

## Weekly Capsule (Jan 06 – Jan 10) and Impact Analysis

News Announcement	Impact Analysis
<ul style="list-style-type: none"> <li>➤ India reported IIP for November 2024 at 5.17%; sharply higher on MOM basis</li> </ul>	<ul style="list-style-type: none"> <li>➤ The surge in IIP in Nov-24 was again led by Manufacturing IIP, supported by electricity and mining IIP growth in that order</li> <li>➤ Previous revisions were also positive with Oct-24 IIP upgraded 21 bps to 3.66% and August IIP from negative to neutral</li> </ul>
<ul style="list-style-type: none"> <li>➤ US Fed published minutes of December meet; with strong inflation concerns</li> </ul>	<ul style="list-style-type: none"> <li>➤ Most FOMC members were concerned that higher tariffs by Trump and immigration restrictions could spur inflation</li> <li>➤ The CME Fedwatch has also reduced its estimate for total number of rate cuts for year 2025 to just 1 cut of 25 bps</li> </ul>
<ul style="list-style-type: none"> <li>➤ US December 2024 unemployment came in at 4.1% levels, 10 bps lower</li> </ul>	<ul style="list-style-type: none"> <li>➤ There are signs of unemployment concerns tapering as the payroll employment has risen by 2,56,000 in the month</li> <li>➤ However, the lower unemployment and higher inflation may urge the Fed to now go slow on further rate cuts in 2025</li> </ul>
<ul style="list-style-type: none"> <li>➤ Equity funds saw second best inflows in December 2024 at ₹41,156 crore</li> </ul>	<ul style="list-style-type: none"> <li>➤ Debt funds saw outflows, as expected, due to quarter end treasury flows; while hybrid and passive inflows were tepid</li> <li>➤ The overall mutual fund AUM as of the close of December fell to ₹66.93 trillion due to a sharp correction in the indices</li> </ul>
<ul style="list-style-type: none"> <li>➤ SIP inflows in December 2024 stood at a record level of ₹26,459 crore</li> </ul>	<ul style="list-style-type: none"> <li>➤ The SIP flows were supported by a sharp spike in NFO flows in December, largely dominated by sectoral and thematic funds</li> <li>➤ However, despite higher gross SIP flows, the SIP stoppage ratio in December spiked to 82%, leading to low retention</li> </ul>
<ul style="list-style-type: none"> <li>➤ Indian rupee hits all-time low of ₹85.97/\$ in intraday trades this week</li> </ul>	<ul style="list-style-type: none"> <li>➤ The weakness in the rupee was amidst the dual impact of rising crude oil prices and persistent FPI outflows</li> <li>➤ USDINR futures had projected rupee weakening to ₹86/\$ by the close of 2025, but it seems to be almost at that point</li> </ul>
<ul style="list-style-type: none"> <li>➤ Adani raises ₹4,850 crore from sale of 13.5% stake in Adani Wilmar Ltd</li> </ul>	<ul style="list-style-type: none"> <li>➤ Adani Commodities also has a greenshoe option to offer another 6.5% of the capital to the Indian retail investors</li> <li>➤ Once this placement is completed, the residual 24% in Adani Wilmar Ltd with the Adani group will be bought by Wilmar</li> </ul>
<ul style="list-style-type: none"> <li>➤ Swiggy expands Instamart to 76 cities and towns and plans standalone app</li> </ul>	<ul style="list-style-type: none"> <li>➤ However, Instamart will also continue to be accessible on the unified Swiggy app; said the company which listed recently</li> <li>➤ Instamart is targeting more than 10 crore customers, and the next big battle for digital mindshare is likely in Q-Commerce</li> </ul>
<ul style="list-style-type: none"> <li>➤ Kabeer Biswas, founder of Dunzo, has decided to call it quits after 10 years</li> </ul>	<ul style="list-style-type: none"> <li>➤ However, considering his pioneering experience in Quick Commerce, Biswas has been picked up by Flipkart Minutes</li> <li>➤ Dunzo had a major stake holding by Reliance, but ran into a cash crunch. Reliance has fully written off Dunzo investment</li> </ul>

