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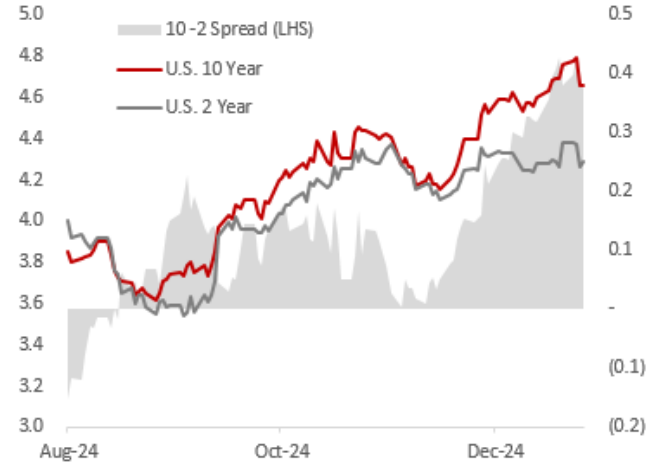
Chief Investment Strategist

A TRUMP PREMIUM IN U.S. BOND YIELDS

A Sharp Rise in U.S. 10 Year Yield

On Sept 10th, the U.S. 10 year was at 3.6%. Earlier this month, it had rallied as high as 4.79%, a 119 bps move in a short period of time, and it's caused a fair bit of angst for global investors.

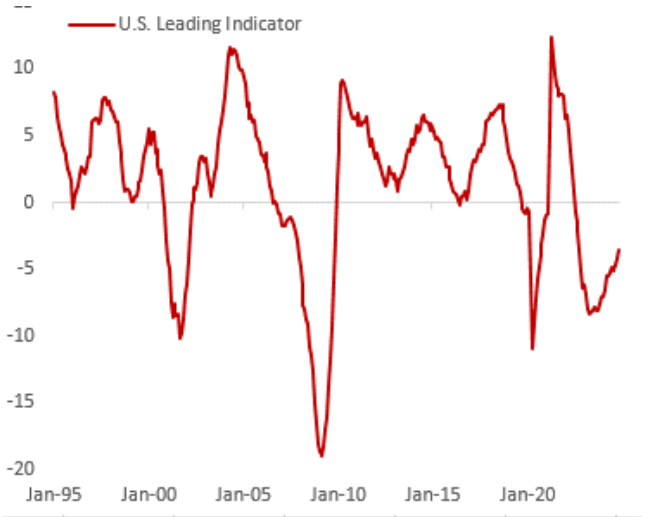
U.S. 10 Year Yields are Rising, Driven by an Improving Economy & Rising Political Uncertainty



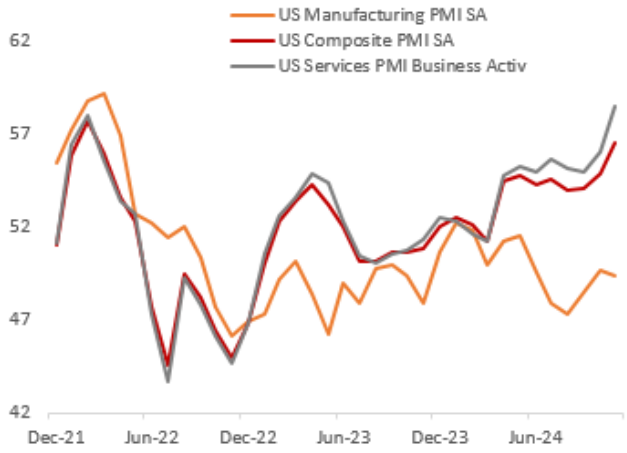
Improving U.S. Economy

One reason for the move higher is an improving U.S. economy. The consensus was positioned for duration and Fed rate cuts, and that scenario appears to be a distant memory.

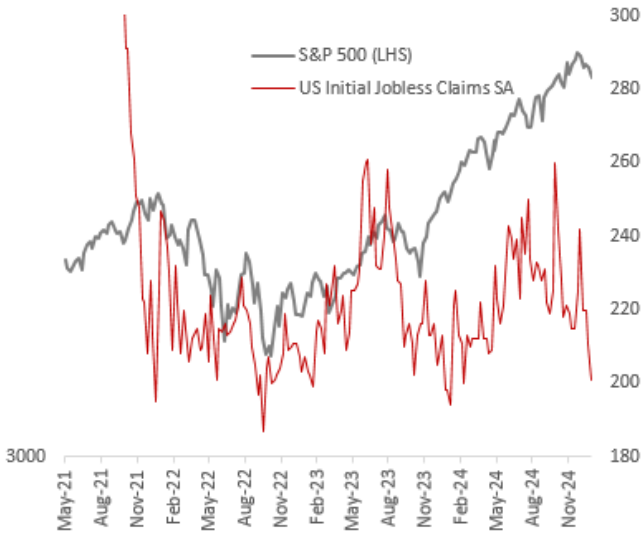
The U.S. Leading Economic Indicator is on a Definite Recovery Path



U.S. Services Activity is Soaring

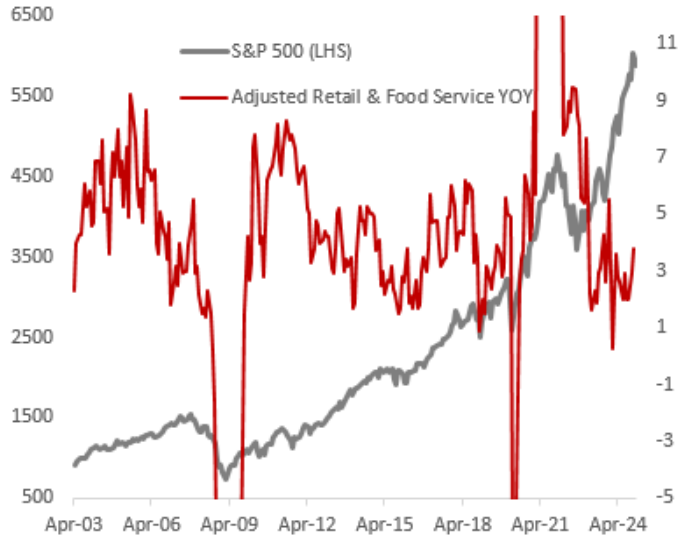


Initial Jobless Claims Have Dropped Sharply



Manufacturing is On a Growth Path

Retail Sales are Rising



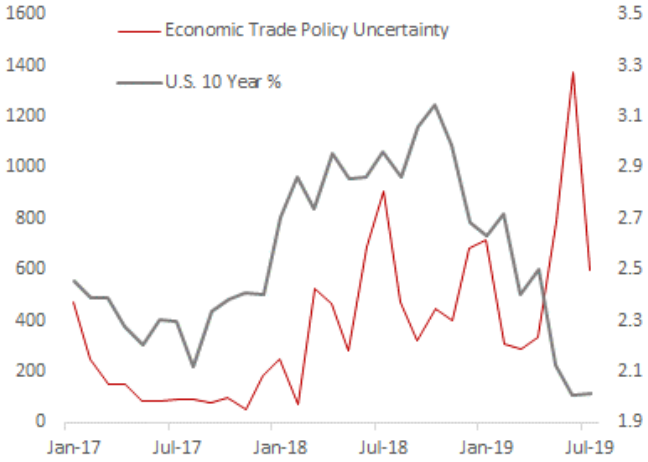
A Trump Premium in Bond Markets

The second reason why rates have risen dramatically, looks to be the bond market's uncertainties around tariffs, currency volatility, geopolitics, sovereign takeovers, and inflation, i.e., a Trump premium.

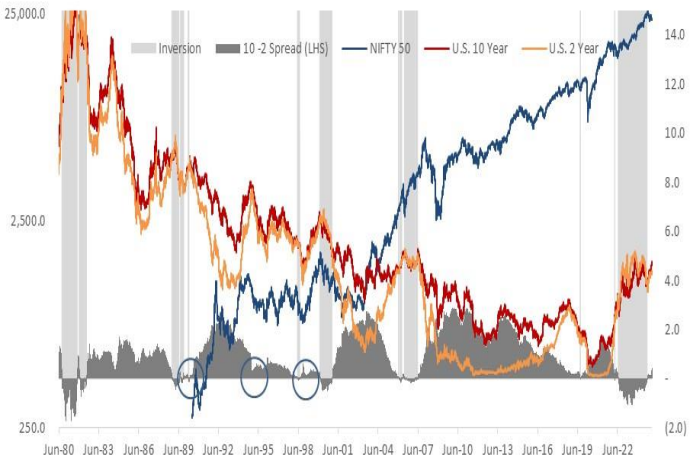
Yields Rose Rapidly in 2018 as Well

In early 2018, President Trump launched a trade war with China by setting tariffs on solar panels and washing machines. The U.S. 10 year yield surged higher from 2.3% to 3.1% during 2018. We are seeing a similar scenario play out today.

In late 2017, the U.S. 10 Year Surged Higher as President Trump Launched a Tariff War

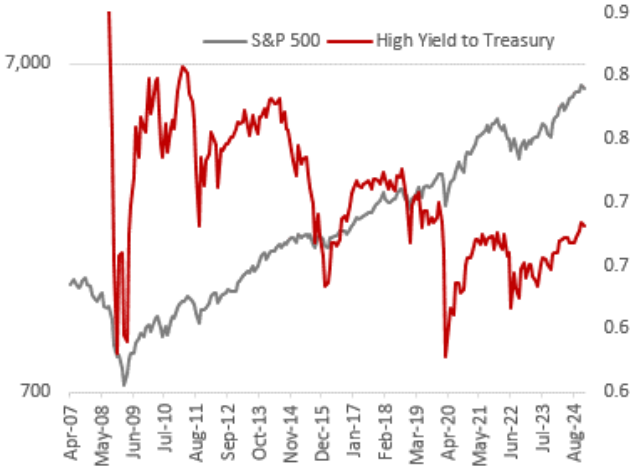


Unlike 2001 and 2008, Yield Curve Steepening Being Driven by Long End



Corporate Spreads Remain Benign

High Yield is Performing Better than Treasury



Banks Continue to Loosen Lending Standards

U.S. Recession Calls are in the Rear View Mirror

The consensus, as usual, got it wrong. On the U.S. recession, on rate cuts, on the impact of AI. Net net, the U.S. economy appears to be on a strong growth trajectory, overly euphoric sentiment has been wrung out, and consumer confidence is improving.

