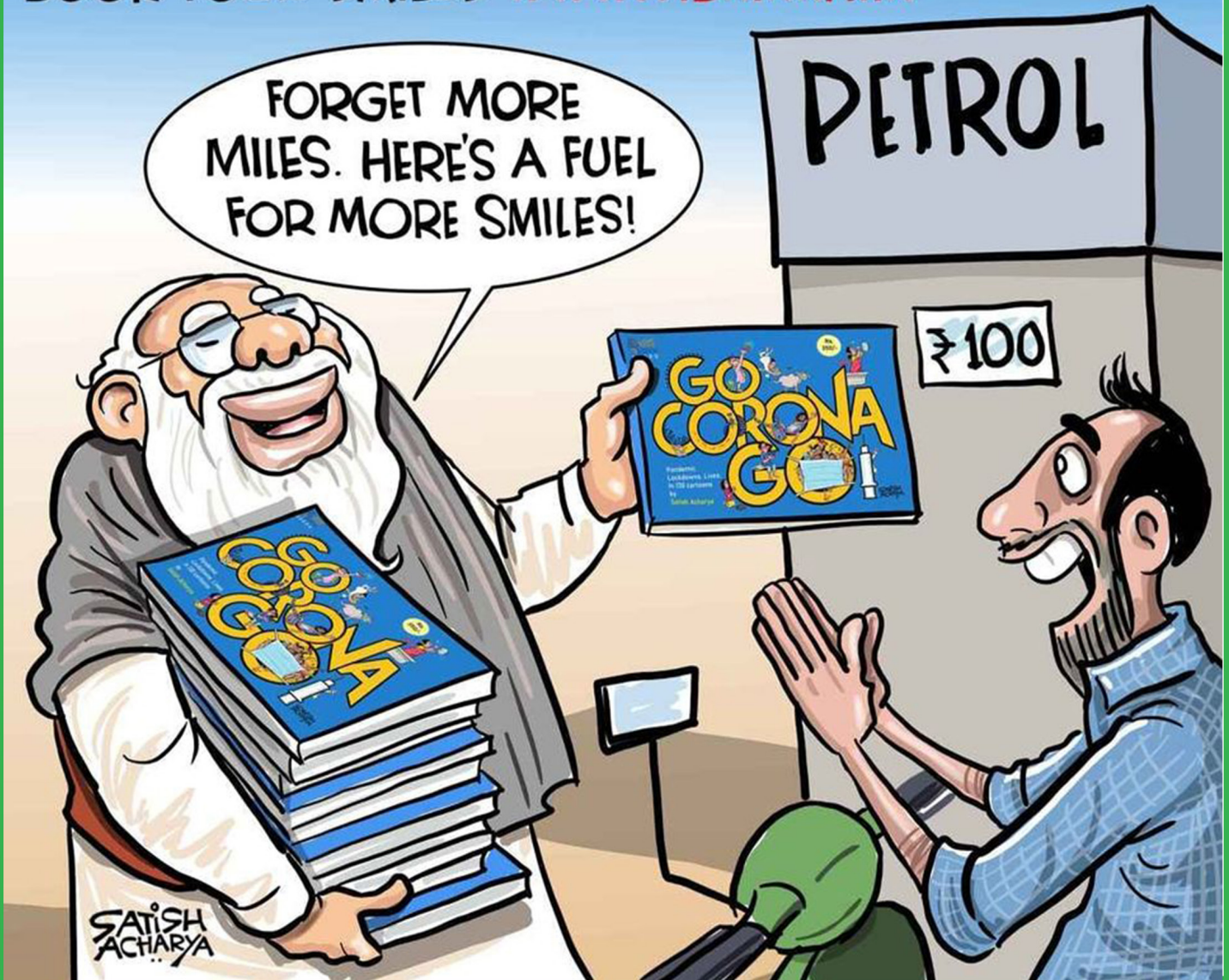


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# MOVERS & SHAKERS










## INDIAN INDICES

| Indices          | Feb-21   | Jan-21   | Monthly Change (%) |
|------------------|----------|----------|--------------------|
| SENSEX           | 49099.99 | 46285.77 | 6.08 ↑             |
| NIFTY 50         | 14529.15 | 13634.60 | 6.56 ↑             |
| NIFTY BANK       | 34803.60 | 30565.50 | 13.87 ↑            |
| NIFTY MIDCAP 100 | 23268.50 | 20909.85 | 11.28 ↑            |
| NIFTY 500        | 12181.40 | 11302.40 | 7.78 ↑             |
| NIFTY IT         | 24301.45 | 24645.75 | 1.40 ↓             |
| NIFTY REALTY     | 349.80   | 305.65   | 14.44 ↑            |
| NIFTY INFRA      | 4110.35  | 3671.85  | 11.94 ↑            |