<ul style="list-style-type: none"> <li>➤ National Restaurant Association of India opposes 10-minute food delivery</li> </ul>	<ul style="list-style-type: none"> <li>➤ The NRAI is objecting to Swiggy and Zomato leveraging their vast database to offer food products with private labels</li> <li>➤ However, all that the restaurants have is a verbal assurance from the digital platforms to keep off private labelling</li> </ul>
<ul style="list-style-type: none"> <li>➤ JSW Steel reported record 7.03 million tonnes of crude steel output in Q3FY25</li> </ul>	<ul style="list-style-type: none"> <li>➤ For the third quarter of FY25, the capacity utilization of JSW Steel also stood at a record level of 91%, a peak achieved</li> <li>➤ This marks a 2% increase in steel production on a yoy basis and a 4% increase in steel production on a sequential basis</li> </ul>
<ul style="list-style-type: none"> <li>➤ Waaree Energies will buy ENEL Green Power India business for ₹792 crore</li> </ul>	<ul style="list-style-type: none"> <li>➤ The deal will help Waaree to diversify its revenue stream and also boost its capabilities in the execution of wind projects</li> <li>➤ ENEL is one of Europe’s largest renewable energy companies and Waaree is only buying out the India operations of ENEL</li> </ul>
<ul style="list-style-type: none"> <li>➤ Data revision by DGCIS reduces gold imports in FY25 till date by \$11.5 billion</li> </ul>	<ul style="list-style-type: none"> <li>➤ This is especially relevant after India reported a 331% rise in gold imports in the month of November to \$14.5 billion</li> <li>➤ It is reported that the adjustment happened after there was double counting of gold imports coming via the SEZ</li> </ul>
<ul style="list-style-type: none"> <li>➤ TCS reported 11.9% growth in net profits for Q3FY25 at ₹12,380 crore</li> </ul>	<ul style="list-style-type: none"> <li>➤ Top line revenues were up 5.6% at ₹63,973 crore while the sequential revenues were down -1.7% in CC terms</li> <li>➤ The company also reported a majestic total contract value (TCV) of \$10.2 billion with a sharp recovery in BFSI orders</li> </ul>
<ul style="list-style-type: none"> <li>➤ IOB plans to hive off ₹11,500 crore of NPAs from its current loan book</li> </ul>	<ul style="list-style-type: none"> <li>➤ The sale will be done to asset reconstruction companies (ARC) using the auction method to get the best offer for the loans</li> <li>➤ The bidders will be in a position to bid for individual loans, group loans, industry portfolios or other specific combinations</li> </ul>
<ul style="list-style-type: none"> <li>➤ Year 2024 saw nearly 4.6 crore fresh demat accounts being opened in India</li> </ul>	<ul style="list-style-type: none"> <li>➤ This takes the total number of demat accounts in India to 18.5 crore with the numbers growing 350% since the pandemic</li> <li>➤ While CDSL continues to lead demat account numbers, the big thrust is coming from low cost brokers and IPO issues</li> </ul>
<ul style="list-style-type: none"> <li>➤ JSW Cements has got the nod from SEBI for its proposed ₹4,000 crore IPO</li> </ul>	<ul style="list-style-type: none"> <li>➤ The IPO will comprise of a fresh issue of ₹2,000 crore and an offer for sale by the promoter group for a similar amount</li> <li>➤ If the issue goes through successfully, it will be the first cement IPO since Nuvoco Vistas hit the IPO market in 2021</li> </ul>
<ul style="list-style-type: none"> <li>➤ British Petroleum will offer technical services to operate Bombay High fields</li> </ul>	<ul style="list-style-type: none"> <li>➤ The government and ONGC have been persistently worried about the steady fall in output at the Bombay High oil wells</li> <li>➤ BP won the deal through competitive bidding and will get a fixed payment and also a share in the revenues of the rig</li> </ul>
<ul style="list-style-type: none"> <li>➤ First advance estimate of FY25 GDP has been pegged at 6.4% for the full year</li> </ul>	<ul style="list-style-type: none"> <li>➤ However, with 6.7% and 5.4% GDP growth in the first 2 quarters, that is still quite optimistic about the second half</li> <li>➤ Agriculture will lead the charge, while manufacturing and mining are expected to slow, but nominal GDP will still be up</li> </ul>

<ul style="list-style-type: none"><li>➤ Four Indian paint companies are in the race to buy out the stake in Akzo Nobel</li></ul>	<ul style="list-style-type: none"><li>➤ The four companies in the race to buy Akzo Nobel include Berger Paints, Indigo Paints, JSW Paint and Aditya Birla Paints</li><li>➤ The ₹65,000 crore paint industry is dominated by Asian Paints, Berger Paints and Kansai Nerolac cornering 85% of the share</li></ul>
<ul style="list-style-type: none"><li>➤ In the latest market cap classification, large cap threshold is ₹1,00,000 crore</li></ul>	<ul style="list-style-type: none"><li>➤ Just in the last 18 months, the threshold of large caps has gone up two fold with a host of new entrants to the list</li><li>➤ Some of the new large cap names are CG Power, RVNL, Polycab, Cummins, Hyundai Motor, Swiggy, NTPC Green etc</li></ul>

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