Progress on Israel Hamas Conflict

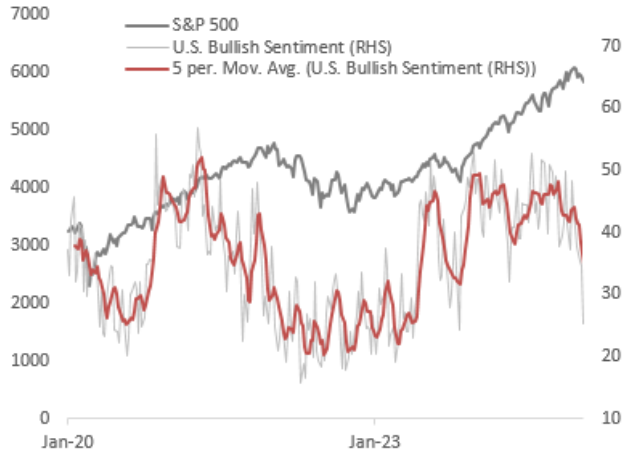
The news of the hostage release, and an agreement on a ceasefire is welcome news for global trade and a return towards normalcy.

U.S Economy on Strong Footing, Tariffs Create Uncertainty

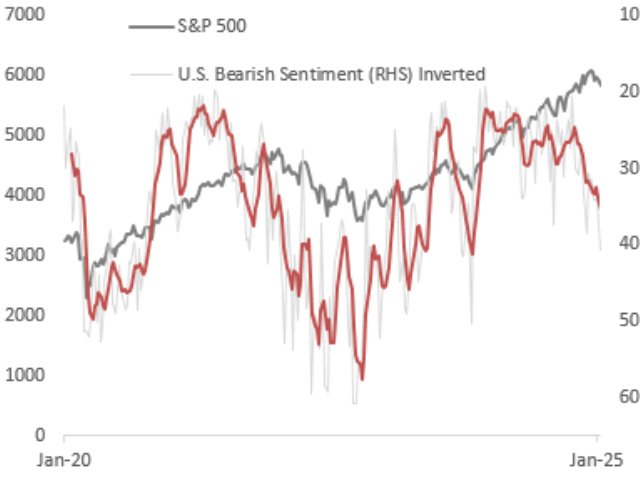
The U.S. is leading the world into yet another capex intensive, tech innovation wave. Inflation has stabilized under 3%. Inflation in the pipeline is flat. The central bank is accommodative if necessary. Tax cuts, investments in technology, labor, and real estate, and a massive equity and real estate wealth effect have contributed to the U.S. economy avoiding a recession.

However, uncertainty remains around tariffs, rising commodity prices, looming inflation, and currency volatility. Markets dislike uncertainty.

Bullish Sentiment Collapses to 25%



Bearish Sentiment Rises to Over 40%

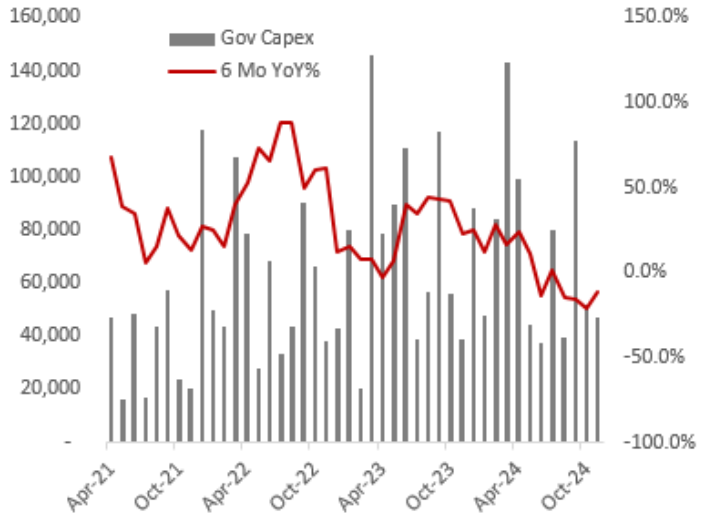


However, Retail Investors Have Only Marginally Reduced Their Allocations to U.S. Equities

INDIA – FISCAL & MONETARY SUPPORT THE NEED OF THE HOUR

With the U.S. economy in good shape, our attention turns to India. We first highlighted the slowdown in September 2024.

A Slowdown in Govt. Capex Spend Has Derailed Economic Momentum in Q2-Q3 FY25



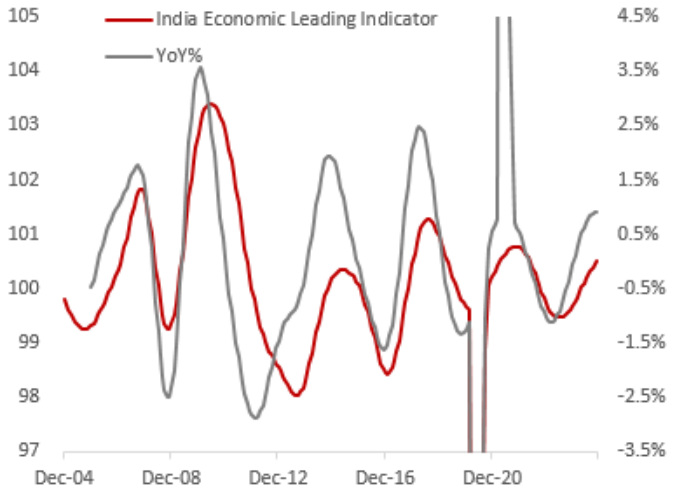
Government capex YTD is now tracking lower than 2023 YTD. 2023 closed strong and that's been a trend over the years, so a pickup in capex in the final quarter can be expected.

Monetary Policy Focus on Inflation Has Impacted Economic Growth

Borrowing rates in India are much higher than rates in Asian emerging markets. Borrowing rates are high on an absolute basis for the Indian consumer. Tax policies intended to cast a wider net, and high prices, have impacted disposable incomes for the tax paying middle class.

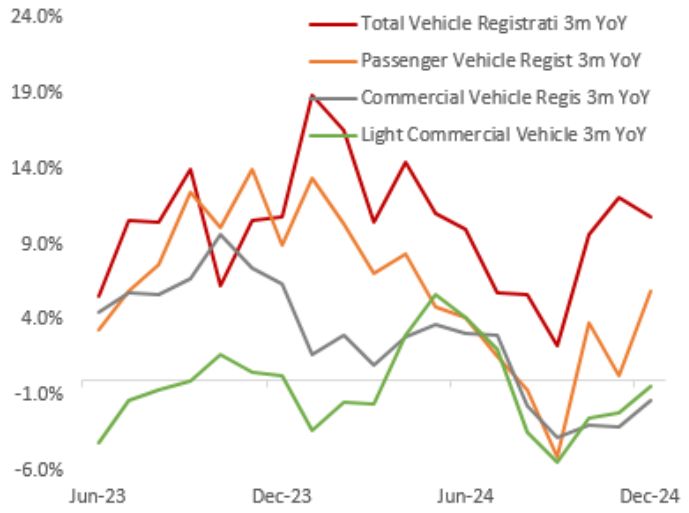
Further, runaway food inflation is an annual occurrence, and policies to address tomato, potato and onion inflation should have been put in place years ago. Vegetable prices remain a function of supply, demand, weather, sowing, not interest rates.

But It's Not All Gloom & Doom… India's Leading Economic Indicator Is Showing Signs of a Pickup

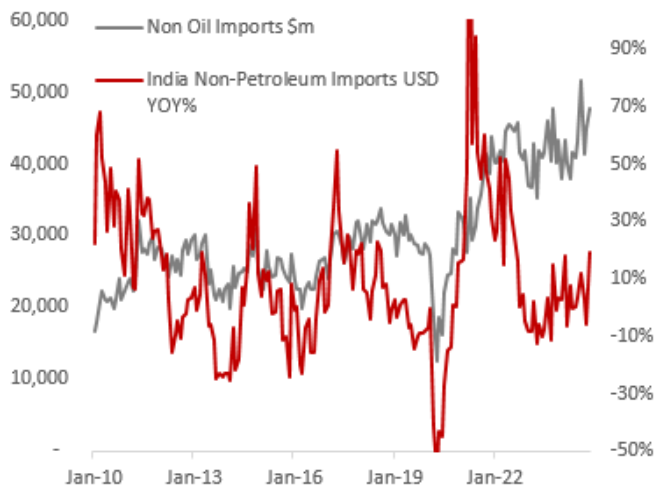


India's Services Exports Are Rising Strongly

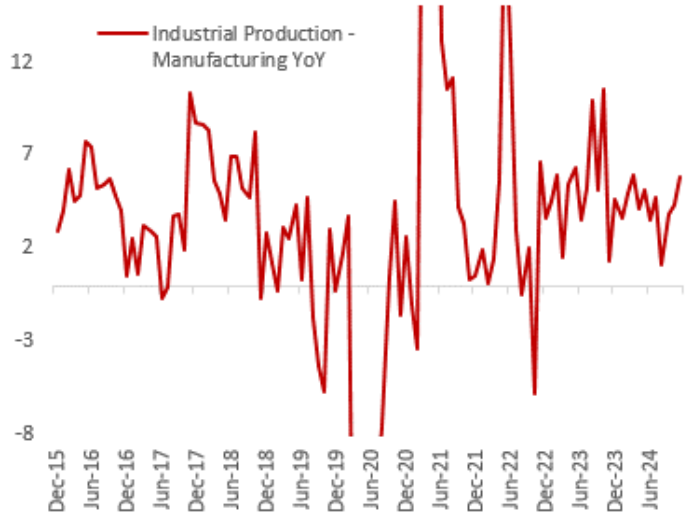
The Auto Industry is Showing Signs of Recovery



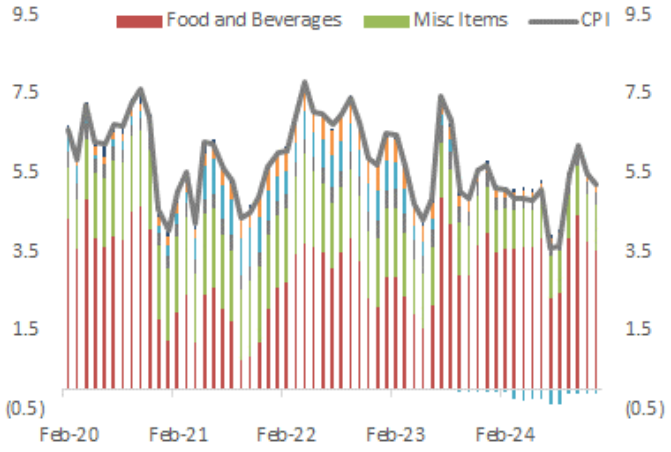
Non-Oil Imports Have Picked Up



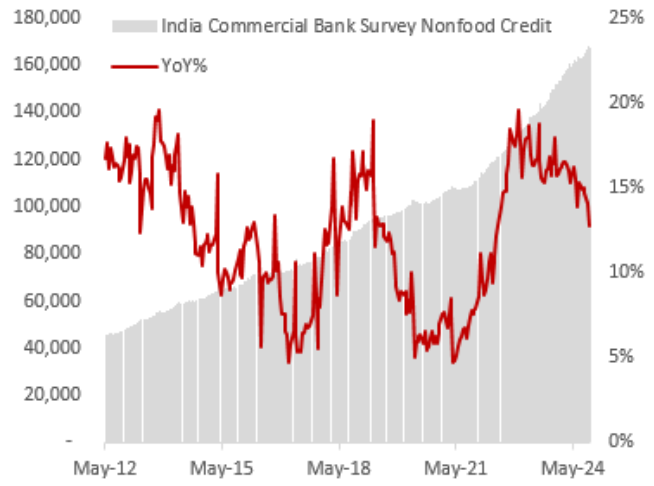
Signs of Improving Activity in Manufacturing are Evident



