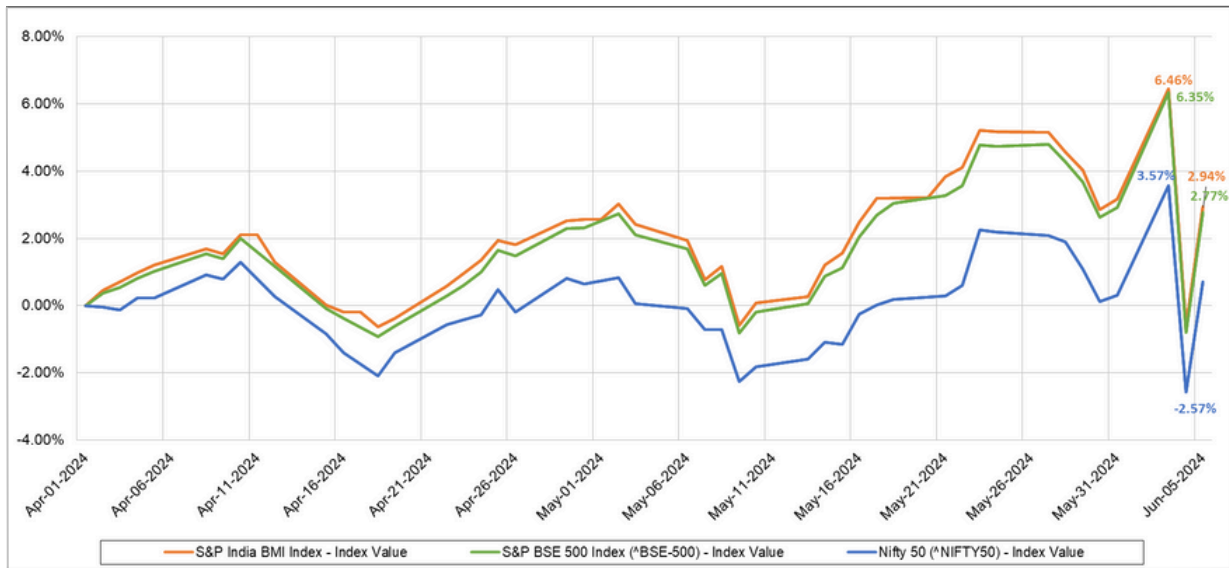


NEWSLETTER

" POLICY SHIFTS & MARKET SWINGS: THE ELECTION EQUATION FOR INVESTORS "



A lot has been talked about Indian economy and her general election in 2024. This has also impacted the stock market drastically for 2 months before and after the elections. Finally we see a major turnaround, I would say! There has been a story of ups and downs.

Overall, India's economy is in a good spot and currently experiencing strong growth. Here is the glimpse of why we say so

Economic Growth:

- **Positive outlook:** India is expected to be one of the world's fastest-growing economies in 2024, with GDP growth reaching ~7.6%. This positions India to become the world's third-largest economy by 2027.

Impact of Elections:

- **Uncertainty and volatility:** The 2024 Lok Sabha elections significantly impacted the market. The unexpected election results caused nervousness, leading to the worst market crash in four years. This highlights investor sensitivity to political developments.

Stock Market Performance:

Mixed signals: Some analysts anticipated a 9% rise in the market by mid-2024, reaching 19% by year-end, fueled by the general election. This expectation changed considering the result and having a coalition Government instead of BJP ruled Government. However, others warned of a potential 20-30% correction after a peak, highlighting market volatility, which is now turning out to be true.

Rally Turned Rout: Earlier predictions, based on exit polls hinting at a stable government, fueled optimism.

The market opened with a positive bias, with the Nifty and Sensex even reaching new record highs. PSU stocks, in particular, saw renewed buying interest. Analysts anticipated the Nifty reaching new heights around 23,200-23,300.

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However, the actual election results, which were announced on June 4th, 2024, seemed to have spooked investors. The market sentiment took a sharp turn, leading to a significant decline.

- **Heavy Losses:** The day ended with both major indices experiencing steep losses. The Sensex plummeted a staggering 5.74%, closing at 76,468.78 points. The Nifty wasn't far behind, dropping 5.93% to settle at 23,263.9 points.

Bright Spots:

- **Strong sectors:** Despite the election jitters, some sectors have shown resilience. Real estate, telecom, healthcare, power, and oil & gas have displayed strength, offering potential investment opportunities. Companies with strong fundamentals continue to attract investors.

Looking Ahead:

- **Long-term optimism:** Despite the short-term uncertainties, the long-term outlook for the Indian economy and the stock market remains positive. The economy's underlying strength and robust corporate performance are positive indicators.

Key Takeaways:

- The Indian economy is projected for strong growth in 2024.
- The stock market has experienced volatility due to election uncertainties.
- Certain sectors offer promising investment opportunities.
- A long-term perspective is crucial for navigating the market.











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ESG Company Reports

- ESG Report May 2024 – Tesla Inc. (TSLA)
- ESG Report May 2024 – FSN E-Commerce Ventures Ltd. (NYKAA)
- ESG Report May 2024 – Adobe inc. (ADBE)
- ESG Report May 2024 – Netflix, Inc. (NFLX)

Month in review

Date		Company Name	Report name	CMP	TP	Rating
May-13		FSN E-Commerce Ventures Ltd.	Sneak into style with NYKAA & FL	170.85	204	BUY
May-24		Lululemon Athletica Inc.	Going global with innovation and sustainability in motion	322.98	355	BUY
May-13		Hewlett Packard Enterprise Company	Embracing opportunities with headwinds	16.86	18.25	HOLD
May-22		Oracle Corporation	Unlocking potential by joining the race of Cloud & AI	124.63	140	BUY
May-09		Taiwan Semiconductor Manufacturing Company	Wafer Leader with Strong Performance	780	867	BUY
May-13		HP Inc	Margin expansion and building momentum	28.41	32	BUY
May-14		Palo Alto Networks Inc	Strategic Innovation and Growth Amidst Shifting	295.67	326.86	BUY
May-30		Meta Platforms, Inc	Driving AI Innovation Amid Financial and Regulatory	474.36	516	HOLD
May-10		Tesla Inc	Driving Profitable Growth Through Operational	174.72	187.95	HOLD
May-07		Airbus SE	Supply chain challenges intensify amid increasingly	155.3	165.22	HOLD

Up coming coverage

	Company Name	CMP
	Nike inc.	96.55
	McCormick & Company Inc.	68.58
	Microsoft Corporation	423.85
	Alphabet Inc.	174.30
	Apple Inc.	196.89
	Qualcomm Inc.	206.62
	Visa	278.67
	Mastercard Inc	449.79
	Ford	12.03
	Hyundai	271000.00

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