188.94	-99.13
Canara Robeco Mutual Fund	6481.75	6639.73	-157.98	-2.38
LIC Nomura Mutual Fund	9489.39	9575.15	-85.76	-0.90
IIFL Mutual Fund	210.00	234.09	-24.09	-10.29
PineBridge Mutual Fund	635.84	648.84	-13.00	-2.00

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