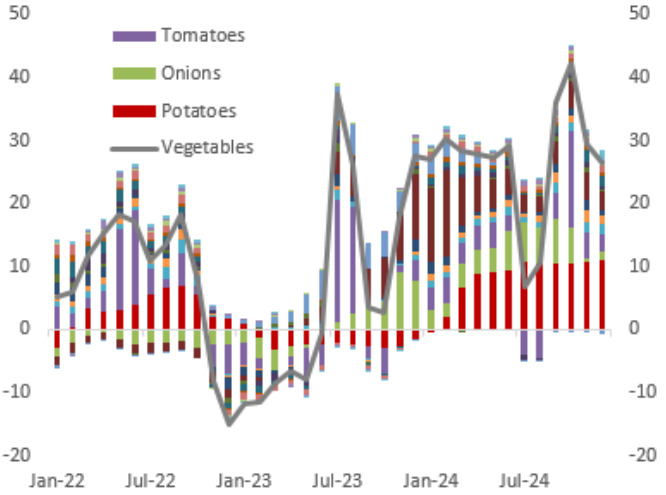
Inflation Continues to Trend Lower



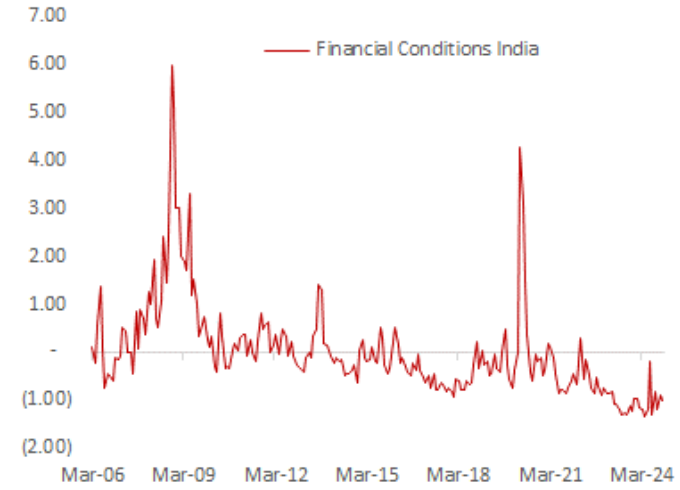
Credit Growth Has Slowed… But Continues to Track at a Healthy 12-13% YoY



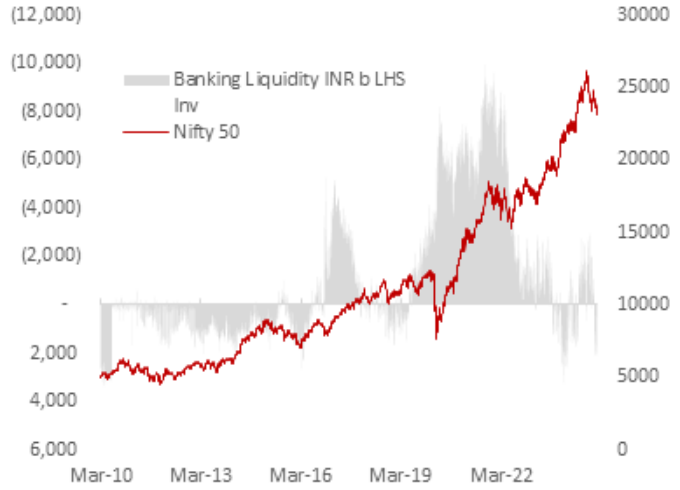
Vegetables Remain a Key Contributor to Inflation… Prices Are Coming Down



Financial Conditions Remain Benign



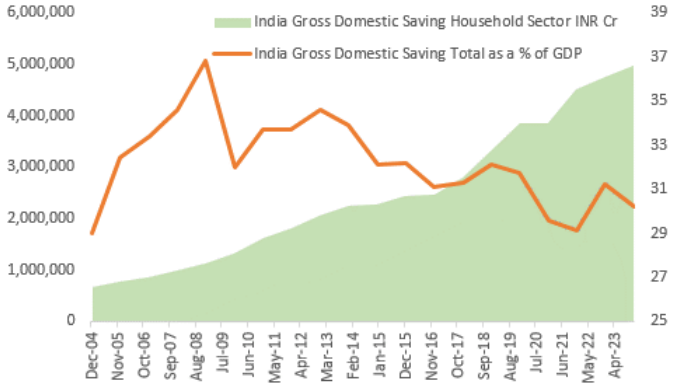
But Banking Liquidity Is Back to Deficit



Spending by the Wealthy Continues

Firms catering to the wealthy - whether it be weddings, jewellery, autos, travel and leisure - are witnessing strong demand. Indians love for travel continues to grow. Tourism to international locations is thriving.

A Strong 30% Savings Rate That Increasingly Finds Its Way into Equities



India's gross domestic household savings rate is 29.3%, of which 18.4% is the household sector, or roughly $577 billion. Annually, $36.9 billion makes its way into equities via SIPs. Adding in pension fund flows and insurance company flows, flows into equities will continue to support the markets.

EARNINGS REVISIONS & VALUATIONS

Nifty 50 earnings revisions growth has decelerated to roughly 10% YoY. Nifty 100 revisions have bounced back.

Nifty 50 Earnings Revisions

Nifty 100 Earnings Revisions

Midcap revision momentum has slowed to single digits, and revisions are now approaching areas where bottoms typically occur. Covid was an extreme. Small caps have taken a hit but revisions are still trending 10% YoY.

Midcap Earnings Revisions

Smallcap Earnings Revisions

With 34% Of Companies Reporting, Nifty 50 Earnings Scorecard

Nifty 50	Sales Qtr YoY %	Net Profits Qtr YoY%	Sales LTM YoY %	Net Profits LTM YoY%	Sales QoQ %	Net Profits QoQ%	Bottom Up P/E	Cap Wt %	Profit Contrib %	Net Margin
Communication Services	n/a	n/a	n/a	n/a	n/a	n/a	n/a	0.0%	0.0%	n/a
Consumer Discretionary	n/a	n/a	n/a	n/a	n/a	n/a	n/a	4.2%	0.0%	n/a
Consumer Staples	1.9%	18.9%	1.7%	4.2%	-0.9%	14.7%	51.6	5.8%	3.3%	19.1%
Energy	3.7%	9.3%	4.5%	-14.4%	5.6%	18.5%	21.7	15.4%	25.0%	6.3%
Financials	0.9%	8.9%	29.7%	20.6%	-6.3%	0.0%	17.6	29.5%	37.3%	18.0%
Health Care	15.9%	1.9%	15.4%	2.8%	4.3%	7.0%	18.8	4.6%	1.6%	16.9%
Industrials	n/a	n/a	n/a	n/a	n/a	n/a	n/a	4.3%	0.0%	n/a
Information Technology	4.9%	10.1%	3.9%	9.2%	0.9%	3.5%	30.0	28.1%	31.2%	16.3%
Materials	2.7%	-17.3%	3.1%	-2.6%	10.0%	79.2%	88.7	8.0%	1.6%	8.5%
Utilities	n/a	n/a	n/a	n/a	n/a	n/a	n/a	0.0%	0.0%	n/a
Total	**3.3%**	**9.0%**	**9.9%**	**5.5%**	**1.3%**	**6.6%**	**24.9**	**100.0%**	**100.0%**	**11.9%**
Total Ex Energy	**3.0%**	**8.9%**	**15.0%**	**13.9%**	**-2.3%**	**3.2%**	**25.9**	**84.6%**	**75.0%**	**16.9%**

25% of Midcaps Reporting, Scorecard

Nifty MidCap	Sales Qtr YoY %	Net Profits Qtr YoY%	Sales LTM YoY %	Profits LTM YoY%	Sales QoQ %	Net Profits QoQ%	P/E	Cap Wt %	Profit Contrib %	Net Margin
Communication Services	4.4%	163.2%	9.4%	70.4%	0.9%	73.8%	12.9	7.8%	21.7%	31.9%
Consumer Discretionary	69.6%	28.0%	59.4%	54.4%	-2.1%	-15.3%	74.9	14.6%	5.1%	6.3%
Consumer Staples	n/a	n/a	n/a	n/a	n/a	n/a	n/a	0.0%	0.0%	n/a
Energy	-11.4%	-21.1%	9.9%	-81.2%	-12.4%	-144.4%	119.5	5.3%	1.6%	1.4%
Financials	17.7%	33.5%	17.3%	37.4%	1.2%	-5.8%	15.6	30.0%	50.9%	16.3%
Health Care	10.6%	17.6%	-0.7%	-0.7%	5.9%	23.6%	63.9	1.7%	0.7%	13.9%
Industrials	15.7%	2.2%	16.8%	7.0%	0.4%	2.1%	50.1	10.1%	4.7%	6.8%
Information Technology	12.4%	-4.5%	20.3%	16.9%	3.9%	1.3%	50.1	20.2%	9.8%	12.9%
Materials	10.7%	-32.1%	4.8%	-24.5%	8.5%	51.6%	56.4	6.8%	2.4%	3.7%
Real Estate	33.9%	71.7%	31.6%	59.4%	6.9%	4.9%	24.8	3.5%	3.2%	43.8%
Utilities	n/a	n/a	n/a	n/a	n/a	n/a	n/a	0.0%	0.0%	n/a
Total	**13.6%**	**36.7%**	**17.0%**	**25.1%**	**-0.5%**	**13.1%**	**27.4**	**100.0%**	**100.0%**	**12.6%**