(Source: BSE & NSE)

## BSE SECTORAL INDICES

| Indices   | Feb-21   | Jan-21   | Monthly Change (%) |
|---|----------|----------|--------------------|
| AUTO       | 22937.66 | 22127.69 | 3.66 ↑             |
| BANKEX     | 38981.16 | 34662.51 | 12.46 ↑            |
| CD         | 31758.21 | 30099.01 | 5.51 ↑             |
| CG         | 21518.96 | 19481.53 | 10.46 ↑            |
| FMCG       | 11966.59 | 12218.24 | -2.06 ↓            |
| HC         | 20855.65 | 20628.71 | 1.10 ↑             |
| IT         | 24423.97 | 24820.69 | -1.60 ↓            |
| METAL      | 13719.16 | 11031.12 | 24.37 ↑            |
| OIL & GAS  | 15543.42 | 13811.98 | 12.54 ↑            |
| PSU        | 7013.49  | 5725.70  | 22.49 ↑            |
| REALTY     | 2786.95  | 2418.52  | 15.23 ↑            |
| TECK       | 11232.82 | 11380.96 | -1.30 ↓            |

## GLOBAL INDICES

| Indices   | Feb-21   | Jan-21   | Monthly Change (%) |
|-----------|----------|----------|--------------------|
| DOW JONES | 30932.37 | 29982.62 | 3.17 ↑             |
| NASDAQ    | 13192.34 | 13070.70 | 0.93 ↑             |
| HANG SENG | 28980.21 | 28283.71 | 2.46 ↑             |
| FTSE      | 6483.43  | 6407.46  | 1.19 ↑             |
| NIKKEI    | 28966.01 | 27663.39 | 4.71 ↑             |

## COMMODITIES

| Particulars   | Feb-21   | Jan-21   | Monthly Change (%) |
|---|----------|----------|--------------------|
| MCX GOLD         | 46384.00 | 49394.00 | -6.09 ↓            |
| MCX SILVER       | 68621.00 | 69726.00 | -1.58 ↓            |
| MCX CRUDE OIL    | 4604.00  | 3820.00  | 20.52 ↑            |
| MCX NATURAL GAS  | 205.90   | 191.50   | 7.52 ↑             |

(Source: Falcon software)

## FOREX

| Particular | Feb-21 | Jan-21 | Monthly Change (%) |
|------------|--------|--------|--------------------|
| USD-INR ₹  | 74.19  | 73.16  | 1.41 ↑             |
| EUR-INR €  | 89.81  | 88.77  | 1.17 ↑             |
| GBP-INR £  | 103.11 | 100.14 | 2.97 ↑             |
| JPY-INR ¥  | 69.71  | 69.87  | -0.23 ↓            |

(Source: Falcon software)

## FII Activity (Rs. Cr.)

| Date               | Gross Purchases | Gross Sales | Net Pur/Sales |
|--------------------|-----------------|-------------|---------------|
| Total for Feb 2021 | 188,133.79      | 166,565.76  | 21,568.03     |
| Total for 2021*    | 354,969.49      | 313,387.57  | 41,581.92     |

(Source: SEBI)

## MF Activity (Rs. Cr.)

| Date               | Gross Purchases | Gross Sales | Net Pur/Sales |
|--------------------|-----------------|-------------|---------------|
| Total for Feb 2021 | 73,584.79       | 89,890.82   | -16,306.03    |
| Total for 2021*    | 145,358.67      | 174,645.05  | -29,286.38    |

\*Till Feb 2021

(Source: SEBI)

## Monthly Market Roundup

In February 2021, Domestic market moved positively with benchmark Nifty and Sensex Index ending the month with 6.56% & 6.08% profit respectively as compared to depreciation of 2.7% and 3.3% respectively in January 2021. We have seen that the government has shortlisted four banks, which are Bank of Maharashtra, Bank of India, Indian Overseas Bank and the Central Bank of India for divestment after that PSUs Bank shown a good amount of gain and closed the February month with a gain of 22.3%. The broad market has shown positive performance including Nifty Midcap50 rose by 8.2% & Nifty SmallCap 250 increased by 10.1%.

