



**PELICAN PMS**

THE MARKET'S WAY

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# Cognizance

Monthly Market Outlook and Commentary

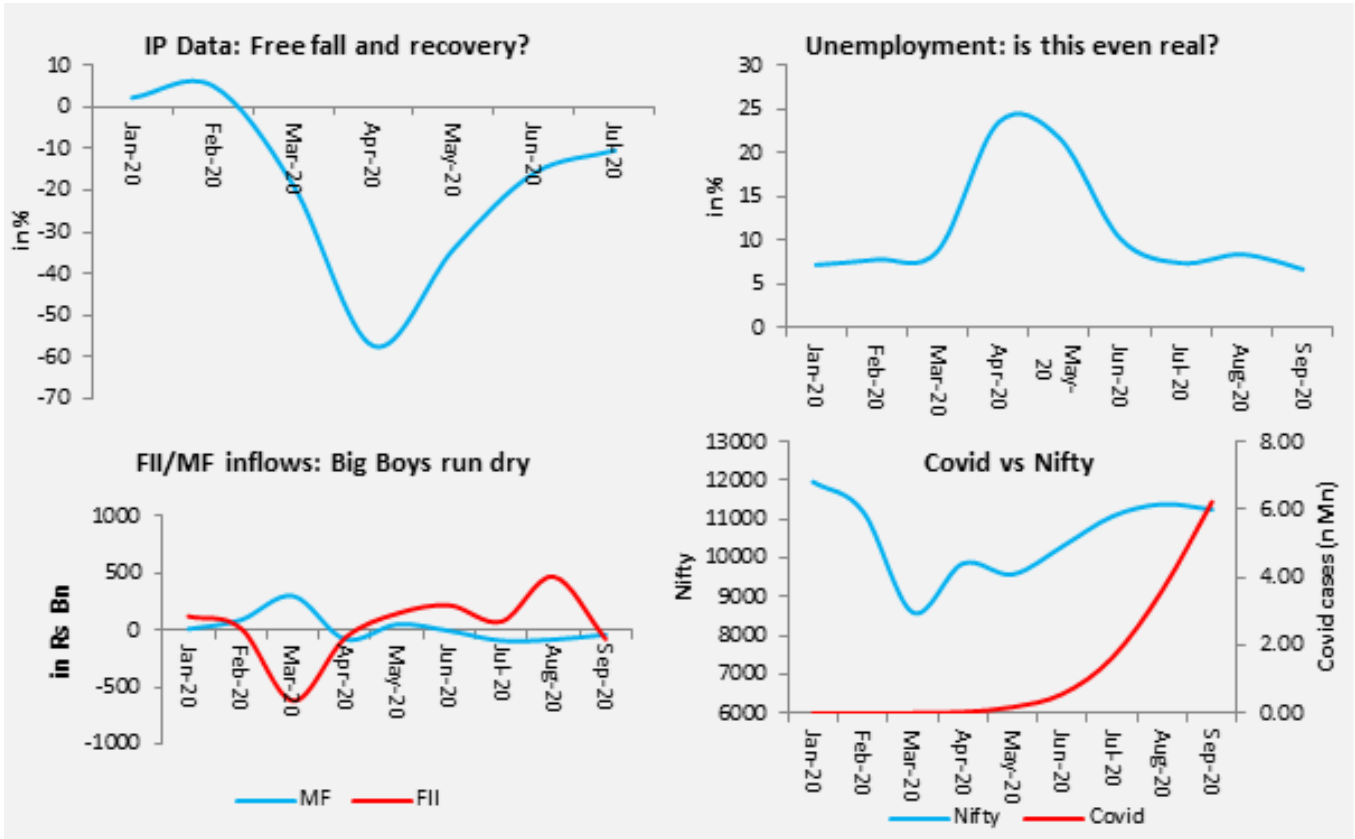
Asset Class	Benchmark	Latest Value	MTD (%)	YTD (%)
<b>Equity</b>				
India	Nifty 50	11247.55	-1.23%	-7.57%
US	S&P 500	3363.00	-3.92%	4.09%
Europe	Euro Stoxx 50	3193.61	3193.61	-14.73%
Japan	Nikkei 225	23185.12	0.18%	-1.99%
China	Shanghai comp	3218.05	-5.23%	4.37%
<b>Bond</b>				
India	10 yr G-Sec	6.02	0.06	(0.55)
US	10 yr treasury	0.68	(0.04)	(1.22)
<b>Others</b>				
Bullion	Spot Gold USD/ oz	1885.82	5.36%	24.29%
Currency	USD/INR	73.77	-1.31%	-3.24%
Commodity	WTI Crude USD/ bbl	40.22	7.01%	-34.13%

## Market Commentary

The month of September witnessed some profit booking as the Nifty declined by over 1000 points from its recent highs. Several industries have resumed operations albeit at a slow pace. Demand is yet to reach anywhere near normalcy. GDP estimates have been lowered but no one has a clue regarding the actual impact of the lock down. Companies have stopped providing guidance and business plans are most likely witness significant changes, hence most future estimates hang in limbo. Nevertheless, retail liquidity is driving the course for now as the cash inflow from the big boys (FII/MF) have dried out.

Earnings for the Nifty has declined from Rs433 to Rs.344 over a period of six months, while price of Nifty has continued to hover above 11000 taking the PE levels 32x. Under such a circumstance, we do not intend to increase our equity exposure until we reach an appropriate valuation.

Charts for The Month:



# About Pelican

Pelican Holdings Pvt Ltd. (PHPL) was established in the year 2003 as part of the multi-faceted Pelican Group which has interests across Capital markets and Corporate advisory. For nearly two decades the Pelican Group and its Partners have served as successful advisors to clients investing across various asset classes.

Pelican PMS is the latest addition to the services offered by PHPL. The Portfolio Management strategy is developed based on the strong understanding of trends and solid backing of temperament. The robust process aims to reduce the component of subjectivity and minimizes the conventional errors committed by investors, while at the same time offering significantly higher risk adjusted returns.

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