19% of Midcaps Reporting, Scorecard

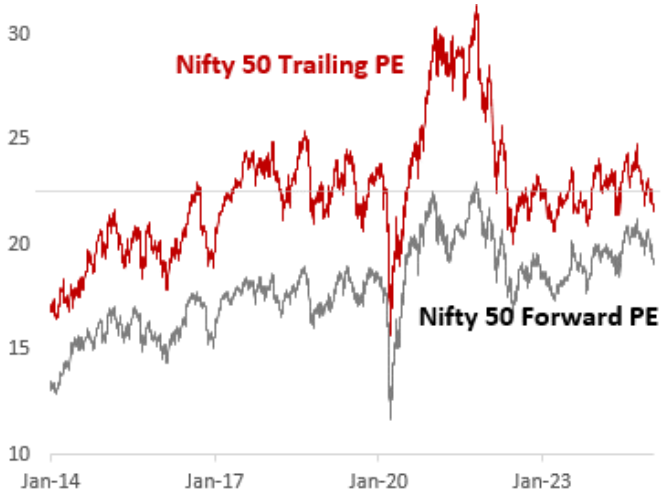
Nifty Small Cap 250	Sales Qtr YoY %	Net Profits Qtr YoY%	Sales LTM YoY %	Net Profits LTM YoY%	Sales QoQ %	Net Profits QoQ%	P/E	Cap Wt %	Profit Contrib %	Net Margin
Communication Services	-0.4%	-100.2%	-0.1%	-57.3%	-1.2%	-98.9%	n/m	2.7%	0.0%	0.0%
Consumer Discretionary	7.8%	-31.7%	5.1%	1.4%	3.4%	-6.5%	471.8	10.5%	1.9%	1.4%
Consumer Staples	n/a	n/a	n/a	n/a	n/a	n/a	n/a	4.9%	0.0%	n/a
Energy	n/a	n/a	n/a	n/a	n/a	n/a	n/a	1.4%	0.0%	n/a
Financials	29.8%	17.5%	24.5%	31.6%	9.5%	-3.6%	36.0	18.6%	65.0%	11.8%
Health Care	8.6%	41.1%	2.4%	16.5%	16.5%	79.1%	803.6	13.5%	2.7%	8.2%
Industrials	99.8%	124.0%	69.7%	-4288.3%	44.2%	5.9%	982.1	21.1%	3.1%	8.9%
Information Technology	38.1%	28.9%	35.4%	35.8%	0.9%	-15.9%	73.4	6.4%	10.9%	9.4%
Materials	2.6%	-5.6%	8.8%	8.1%	-3.0%	9.4%	169.7	16.7%	13.0%	7.1%
Real Estate	n/a	n/a	n/a	n/a	n/a	n/a	n/a	2.6%	0.0%	n/a
Utilities	9.8%	-5.7%	10.0%	n/m	-24.2%	-24.9%	62.1	1.5%	3.4%	7.4%
Total	**21.1%**	**17.4%**	**18.0%**	**31.6%**	**4.4%**	**-3.6%**	**128.2**	**100.0%**	**100.0%**	**8.9%**
Total ex Energy	**21.1%**	**17.4%**	**18.0%**	**31.6%**	**4.4%**	**-3.6%**	**253.0**	**197.3%**	**100.0%**	**8.9%**

Note: Adjusted for large one time non operating loss.

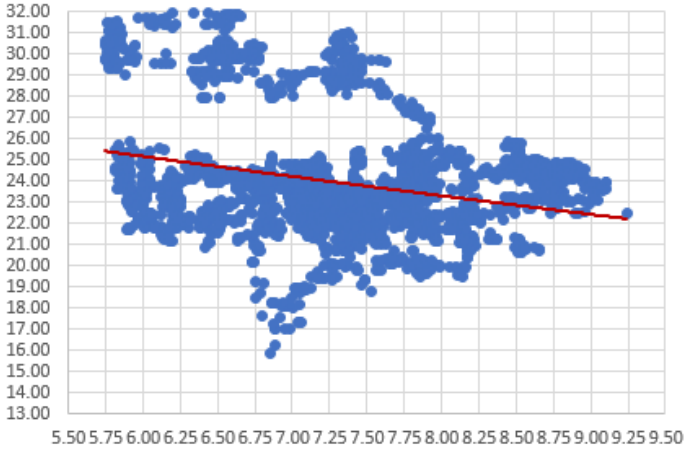
Valuations

Valuations for the Nifty 50 have come down to below fair value, and below the average of the past 10 years. With expected earnings growth in the low teens, Nifty 50 is now in a range of being reasonably valued.

The Nifty 50's PE Has Dropped to 21.6, Below the 10 Year Average PE of 22.5



Fair Value for the Nifty Trailing PE is 24.5

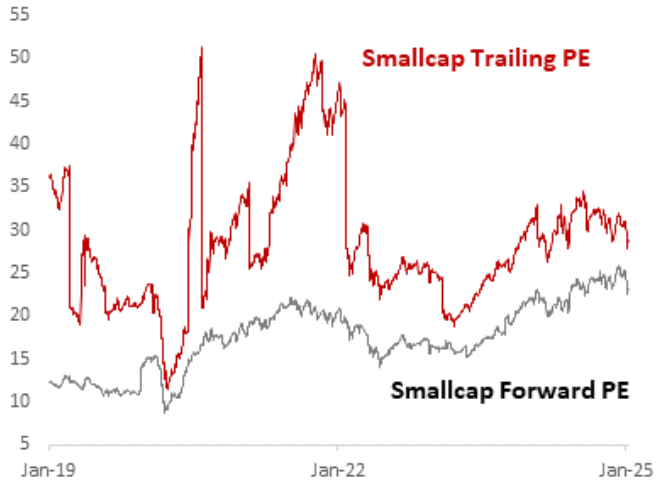


Midcap PE remains expensive, though we note that the midcap positive PE is far more reasonable 32 times. Mid caps have traded at premium valuations for much of past decade.

Midcap PE

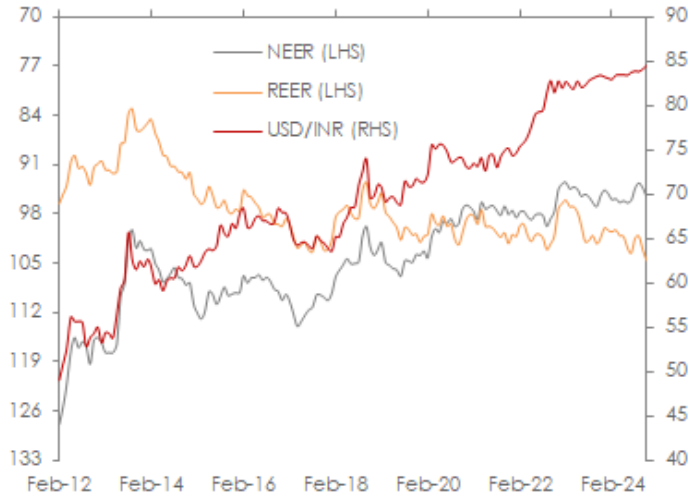
Small cap PEs are approaching average valuations. Small cap PEs are trading at 27 times, and are now only a few points above large cap PEs.

Smallcap PE



COMMODITIES & CURRENCIES

INR Nominal & Real Effective Exchange Rates



It's instructive to note that nominal and real effective exchange rates for the Rupee have not mirrored the move in the USD INR. While the Rupee has depreciated aggressively against the Dollar, it has largely held its own against a broader basket of currencies.

The RBI's stable INR policy regime has now shifted to market driven flexibility. RBI's intervention strategy isn't consistent with a business cycle which has slowed and a resurgent U.S. Further, the prospect of tariffs loom, which could unleash currency volatility.

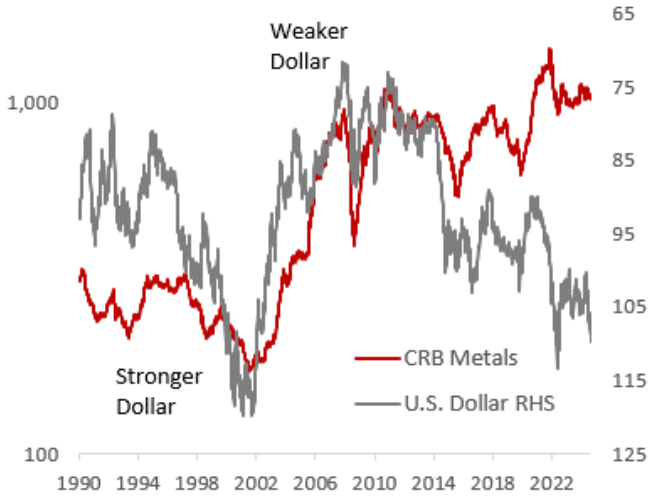
Dollar and the U.S. 10 Year Moving in Lock Step

Recent dollar strength has coincided with rising U.S. interest rates. Both typically are indicative of U.S. economic strength. However, rates appear to be near the previous peak in 2023 and rates above 5% would not be sustainable. Ergo, a peak in the Dollar would also be an expectation in coming weeks.

Euro Bouncing Around Support and Dollar Parity

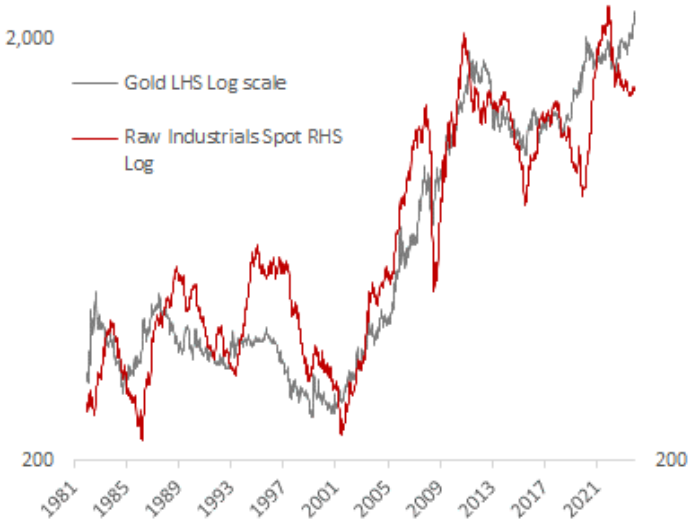
The long slide for the Euro continues. Since 2008, the Euro has been in a long term trend decline, symptomatic of the problems that ail the Euro area.

Dollar Strength Has Not Translated to Metals



A stronger dollar has historically coincided with commodity weakness. Not so this time. Metals prices have remained resilient, possibly because metals sense an inflationary future.

Raw Industrials Could Follow Gold Higher

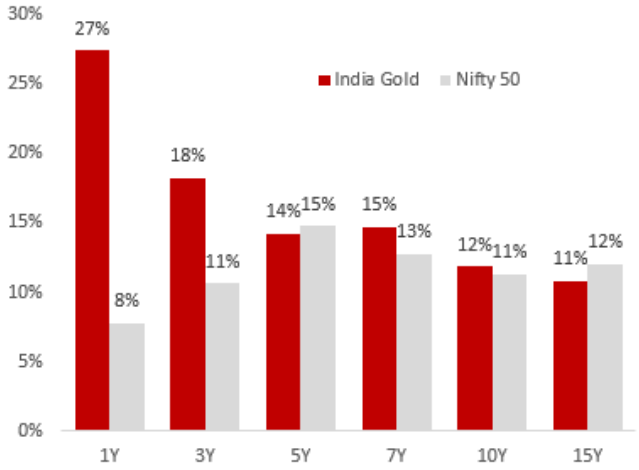


Gold's Bull Run Continues

Gold is up strongly since our previous update (Know the Now – Gold as a Strategic Asset, April 2024). Gold broke out in 2024 as debt interest payments and the rising DM debt burden has continued to worsen. Gold has delivered impressive 1, 3 year returns crushing the broader equity index.