### Sectoral Performance

On the sectoral front, Nifty PSU Banks and Nifty Metals have outperformed all other major indices with a strong gain of 22.3% and 18.4% respectively. All other sectors have seen positive momentum in this month. NBFC, Nifty Realty and Nifty Private Banks have shown a positive movement of 2.4%, 7.6% and 2.8% respectively. Comparatively, Nifty Pharma, Nifty Media, Nifty IT, Nifty Auto and Nifty FMCG have shown a negative performance of -1.5%, -4.8%, -2.5%, -0.6% and -3.7% respectively.

### RBI Monetary Policy 2021

The Reserve Bank of India's (RBI) Monetary Policy Committee (MPC) kept its repo rate unchanged at 4% while maintaining an 'accommodative stance' as long as necessary at least through the current financial year to the next year. The RBI governor announced that the decision was taken unanimously and added that the reverse repo rate too was kept unchanged at 3.35%. The central bank had slashed the repo rate by 115 basis points since late March 2020 to support growth. This is the fourth time in a row that the MPC decided to keep the policy rate unchanged.

### GST collections in Feb'21

Goods and Services Tax (GST) collection crossed the Rs 1 lakh crore-mark for the fifth month in a row in February, rising 7% to over INR 1.13 lakh crore, indicating economic

recovery. However, the collection is lower than the record INR 1.2 lakh crore collected in the previous month. In line with the trend of recovery in the GST revenues over past five months, the revenues for the month of February 2021 are 7 percent higher than the GST revenues in the same month last year. During the month, revenues from import of goods were 15 percent higher and the revenues from the domestic transaction (including import of services) are 5 percent higher than the revenues from these sources during the same month last year.

### On the global front

Global equities returned positive in February 2021, Dow Jones rose by a 3.17%. During the month, Nasdaq index rose substantially by 0.93%, followed by a 2.61% growth in S&P500. Even Nikkei showed an upside of 4.71% and FTSE100 increased by 1.19%. While US 10-year Treasury yields moved higher (+34bps). Across key economies, Covid-19 cases continued to rollover given restrictive lockdown measures. As vaccinations are now well underway in various countries, for this year, supportive fiscal policies should continue (particularly in the US), while global central banks are likely to err on the side of caution, allowing inflation to hover above trend for a while. Wide output gaps may put a lid on inflation. In commodities, gold was down 6.57% in the month of February, while Brent crude was up +18.34%. USD/INR rose 1.43% in the month of February.

## Economic Data Wrap Up: February

- India's Interest Rate Decision kept unchanged at 4.0% in February 2021 while maintaining an accommodative stance.
- India's February Nikkei Manufacturing PMI Steady at 57.5 as compared to 57.7 in January 2021.
- India's January GDP Quarterly grew by 0.4% as compared to -7.5% in November 2020.
- India's January WPI inflation increased at 2.03% as compared to 1.22% in December 2020.
- India's January CPI inflation came in at 4.06% as compared to 4.59% in December 2020.
- India's December IIP grew 1.0% YoY as compared to -2.1% in November 2020. Previous revised from -1.9%.

## Nifty Technical Outlook: Mar - 2021



On the monthly chart, we are observing a bullish candle which suggests that momentum on the upside is likely to continue. In the coming month, if Nifty trades and closes above 14859 levels, then it is likely to test 15375 – 15892 – 16494 levels. However, if Nifty trades and closes below 14199 level, then it can test 13683 – 13167 – 12565 levels.

At present, the monthly trend is up. Hence, near 13683 – 13167 levels, there is a high probability that buying may emerge, which could propel Nifty to test 15375 – 15892 – 16494 levels. Hence, one needs to adopt a buy-on-decline strategy as a stock-specific move is likely to continue.



