

## Newsletter for Investor – May'2022

### 1. Index Movements:

Indices	31 <sup>st</sup> May'22	30 <sup>th</sup> April'22	% Change	International	31 <sup>st</sup> May'22	30 <sup>th</sup> April'22	% Change
S&P BSE Sensex	55566.41	57060.87	-2.62%	Dow Jones	32991.97	32977.21	0.01%
S&P BSE Midcap	23143.82	24418.04	-5.22%	Nasdaq	12081.39	12334.64	-2.05%
S&P BSE Small cap	26370.81	28611.92	-7.83%	Dax Index	14388.35	14097.88	2.06%
Nifty 50	16584.55	17102.55	-3.03%	Shanghai Composite	3186.43	3047.06	4.57%
Nifty 500	14119.60	14783.35	-4.49%	Hang Seng	21415.20	21089.39	1.54%
India VIX	20.47	19.42	5.45%	Nikkei	27279.80	26847.90	1.61%

### 2. Commodity Movements:

Commodity	31 <sup>st</sup> May'22	30 <sup>th</sup> April'22	% Change
Gold (10gm)	50855	51760	-1.75%
Silver (1kg)	61125	63505	-3.75%
Crude Oil (Rs/barrel)	9026	8097	11.47%

### 3. Flows for month of May'22:

Category	Net Equity	Net Debt
FII SEBI	-37663.39	-5378.04
MF SEBI	27331.19	-10442.46

### 4. RBI Update on Monetary Policy

	31 <sup>st</sup> May'22	30 <sup>th</sup> April'22
G- Sec 10Y	7.415%	7.139%

### 5. For Opening Demat Account in ICICI Direct you can get in touch with –



Name of Concerned Person	Location	Contact No.	Email ID
Sandeep Kumar	Gurugram	+91-8882394915	contact@cathukral.com
Tabish Mahmood	Varanasi	+91-9580625900	taabish@cathukral.com
Badri Sharma	Bhadohi	+91-9335481727	badri@cathukral.com

**Address:** 118, Office No, First Floor, Vipul Agora, M G Road, Gurgaon, Haryana – 122002  
**Tel:** 0124-4015323, 4043966

**Email:** [contact@cathukral.com](mailto:contact@cathukral.com), **Website:** [www.thukralcapital.com](http://www.thukralcapital.com),

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## 6. Likes and Dislikes of Market –

<b>Likes</b> 	<b>Dislikes</b> 
<b>High Liquidity</b>	<b>Liquidity Pull Off</b>
<b>Low Interest Rates</b>	<b>Increasing Interest Rate Environment</b>
<b>Higher Tax Collections</b>	<b>Unstable Collection of Taxes</b>
<b>Higher Exports</b>	<b>High Cost of Imports</b>
<b>High Earning Per Share</b>	<b>Losses due to Increasing Cost of Supply</b>
<b>FDI/ FPI Cheer Flows</b>	<b>Strong Pullback from FPI</b>

We expect further rise in Interest Rates by Reserve Bank of India in the MPC Meet to control inflation and crude to remain at the current levels for sometime. We are more on the dislike side of the market currently leading to corrections.

## 7. It is Important to Know What has Changed in the Economy since change of governance i.e. 2014 –

<b>Indicators</b>	<b>2014</b>	<b>Recent</b>
Economy Size (GDP) Rank	<b>10<sup>th</sup></b>	<b>6<sup>th</sup></b>
Share in Global GDP	<b>2.6%</b>	<b>3.2%</b>
Share in Global Trade	<b>2%</b>	<b>2.2%</b>
Share in FDI Flows	<b>2.1%</b>	<b>6.7%</b>
Auto Production Rank	<b>7<sup>th</sup></b>	<b>4<sup>th</sup></b>
Steel Production Rank	<b>4<sup>th</sup></b>	<b>2<sup>nd</sup></b>
Mobile Phone Production Rank	<b>12<sup>th</sup></b>	<b>2<sup>nd</sup></b>
Number of Unicorns	<b>4</b>	<b>93</b>
India's Weight in BRICS	<b>13.5%</b>	<b>21.5%</b>
India's Weight in EM	<b>6.6%</b>	<b>12%</b>
Global Innovation Index	<b>83<sup>rd</sup></b>	<b>46<sup>th</sup></b>
Climate Change Perform	<b>31<sup>st</sup></b>	<b>10<sup>th</sup></b>
WGI Governance Index	<b>103<sup>rd</sup></b>	<b>49<sup>th</sup></b>
Ease of Doing Business	<b>142<sup>nd</sup></b>	<b>63<sup>rd</sup></b>

Economy is in good shape and will continue to do so with higher corporate earnings, efficient tax collections, capex cycle boom and higher government expenditure.

## 8. Multi Asset Category

Multi Asset Allocation funds invest your money in a mix of equity shares, bonds and commodities (usually gold) such that each has at least 10 per cent allocation at all times.

Suitable for investors who have low risk appetite but want to enjoy steady return on their investments, even at a time when some asset classes are underperforming than usual.

- Multi-asset funds seek to generate returns while managing risk
- Multi-asset funds target specific and measurable investment outcomes
- Multi-asset funds are dynamically managed

Scheme Name	1yr (%)	3yr (%)	5yr (%)	10yr (%)	Since Inception (%)	Equity (%)	Debt (%)	Comm (%)
ICICI Prudential Multi Asset Fund	20.36	17.01	13.17	15.72	21.20	61	26	13
HDFC Multi Asset Fund	7.16	12.66	9.67	10.07	10.76	66	22	12

## 9. Note from Founder's Desk –

We expect equities to stay volatile for absorbing the interest rate hike, lower liquidity and inflationary shock and the rally in the market will get narrower and stock specifics from here. Allocation to Gold and debt should be considered for incremental money in the portfolios to prevent inflationary risk and higher drawdowns.

However for long term view we continue to remain bullish on Indian Equities and temporary tailwinds will not be a directional change looking at growth momentum India will carry.

### **Thought of the Month:**

*The Safe Time to Invest is When there is Blood on the Streets –  
Mark Mobius*