Gold Bull Run Continues Since 2019

Gold Vs Nifty 50

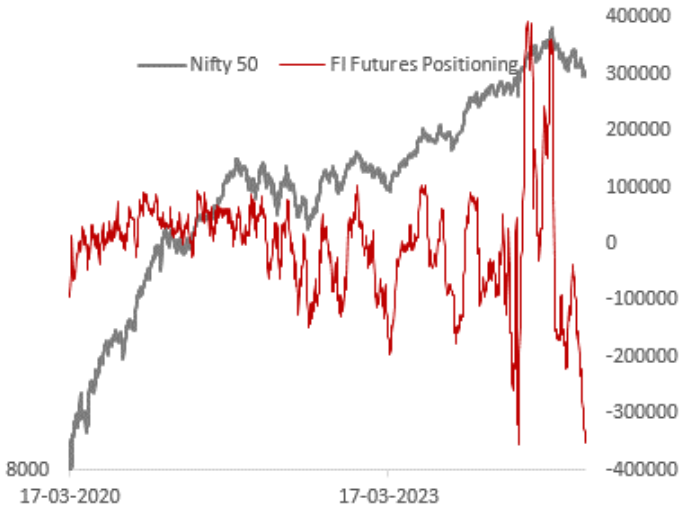


Silver and Gold Move in Tandem, Gold Silver Differential Has Expanded to Historic Extremes

TECHNICALS – APPROACHING A BOTTOMING ZONE

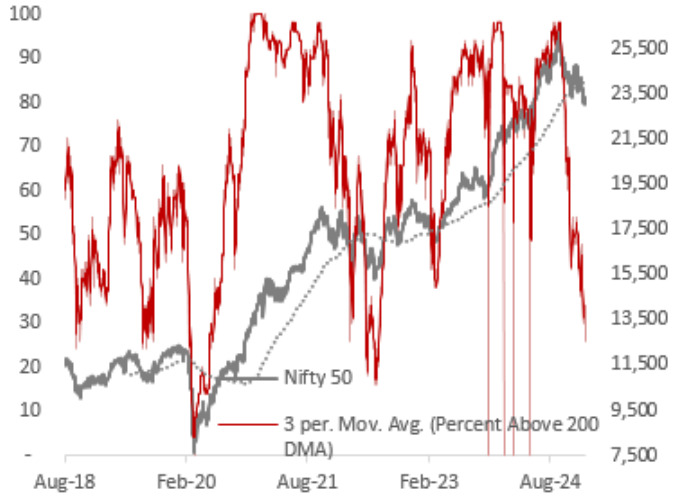
The dominant factor driving the sell-off has been massive short futures positions by FIs. DIs were also net short a quarter ago but have turned net long. We believe the use of leverage in futures short positions is overwhelming cash markets, and FI short positioning is likelty to remain the dominant factor driving market direction.

FI Futures Positioning Massive Net Short

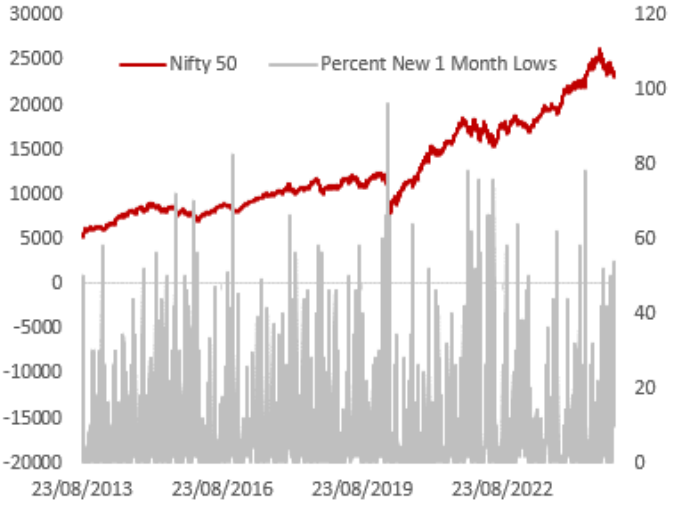


DI Futures Positioning Turns Bullish

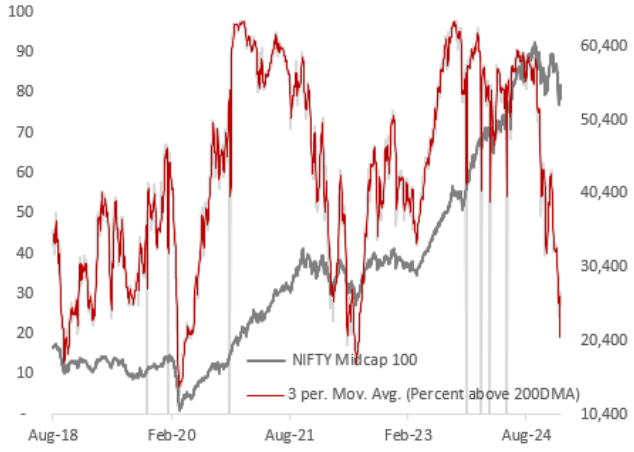
Percentage of Nifty 50 Stocks Above the 200 Day Moving Average



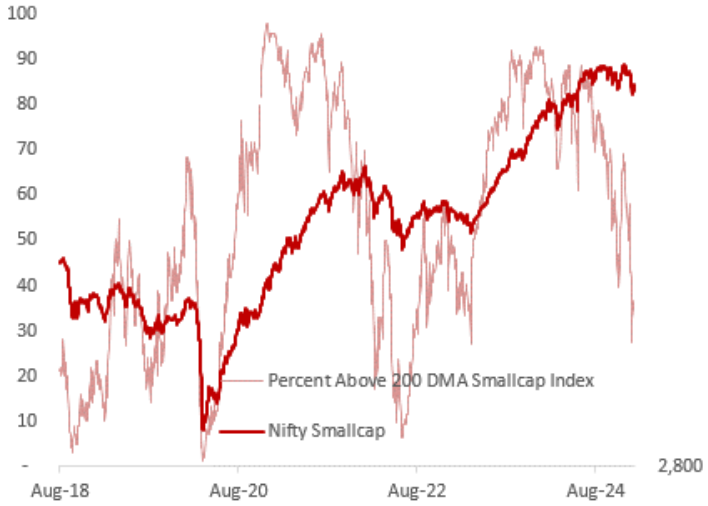
Percent Of Stocks Making New 1 Month Lows



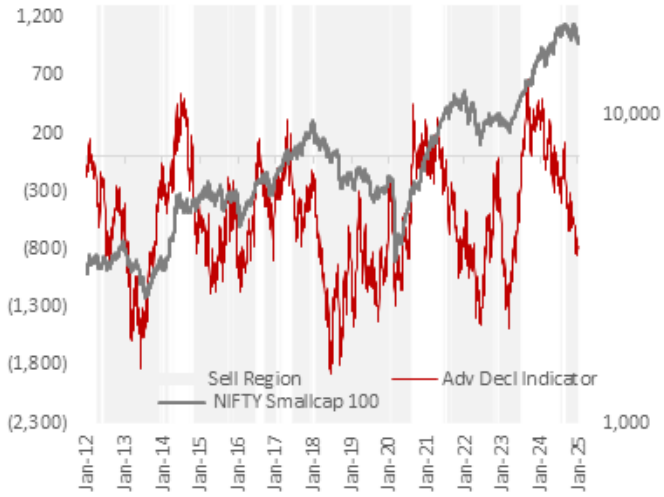
Percentage of Midcap Above the 200 DMA



Percentage of Smallcap Above the 200 DMA



Advance Decline Indicator



INVESTMENT OUTLOOK

U.S. – Improving Prospects

Talks of a U.S. recession and yield curve inversions have been all but relegated to the backburner. The promise of AI, robotics, automation and a tech wave, massive capital investments, alongside proposed tax cuts and infra investments are boosting growth.

Moreover, the world is one key step closer to peace, with the ceasefire deal between Israel and Hamas.

However, tariffs remain a key concern.

Longer term, the potential for AI and robotics will unleash a potential wealth transfer from incumbents to innovators. Everything seems in play, across industries. Seasoned investors are making startling statements, such as "AI will destroy traditional software by 2026". A healthy U.S. is good for the world economy.

India

India remains a predominantly domestic economy. The 400 million middle class – the engine of spending – is feeling the pinch of high prices, low wage growth and high tax burden, leading to slowing consumption and credit growth.

In contrast to the GoI's investment growth target of 17.1 percent, the first seven months has witnessed a contraction.

With inflation receding, monetary policy should have acted faster to address slowing growth. Inflation is largely a result of vegetable prices, and that too one or two commodities such as potatoes and tomatoes. Had India devoted resources to key commodities, inflation would be in line with ROW at 2-3% and aggressive rate action would be possible.

Interest rates remain too high and that is hurting growth.

Aggressive FI Selling Driving Equities Lower

More than anything, it is aggressive FI selling that is driving Indian equities lower. With a slowing economy, weakening Rupee, mixed earnings, and a strong U.S. economy, the case for Indian equities is decidedly less attractive for FIs.

Strong IPO Supply Lined Up in 2025

India had the highest number of IPOs at 330 in 2024, raising a record INR 1.8 trillion. The IPO pipeline for 2025 is anticipated to reach INR 2.5 lakh crore, and will continue to draw capital away from listed equities.

Signs Supporting a Recovering Economy

There are positive signs. A strong festive season, an expected pickup in government investment in H2, rate cuts supported by receding inflation in the band, a bumper agricultural crop, improving rural spend. Interest rates have dropped roughly 50 bps in the past few months. Services momentum is strong. Attractive labor cost arbitrage remains in place favoring manufacturing in India. Demographics remain a positive contributor.

Domestic Flows Remain Steady

Domestic investors remain committed to equities, as evidenced by the rising SIP numbers currently at a 3.2 lakh crores annual run rate. With a savings rate of 30%, equities will remain a primary destination.

Monetary, Fiscal and Investment Support the Need of the Hour

A survey of chief executive officers recently noted that 80% believe the government needs to offer tax incentives to the common man to boost growth.

Over the past decade, corporate tax rates were reduced dramatically. Ultimately the growth that came through was from public capital investment. Corporate capex has remained tepid.

A fiscal consolidation roadmap was announced with the budgetary expectation that the private sector would step forward in capital formation. That has not happened.

The middle class accounts for the bulk of consumption in the country. Fiscal and monetary policy must focus on putting additional income in the hands of consumers.