# Fundamental Stock



## Ambuja Cement

### Ambuja Cements Limited

BUY

Target Price: Rs. 349

#### Value Parameters

|                                      |         |
|--------------------------------------|---------|
| NSE Code                             | AMBUJA  |
| CMP(As on 3 <sup>rd</sup> Mar, 2021) | Rs 282  |
| Face Value                           | Rs 2    |
| 52 Week High/Low                     | 291/137 |
| Market Cap (Rs Cr)                   | 55,816  |
| EPS (FY23E)                          | Rs 10.7 |
| EV/EBIDTA (x) (CY22E)                | 16.1    |

### Company Overview

Ambuja Cements Ltd. (ACL) is one of the leading cement manufacturing companies in India and commenced cement production in 1986. Initially called Gujarat Ambuja Cements Ltd, the Company later became Ambuja Cements Ltd. In 2006, global cement major Lafarge Holcim, acquired management control of the Company. Today, Holcim holds a little over 50% equity in ACL. ACL has grown manifold over the past decade. Its current cement capacity is 29.65 MTPA. The Company has 5 integrated cement manufacturing plants and 8 cement grinding units across the country. ACL enjoys a reputation of being one of the most efficient cement manufacturers in the world. Its environment protection measures are considered to be on par with the finest in the country. It is also one of the most profitable and innovative cement companies in India.

### Investment Rationale

#### Capacity Expansion will drive the growth

ACL will commission its north capacity by 2QCY21, which will boost growth CY21 onwards. Thereafter, it will also explore expansion at other locations. It is also adding 54MW WHRS in Rajasthan, HP and Chhattisgarh by early CY22, thus accounting for 20% of its electricity requirements. It is working to source 15% of its electricity needs through solar power. These initiatives will boost volume growth; improve its profitability and market share.

#### Cement demand likely to remain robust

The Union Budget 2021 will give an impetus to India's. Economic growth with its strong focus on domestic manufacturing, infrastructure development, Public Sector Undertaking (PSU) privatization, and continued focus on healthcare, rural and social development. We expect these overall economic measures along with continued focus on rural economy and affordable housing segment to positively impact cement demand.

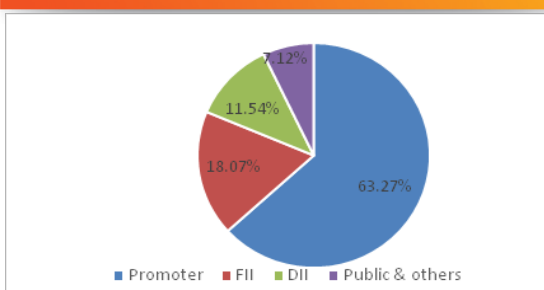
#### MSA agreement will continue to yield good results

MSA agreement will continue to yield good results for both the companies ACC & Ambuja. For Ambuja it will help in Capacity utilization and for ACC it will provide much needed volume growth. Ambuja will also continue to capture growth through its strategic stake in AC