Asset Allocation

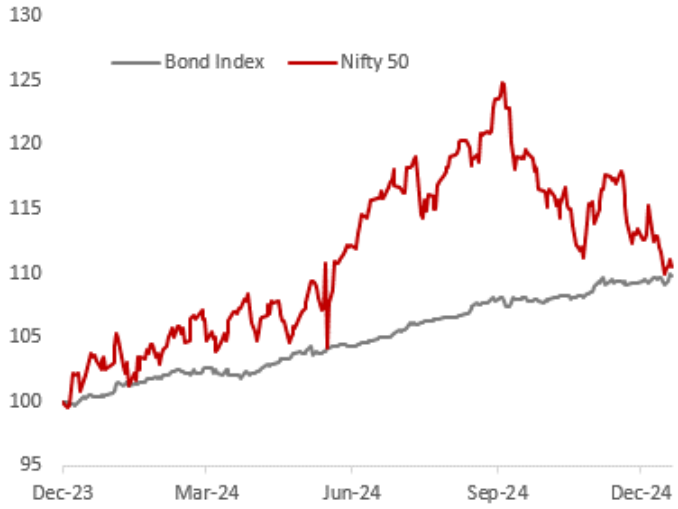
In early October, we reduced our equity exposure from significantly over-weight to essentially neutral. We have now have entered a range where bottoms typically occur, from a technical perspective.

Catalyst Necessary

However, a catalyst is necessary in the form of aggressive monetary and fiscal policy to put the India story back on a firmer growth footing.

An additional flush lower on markets will get us into a range where cyclical bottoms occur. Earnings growth is coming through in earnings reports, that will help valuations. Policy action, ideally on household taxes, strong RBI growth posture, or budgetary intent to spur growth, or lack thereof are likely to drive market action.

Bonds are Now Performing as Well as Equities Over the Past 1 Year



The Road to Wealth Creation Remains Paved with Volatility

Current market volatility is yet again being driven by FIs. This time around, it's the slowing India growth and improving U.S. growth prospects. At times like this, investors will do well to remind themselves that even the Covid crisis is a distant memory. IL&FS and banking collapse, a distant memory. Fed hikes and Ukraine war, a distant memory.

Each Crisis Eventually Becomes a Blip on the Long Term Road to Wealth Creation

The Way Forward

Clarity on budget, monetary and fiscal policy in coming days will drive clarity on equity market expectations, sectors, factors, cap etc.

Large caps are now fairly valued, and as the economy recovers, look well positioned to deliver double digit returns. We prefer a factor driven approach to large cap exposure.

Mid-caps at an index level remain expensive but early indications are that earnings have been better than expected. The equity universe is largely comprised of small caps.

For mid and small-caps, we continue to prefer exposure, via experienced active managers with growth, GARP methodology and proven track records.

Private assets remain the most significant allocation trend. The search for multi bagger returns will continue to drive institutions, UHNIs and family offices to private assets.

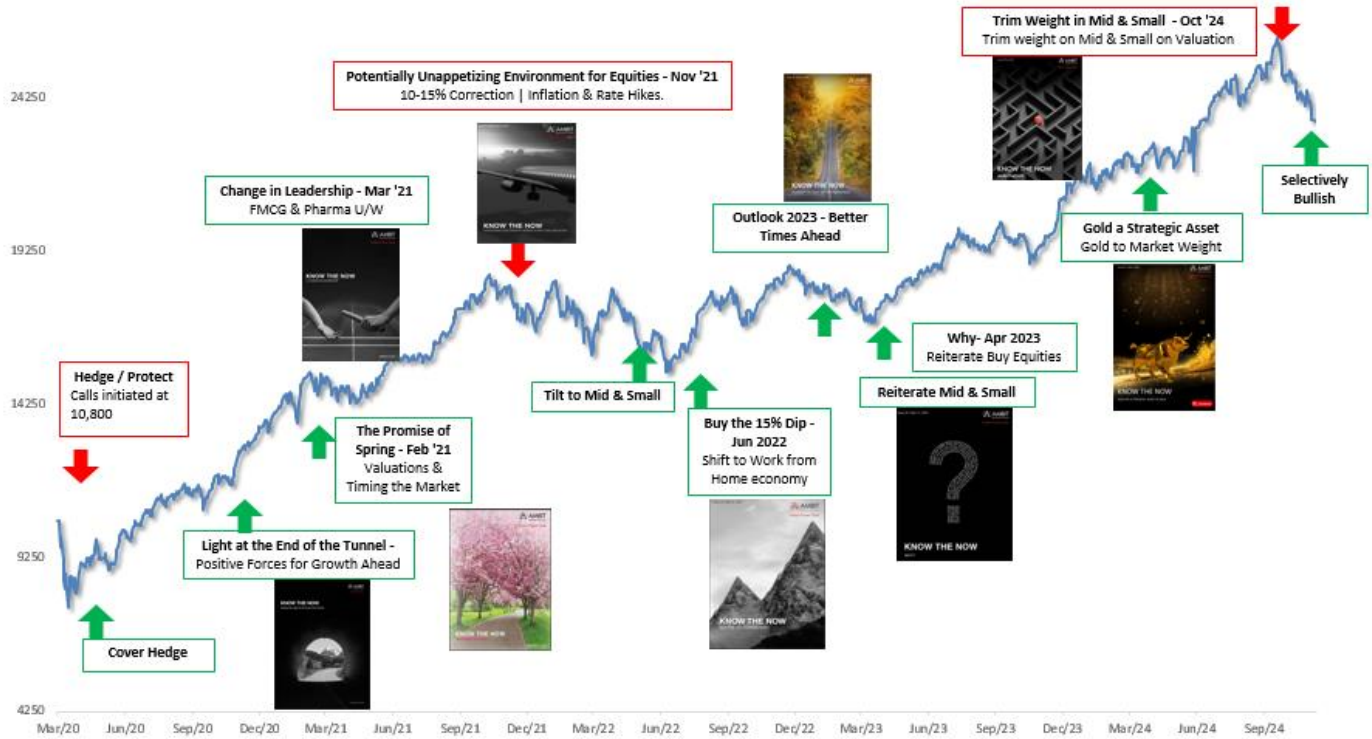
Please contact your Ambit Wealth advisor for a consultation on constructing optimized portfolios that meet your investment objectives.

AMBIT
Acumen at work
Global Private Client

KEY CALLS FROM PAST COMMENTARIES

- Hedge in March 2020, Exited Hedge at the Bottom March 24, 2020
- Neutral Summer 2020
- Bullish Fall 2020 – Nov 2021
- Cautious Nov 2021 – Expected a 10-15% Correction
- Bullish in June 2022, Reiterated in April 2023 post the Regional Bank crisis
- Tilt to Mid & Small Caps in Apr 2022, Reiterated in May 2023

Know the Now – Tactical Asset Allocation Views – Timeline



Global Index Performance

27-Jan-25	Price	1 Day %	5 Day %	MTD %	1 Mo %	QTD %	3 Mo %	6 Mo %	YTD %	1 YR %	% from 52 Wk Hi
Nifty 50	**23,092**	**-0.5**	**-0.5**	**-2.3**	**-3.0**	**-2.3**	**-4.5**	**-7.0**	**-2.3**	**8.1**	**-12.1%**
SENSEX	76,190	-0.4	-0.6	-2.5	-3.2	-2.5	-4.0	-6.3	-2.5	7.8	-11.4%
Nifty Next 50	62,494	-1.6	-3.9	-8.1	-8.8	-8.1	-10.4	-14.9	-8.1	15.1	-19.8%
Nifty 200	12,869	-0.8	-1.3	-4.0	-4.4	-4.0	-5.2	-8.3	-4.0	9.8	-13.2%
Nifty 500	21,319	-1.0	-1.7	-4.7	-5.0	-4.7	-5.2	-8.5	-4.7	9.9	-13.2%
NIFTY Midcap 100	53,263	-1.5	-2.5	-6.9	-6.5	-6.9	-3.6	-7.8	-6.9	12.8	-12.6%
Nifty Midcap 150	19,709	-1.7	-2.4	-6.8	-6.5	-6.8	-4.2	-8.1	-6.8	13.2	-12.5%
NIFTY Smallcap 100	16,956	-2.4	-4.1	-9.7	-9.6	-9.7	-5.0	-10.1	-9.7	10.0	-14.0%
NSE NIFTY Smallcap 250	16,002	-2.1	-4.2	-9.9	-9.7	-9.9	-5.6	-9.3	-9.9	10.0	-14.4%
Microcap	49,956	-2.3	-5.2	-9.0	-9.3	-9.0	-2.0	-5.6	-9.0	11.9	-14.4%
Americas											
S&P 500 Index	6,101	-0.3	2.8	3.7	2.2	3.7	5.0	11.8	3.7	24.7	-0.4%
Dow Jones Indus. Avg	44,424	-0.3	2.9	4.4	3.3	4.4	5.5	9.4	4.4	16.6	-1.4%
Nasdaq Composite	19,954	-0.5	3.2	3.3	1.2	3.3	7.8	15.0	3.3	29.1	-1.2%
Nasdaq 100 Stock Indx	21,774	-0.6	3.2	3.6	1.4	3.6	7.0	14.5	3.6	25.0	-1.6%
Nyse Fang+ Index	13,836	-0.2	5.7	5.5	2.9	5.5	17.0	26.9	5.5	50.3	-1.1%
Bbg Magnificent 7 Pr Usd	26,935	-0.4	1.5	3.3	0.5	3.3	16.7	29.9	3.3	65.8	-3.1%
Russell 2000 Index	2,308	-0.3	1.8	3.5	2.8	3.5	4.5	2.1	3.5	16.7	-6.4%
Canada	25,468	0.1	1.6	3.0	2.7	3.0	4.1	11.6	3.0	20.6	-1.4%
Mexico	51,357	0.6	2.8	3.7	4.2	3.7	-0.8	-2.8	3.7	-9.7	-13.0%
Brazil Bovespa	122,447	-0.0	0.1	1.8	1.8	1.8	-5.7	-4.0	1.8	-5.1	-10.9%
Europe											
Euro Stoxx 50 Pr	5,219	0.0	1.4	6.6	6.5	6.6	5.6	7.3	6.6	12.6	-0.8%
FTSE 100	8,502	-0.7	-0.0	4.0	4.3	4.0	3.1	2.6	4.0	11.4	-1.0%
CAC 40 Paris	7,928	0.4	2.8	7.4	7.8	7.4	5.7	5.5	7.4	3.8	-4.0%
DAX Germany	21,395	-0.1	2.4	7.5	7.1	7.5	9.9	16.2	7.5	26.1	-0.6%
MIB Italy	36,201	0.2	-0.2	5.9	6.0	5.9	4.1	7.1	5.9	19.2	-0.7%
Norway OSEBX	1,489	-0.9	-0.3	4.5	4.5	4.5	1.9	3.8	4.5	15.1	-1.4%
Asia											
MSCI Emerging Markets	1,090	0.8	0.9	1.4	0.7	1.4	-4.0	1.7	1.4	10.7	-8.7%
Japan - Nikkei 225	39,948	0.0	2.7	0.1	-0.8	0.1	5.4	6.1	0.1	11.7	-5.8%
Hang Seng	20,066	1.9	2.5	0.0	-0.1	0.0	-2.5	17.9	0.0	25.8	-13.7%
China CSI 300	3,833	0.8	0.5	-2.6	-3.7	-2.6	-3.1	12.4	-2.6	15.0	-13.9%
Australia	8,409	0.4	1.2	3.1	1.8	3.1	2.3	6.2	3.1	11.3	-1.2%
Taiwan	23,525	1.0	4.5	2.1	2.7	2.1	3.3	8.7	2.1	30.3	-3.7%
Korea	2,537	0.8	0.5	5.7	5.7	5.7	-0.8	-8.4	5.7	1.6	-12.4%
Singapore	3,804	-0.1	-0.2	0.4	0.9	0.4	5.9	11.0	0.4	20.4	-2.1%
Vietnam	1,265	0.4	1.3	-0.1	0.8	-0.1	0.8	2.3	-0.1	7.9	-3.1%
Indonesia	7,166	-0.9	0.2	1.2	1.2	1.2	-5.3	-1.0	1.2	-0.4	-9.4%
Malaysia	1,574	-0.2	0.4	-4.2	-3.3	-4.2	-2.8	-2.4	-4.2	4.5	-6.6%
Phillipines	6,296	-1.3	-0.9	-3.6	-3.6	-3.6	-13.9	-6.4	-3.6	-5.8	-17.2%