#### Outlook & Valuation:

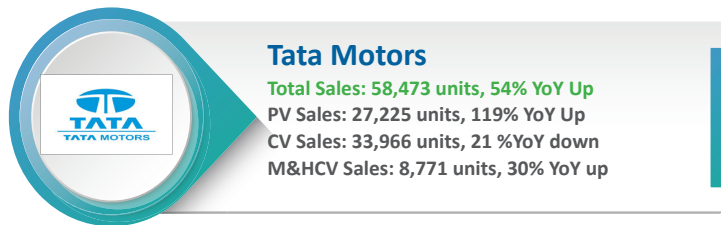
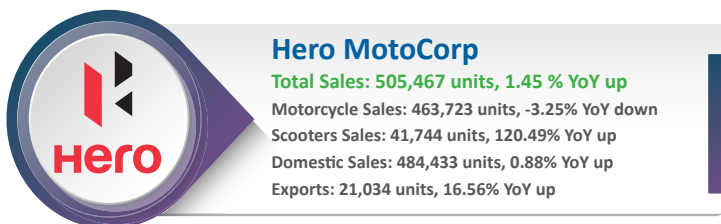
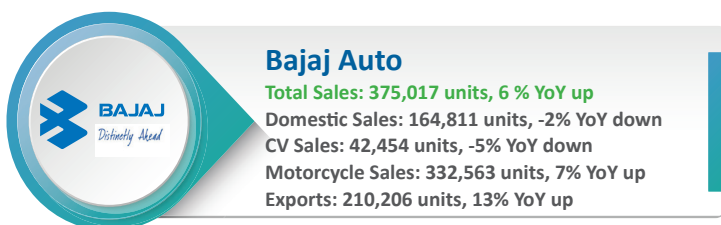
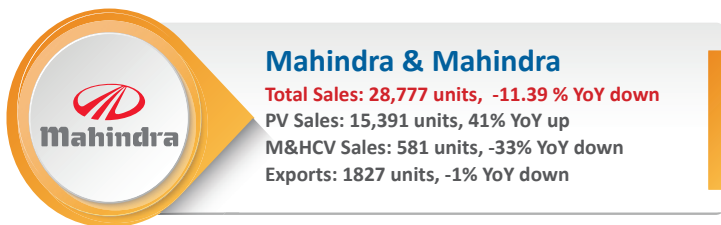
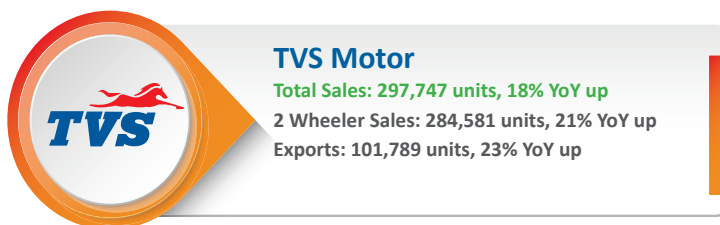
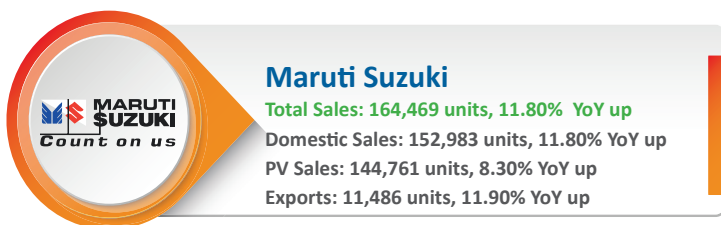
Demand for cement is likely to grow between 3-5% as compared to CY19 and in double digit in 2021, backed by government focus on infrastructure, Affordable housing, healthcare and rural and social development. Ambuja Cement will commission its north capacity by 2QCY21, which will boost growth CY21 onwards. Thereafter, it will also explore expansion at other locations. These initiatives will boost volume growth and improve its profitability. At CMP of INR 282, Ambuja Cement is trading at EV/EBITDA of 17.5x and 16.1x to its CY21E and CY22E. We value the standalone business to 16x to its CY22E EBITDA and arrive at a fair value of INR 281/share while Ambuja's 50% stake in ACC has been valued at INR 68 per share (based on our ACC's TP of INR 2042). Our SOTP valuation yields a fair value of INR 349 per share. We have a buy rating on the stock.

### Shareholding Pattern % (Dec - 20)



# AUT SECTOR

## FEBRUARY SALES



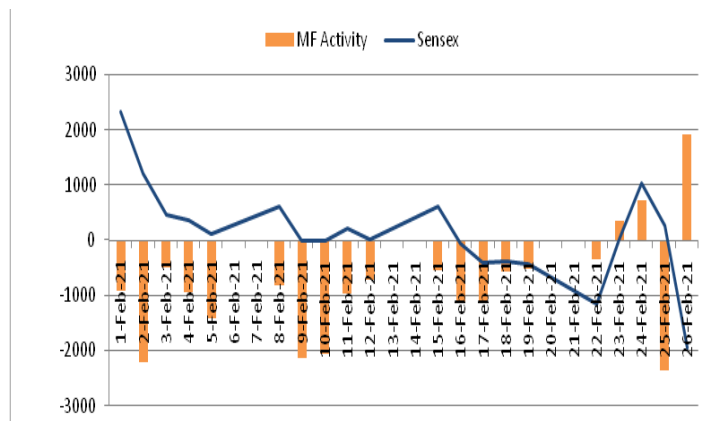


## MUTUAL FUNDS ROUNDUP

Indian equity markets rejoiced and ended on positive note in Feb 2021. The barometer index, S&P BSE Sensex delivered positive returns of 6.08% to settle at 49099.99 and Nifty50 gained 6.56 % ending the month at 14529.15.