Nifty Sectors

27-Jan-25	Price	1 Day %	5 Day %	MTD %	1 Mo %	QTD %	3 Mo %	6 Mo %	YTD %	1 YR %	% from 52 Wk Hi
Nifty 50	23,092	-0.5	-0.5	-2.3	-3.0	-2.3	-4.5	-7.0	-2.3	8.1	-12.1%
Nifty Sectors											
Nifty Auto	22,171	-1.5	-2.7	-2.9	-4.0	-2.9	-6.8	-15.5	-2.9	19.1	-19.9%
Nifty Bank	48,368	-0.5	-0.4	-4.9	-5.7	-4.9	-4.8	-5.7	-4.9	7.8	-11.2%
NIFTY Private Bank	23,750	-0.5	0.3	-4.2	-4.7	-4.2	-5.6	-6.9	-4.2	3.0	-12.9%
Nifty PSU Bank	6,153	-1.4	-2.2	-5.9	-6.4	-5.9	-2.1	-15.4	-5.9	3.8	-23.6%
Nifty Financial Services	22,514	-0.5	-0.4	-4.3	-5.4	-4.3	-5.1	-3.4	-4.3	12.0	-10.7%
Nifty India Consumption	10,876	-0.6	-1.8	-4.3	-4.4	-4.3	-5.9	-7.5	-4.3	14.1	-16.7%
Nifty FMCG	56,069	0.5	0.5	-1.3	-0.7	-1.3	-4.8	-10.6	-1.3	1.5	-15.6%
Nifty Energy	33,264	-1.8	-4.1	-5.5	-5.1	-5.5	-14.8	-23.1	-5.5	-5.5	-26.1%
Nifty Infrastructure	8,244	-0.9	-1.9	-2.6	-3.0	-2.6	-5.4	-12.0	-2.6	7.7	-15.1%
Nifty IT	43,524	0.4	3.5	0.4	-0.5	0.4	3.5	6.2	0.4	19.3	-5.6%
Nifty Metal	8,439	-0.9	-1.0	-2.4	-3.2	-2.4	-6.7	-10.4	-2.4	9.3	-18.2%
Nifty Pharma	21,872	-2.1	-0.9	-6.6	-4.9	-6.6	-3.1	1.2	-6.6	24.8	-8.5%
Nifty Realty	854	-2.3	-9.1	-18.9	-20.3	-18.9	-12.4	-20.8	-18.9	3.6	-26.2%
Nifty Sectors & Themes											
Nifty Media	1,643	-2.6	-3.5	-9.6	-11.3	-9.6	-13.2	-20.8	-9.6	-23.0	-27.4%
Nifty CPSE	5,946	-1.1	-2.9	-2.3	-2.1	-2.3	-8.3	-19.0	-2.3	14.6	-22.4%
Nifty PSE	9,069	-1.5	-3.2	-4.9	-5.1	-4.9	-9.1	-20.5	-4.9	8.8	-23.2%
Nifty India Defence PR	6,105	-1.7	-4.6	-6.0	-7.6	-6.0	0.1	-18.4	-6.0	43.2	-26.5%
Nifty Commodities	8,027	-0.9	-0.9	-1.2	-1.6	-1.2	-8.4	-15.0	-1.2	3.8	-18.9%
Nifty MNC	27,136	-0.7	-0.8	-2.9	-2.8	-2.9	-6.9	-12.3	-2.9	13.5	-17.4%

S&P 500 Sectors

S&P 500 INDEX	Price	1 Day %	5 Day %	MTD %	1 Mo %	QTD %	3 Mo %	6 Mo %	YTD %	1 YR %	% from 52 Wk Hi
S&P 500 INDEX	6,101	-0.3	2.8	3.7	2.2	3.7	5.0	11.8	3.7	24.7	-0.4%
NASDAQ 100 STOCK INDX	21,774	-0.6	3.2	3.6	1.4	3.6	7.0	14.5	3.6	25.0	-1.6%
S&P GICS											
COMM SVC	363	1.1	5.2	6.1	4.3	6.1	15.1	24.8	6.1	35.3	-0.1%
CONS DISCRET	1,896	-0.5	2.5	3.5	0.9	3.5	17.7	28.3	3.5	37.6	-3.5%
CONS STAPLES	853	0.4	1.8	-0.0	-1.1	-0.0	-2.2	1.5	-0.0	10.9	-5.5%
ENERGY INDEX	694	-1.0	-2.1	6.0	7.4	6.0	0.5	-1.5	6.0	7.8	-8.2%
FINANCIALS INDEX	846	0.2	2.1	5.1	4.2	5.1	9.0	17.1	5.1	31.5	-1.3%
INFO TECH INDEX	4,688	-1.1	3.6	1.7	-0.5	1.7	3.4	11.8	1.7	30.3	-2.3%
INDUSTRIALS	1,194	-0.4	3.0	7.0	5.8	7.0	4.3	11.7	7.0	24.3	-2.0%
HEALTH CARE	1,682	0.1	2.2	4.8	3.8	4.8	-2.9	-3.7	4.8	3.7	-8.4%
MATERIALS INDEX	560	-0.2	1.4	5.8	4.7	5.8	-5.4	-2.7	5.8	7.7	-9.4%
REAL ESTATE	261	0.3	1.1	2.1	2.4	2.1	-5.5	2.2	2.1	8.0	-8.3%
UTILITIES INDEX	404	1.1	1.0	5.0	4.5	5.0	-1.0	11.8	5.0	29.9	-4.1%

Crude Oil, Commodities and Precious Metals

27-Jan-25	Price	1 Day %	5 Day %	MTD %	1 Mo %	QTD %	3 Mo %	6 Mo %	YTD %	1 YR %	% from 52 Wk Hi
Brent Crude	77.6	-1.1	-3.1	4.0	4.7	4.0	2.1	-4.3	4.0	-7.1	-16%
CRB Raw Industrials Index	548.7	0.4	-0.2	1.4	1.1	1.4	-0.6	0.9	1.4	0.5	-3%
BBG Cmdty ex-Prec Mtl	87.7	-0.2	-0.5	4.6	5.4	4.6	5.0	6.6	4.6	-0.9	-6%
CRB Metals Index	1,040.1	0.2	-2.1	0.8	0.3	0.8	-3.7	1.2	0.8	0.5	-9%
LME Copper	9,156.3	0.4	0.8	5.8	3.5	5.8	-2.3	2.0	5.8	8.1	-16%
LME Aluminum	2,633.7	0.7	-1.5	4.2	3.7	4.2	0.7	17.0	4.2	20.2	-3%
LME Nickel	15,462.1	0.0	-2.7	2.3	1.3	2.3	-3.6	-0.6	2.3	-5.8	-27%
LME Zinc	2,782.4	-0.7	-4.2	-5.8	-8.2	-5.8	-13.0	6.0	-5.8	7.8	-17%
LME Lead	1,901.6	-0.4	-2.0	-1.2	-3.1	-1.2	-6.8	-5.8	-1.2	-12.5	-17%
LME Tin	29,995.0	0.9	1.5	4.0	4.9	4.0	-3.2	1.4	4.0	13.9	-16%
SGX Iron Ore	104.8	-0.1	0.9	4.3	6.4	4.3	3.3	4.4	4.3	-10.5	-9%
Commodities											
Bloomberg Commodity Inde:	103.4	-0.0	-0.3	4.7	5.3	4.7	3.2	7.8	4.7	4.7	-4%
CRB Commodities Index	540.5	0.1	0.2	0.7	0.2	0.7	2.1	0.5	0.7	4.3	-2%
Lumber	9,156.3	0.4	0.8	5.8	3.5	5.8	-2.3	2.0	5.8	8.1	-16%
Palm Oil	4,488.0	0.4	1.1	-7.7	-8.3	-7.7	-4.3	12.4	-7.7	12.3	-17%
Wheat	544.0	-1.8	1.2	-1.4	1.7	-1.4	-6.4	-0.5	-1.4	-10.9	-24%
Cocoa	11,593.0	0.4	10.4	-0.7	-2.2	-0.7	71.6	40.9	-0.7	142.3	-10%
Commodities											
Bloomberg Grains Spot	228.84	-1.1	1.3	3.6	4.9	3.6	7.1	9.4	3.6	-4.3	-11%
Raw Sugar	19.02	1.8	3.3	-1.2	-2.7	-1.2	-14.3	6.2	-1.2	-22.2	-23%
Simex Iron Ore	101.65	0.1	0.1	-1.9	-1.8	-1.9	-2.0	-4.2	-1.9	-24.9	-25%
Gold U.S. & India											
Gold Spot $/Oz	2,768	-0.1	2.2	5.5	5.6	5.5	0.9	16.1	5.5	36.2	-0.8%
Gold India	80,105	0.6	1.6	5.5	5.9	5.5	2.7	16.2	5.5	28.5	0.0%
Silver Spot $/Oz	31	-0.2	-0.1	5.6	3.8	5.6	-9.4	9.5	5.6	31.5	-12.6%
NIPPON INDIA SILVER ETF	89	0.9	1.2	5.9	3.5	5.9	-4.3	11.1	5.9	26.5	-11.3%
Platinum Spot $/Oz	948.9	-0.3	0.2	4.6	2.5	4.6	-8.2	-0.4	4.6	1.8	-13.4%