### MF ACTIVITY

Indian mutual funds were net seller of equities to the tune of Rs 16306.03 crores in the month of February 2021. Highest Selling was recorded in the second week of the month when the fund houses made total net Sell of Rs 6710.07 crores of equities. On the other hand, foreign institutional investors (FIIs) were net Buyers to the tune of Rs 21,568.03 crores worth of equities in February 2021.



### Mutual Fund Activity In Feb 2021

| Rs in Crores         | Gross Purchases | Gross Sales     | Net Investment   |
|----------------------|-----------------|-----------------|------------------|
| 1 <sup>st</sup> Week | 22860.63        | 28839.26        | -5978.63         |
| 2 <sup>nd</sup> Week | 15950.64        | 22660.71        | -6710.07         |
| 3 <sup>rd</sup> Week | 15504.52        | 19384.82        | -3880.30         |
| 4 <sup>th</sup> Week | 19269.00        | 19006.03        | 262.97           |
| <b>Total</b>         | <b>73584.79</b> | <b>89890.82</b> | <b>-16306.03</b> |

Note: Mutual Fund activity as on Feb 2021

## Equity Scheme Recommendation

| Scheme Name                     | Latest NAV* | AUM as on 1 <sup>st</sup> Mar, 2021 (Rs in Cr) | Launch Date | Returns (%) |             |            |                 | Min. Investment Amount |          |
|---------------------------------|-------------|--|-------------|-------------|-------------|------------|-----------------|------------------------|----------|
|                                 |             |  |             | One Year    | Three Years | Five Years | Since Inception | SIP                    | Lump sum |
| <b>Large Cap Fund</b>           |             |  |             |             |             |            |                 |                        |          |
| Axis Bluechip Fund(G)           | 38.25       | 17270  | 05-Jan-10   | 20.74       | 15.29       | 17.88      | 12.59           | 1000                   | 5000     |
| ICICI Pru Bluechip Fund (G)     | 53.66       | 23423  | 23-May-08   | 30.46       | 10.33       | 16.5       | 14.05           | 100                    | 100      |
| Mirae Asset Large cap Fund(G)   | 65.23       | 18450  | 04-Apr-08   | 28.72       | 11.61       | 18.47      | 15.65           | 1000                   | 5000     |
| <b>Multi Cap Fund</b>           |             |  |             |             |             |            |                 |                        |          |
| Axis Focused 25 Fund(G)         | 37.44       | 11455  | 29-Jun-12   | 22.83       | 13.46       | 19.86      | 16.35           | 500                    | 5000     |
| Kotak Standard Multicap Fund(G) | 44.53       | 29551  | 11-Sept-09  | 24.89       | 10.82       | 17.26      | 13.73           | 500                    | 5000     |
| SBI Magnum Multicap Fund (G)    | 62.72       | 8870   | 29-Sept-05  | 27.45       | 10.01       | 16.73      | 12.67           | 500                    | 1000     |
| <b>Mid Cap Fund</b>             |             |  |             |             |             |            |                 |                        |          |
| DSP MidCap Fund(G)              | 75.11       | 8274   | 25-Jun-07   | 27.77       | 10.12       | 19.18      | 15.14           | 500                    | 500      |
| L&T Mid Cap Fund (G)            | 170.14      | 5928   | 9-Aug-04    | 26.79       | 5.64        | 17.77      | 18.68           | 500                    | 5000     |

Note: Returns as on 28<sup>th</sup> Feb, 2021, Returns < 1 yr annualized, Returns > 1 yr compounded annualized.

## Debt Scheme- Liquid Funds Recommendation

| Scheme Name                  | YTM  | Latest NAV* | AUM as on 1 <sup>st</sup> Mar,2021 (Rs in Cr) | Returns (%) |              |            |          |                 |
|------------------------------|------|-------------|---|-------------|--------------|------------|----------|-----------------|
|                              |      |             |   | One Month   | Three Months | Six Months | One Year | Since Inception |
| <b>Liquid Fund</b>           |      |             |   |             |              |            |          |                 |
| Axis Liquid(G)               | 3.36 | 2266.4      | 24817   | 0.27        | 0.75         | 1.57       | 3.92     | 7.44            |
| ICICI Pru Liquid Fund(G)     | 3.36 | 302.21      | 44170   | 0.26        | 0.74         | 1.56       | 3.94     | 7.5             |
| <b>Ultra Short Term Fund</b> |      |             |   |             |              |            |          |                 |
| Kotak Saving Fund(G)         | 4.01 | 33.61       | 11072   | 0.24        | 0.65         | 1.78       | 5.23     | 7.6             |
| L&T Ultra Short term Fund(G) | 3.55 | 34.11       | 2315  | 0.27        | 0.7          | 1.65       | 5.05     | 7.31            |

Note: NAV and Returns as on 28<sup>th</sup> Feb, 2021, Returns < 1 yr annualized, Returns > 1 yr compounded annualised.

## ELSS Scheme Recommendation

| Scheme Name              | Latest NAV* | AUM as on 1 <sup>st</sup> Mar, 2021 (Rs in Cr) | Launch Date | Returns (%) |             |            |                 |
|--------------------------|-------------|--|-------------|-------------|-------------|------------|-----------------|
|                          |             |  |             | One Year    | Three Years | Five Years | Since Inception |
| Mirae Asset Tax Saver(G) | 25.11       | 4270   | 28-Dec-15   | 39.63       | 15.26       | 23.27      | 19.5            |
| Axis LT Equity Fund(G)   | 60.3        | 21836  | 29-Dec-09   | 23.36       | 13.67       | 17.39      | 17.4            |
| Kotak Tax Saver(G)       | 57.8        | 1275   | 31-May-96   | 26.77       | 12.19       | 17.3       | 12.17           |

Note: NAV and Returns as on 28<sup>th</sup> Feb, 2021, Returns <1 yr annualised, >1 yr compounded

# THE MONTH AHEAD KEY FINANCIAL EVENTS MARCH 2021



## Mar 01

- Indian Automobile Sales Data, by Automakers
- INR Nikkei Market Manufacturing PMI (Feb)
- GBP Final Manufacturing PMI
- USD ISM Manufacturing PMI

## Mar 03

- GBP Annual Budget Release
- USD ISM Services PMI
- INR Nikkei Services PMI (Feb)

## Mar 05

- USD Average Hourly Earnings m/m
- USD Non-Farm Employment Change
- USD Unemployment Rate

## Mar 08

- Indian Automobile Sales Data, by SIAM

## Mar 10

- USD CPI m/m
- USD Core CPI m/m

## Mar 11

- EUR Main Refinancing Rate
- EUR Monetary Policy Statement
- EUR ECB Press Conference

## Mar 12

- INR Manufacturing Output (MoM) (Jan)
- INR Industrial Production (YoY) (Jan)
- INR CPI (YoY) (Feb)
- INR Cumulative Industrial Production (Jan)

## Mar 15

- INR WPI Food (YoY) (Feb)
- INR WPI Manufacturing Inflation (YoY) (Feb)
- INR WPI Fuel (YoY) (Feb)
- INR WPI Inflation (YoY) (Feb)

## Mar 16

- USD Core Retail Sales m/m
- USD Retail Sales m/m

## Mar 17

- EUR Dutch Parliamentary Election
- USD FOMC Economic Projections
- USD Federal Funds Rate

## Mar 23

- EUR French Flash Services PMI
- EUR German Flash Manufacturing PMI
- EUR German Flash Services PMI



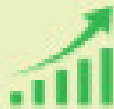
THINK  
**BIG**  
START SMALL

## ARIHANT'S SIP INVESTMENT

### WHY SIP INVESTMENT



**DISCIPLINED INVESTMENT**



**POWER OF COMPOUNDING**



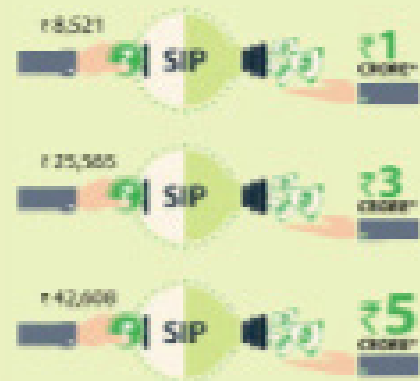
**RUPEE COST AVERAGING**



**SMALL POCKET INVESTMENT**

\*Note: The above figures are calculated for the use of ₹1000 for illustration purposes only. Actual fund investments are subject to market risks. Returns could vary from the depicted illustration depending on market conditions. It should not be construed as indication of future performance in any manner.

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