Interest Rates and Inflation

27-Jan-25	Price	1 Day %	5 Day %	MTD %	1 Mo %	QTD %	3 Mo %	6 Mo %	YTD %	1 YR %
India G-Sec Yields										
10 Year India G-Sec	6.72	6.73	6.77	6.76	6.78	6.76	6.82	6.96	6.76	7.18
5 Year India G-Sec	6.65	6.67	6.72	6.72	6.73	6.72	6.75	6.91	6.72	7.10
3 Year India G-Sec	6.64	6.65	6.70	6.72	6.73	6.72	6.73	6.87	6.72	7.05
1 Year India G-Sec	6.60	6.61	6.64	6.68	6.68	6.68	6.59	6.83	6.68	7.16
3 Month India G-Sec	6.58	6.59	6.57	6.54	6.69	6.54	6.47	6.70	6.54	7.00
Repo Rate India	6.50	6.50	6.50	6.50	6.50	6.50	6.50	6.50	6.50	6.50
Spread 10-3Mo	0.14	0.14	0.19	0.22	0.09	0.22	0.35	0.26	0.22	0.18
India CPI										
India CPI Combined YoY	5.22			5.22	5.48	5.22	5.49	5.08	5.69	5.69
India WPI	2.37			2.37	1.89	2.37	1.91	3.43	0.86	0.86
India Core CPI	3.88			3.88	3.95	3.88	3.83	3.38	4.12	4.12
U.S. & China Yields & CPI										
U.S. 30 Year	4.81	4.85	4.86	4.78	4.82	4.78	4.50	4.45	4.78	4.37
U.S. 10 Year	4.59	4.62	4.63	4.57	4.63	4.57	4.24	4.19	4.57	4.14
U.S. 5 Year	4.40	4.43	4.43	4.38	4.46	4.38	4.06	4.07	4.38	4.04
U.S. 2 Year	4.26	4.27	4.28	4.24	4.33	4.24	4.10	4.38	4.24	4.35
U.S. 1 Year	4.16	4.16	4.21	4.15	4.23	4.15	4.30	4.81	4.15	N/A N/A
U.S. 3 MO T-BILL	4.18	4.31	4.30	4.32	4.33	4.32	4.64	5.30	4.32	N/A N/A
Federal Funds Target Rate - U	4.50	4.50	4.50	4.50	4.50	4.50	5.00	5.50	4.50	5.50
Spread 10-5	0.19	0.20	0.20	0.19	0.16	0.19	0.18	0.12	0.19	0.10
Spread 30-2	0.55	0.58	0.57	0.54	0.49	0.54	0.39	0.07	0.54	0.02
Spread 10-2	0.33	0.36	0.34	0.33	0.30	0.33	0.14	(0.19)	0.33	(0.21)
Spread 10-3mo	0.41	0.31	0.33	0.25	0.29	0.25	(0.40)	(1.10)	0.25	########
Spread Fed Funds Vs 1 Year	(0.34)	(0.34)	(0.29)	(0.35)	(0.27)	(0.35)	(0.70)	(0.69)	(0.35)	########
Bloomberg US Corporate Hig	2.56	2.56	2.62	2.87	2.82	2.87	2.89	3.03	2.87	3.33
Bloomberg Pan-European Hi	3.08	3.12	3.15	3.18	3.19	3.18	3.46	3.70	3.18	3.62
U.S. CPI	2.90			2.90	2.70	2.90	2.40	3.00	3.40	3.40
China CPI	0.10			0.1	0.2	0.1	0.4	0.2	-0.3	-0.3
Inflation Expectations 10 Yea	2.24			2.2	2.2	2.2	2.2	2.2	2.2	2.2
U.S. Dollar & INR										
USD INR	86.2	86.5	86.6	85.6	85.2	85.6	84.1	83.7	85.6	83.1
USD JPY Spot	155.5	156.0	155.6	157.2	157.9	157.2	153.3	154.0	157.2	147.5
XBT-USD Cross Rate	101,937.2	-2.5	-2.1	8.8	8.0	8.8	50.6	50.4	8.8	141.8
Dollar Index	107.6	107.4	109.3	108.5	108.0	108.5	104.3	104.3	108.5	103.4

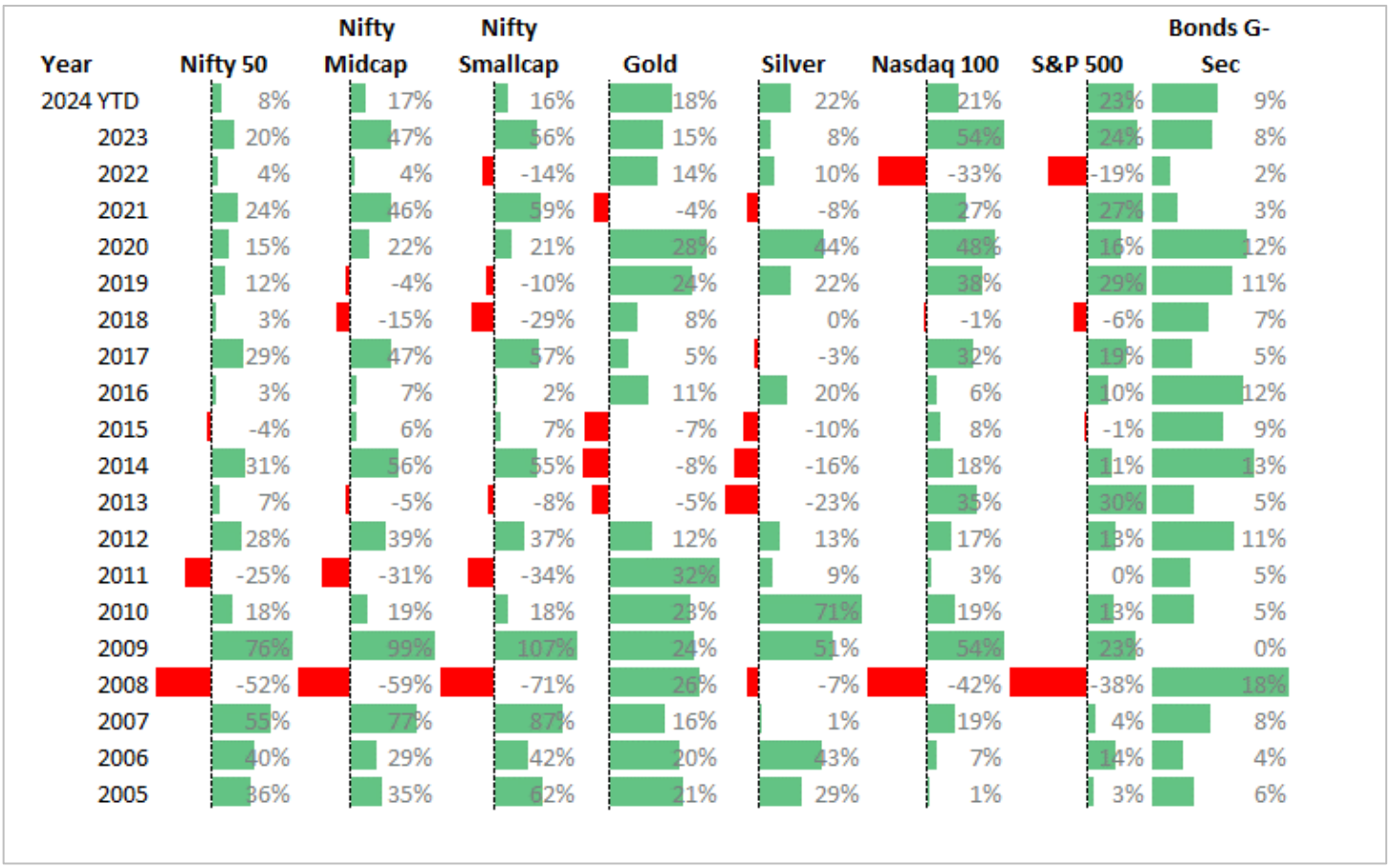
GDP

Description	2024 Q4	2024 Q3	2024 Q2	2024 Q1	2023 Q4	2023 Q3	2023 Q2	2023 Q1	2022 Q4	2022 Q3	2022 Q2	2022 Q1	2021 Q4
North America (%YoY)													
U.S.		2.7	3.0	2.9	3.2	3.2	2.8	2.3	1.3	2.3	2.5	4.0	5.7
Canada		1.5	1.1	0.8	1.2	0.9	1.6	2.4	2.3	4.2	5.7	4.6	5.5
Mexico		1.6	2.2	1.4	2.4	3.5	3.4	3.8	4.6	4.7	2.9	2.6	1.9
Western Europe (%YoY)													
Austria		(0.6)	(1.2)	(1.7)	(2.6)	(2.2)	(1.6)	2.8	2.5	2.7	6.6	9.8	6.4
Belgium		1.2	0.9	0.8	0.6	0.6	1.3	2.5	3.1	3.7	5.0	5.2	6.1
Denmark	3.1	3.1	3.7	2.3	4.8	2.3	1.5	1.5	(2.9)	0.6	2.3	6.6	10.4
Euro Area		0.9	0.5	0.4	0.1	-	0.6	1.4	2.0	2.8	4.1	5.5	5.5
Finland		0.3	(1.5)	(1.2)	(1.5)	(2.0)	(0.6)	(0.6)	(0.8)	1.0	2.3	3.5	2.9
France		1.2	0.9	1.4	1.2	0.8	1.3	1.1	0.9	1.4	3.7	4.6	5.2
Germany		(0.3)	(0.3)	(0.1)	(0.2)	(0.3)	-	0.2	0.2	1.4	0.8	3.4	2.1
Greece		2.5	2.6	1.6	2.3	2.0	3.4	1.6	4.1	4.4	7.0	8.0	10.5
Ireland		2.9	(3.2)	(4.8)	(9.1)	(8.4)	(3.9)	(0.2)	8.8	9.2	8.2	8.3	15.3
Italy		0.4	0.7	0.3	0.3	0.1	0.5	2.3	2.4	3.6	6.3	7.1	8.3
Netherlands		1.9	0.6	(0.7)	(0.6)	(0.9)	(0.5)	2.4	3.5	3.8	5.8	7.1	7.0
Norway		3.1	4.2	1.3	1.1	(3.0)	0.2	2.3	2.0	3.1	5.3	2.6	4.7
Portugal		1.9	1.6	1.4	2.1	1.8	2.9	3.3	3.6	5.0	7.7	12.2	7.2
Spain		3.4	3.2	2.6	2.3	2.2	2.4	3.9	4.6	6.1	7.3	6.9	6.7
Sweden		0.6	0.5	(0.0)	(0.1)	(0.5)	(0.4)	1.1	(0.7)	2.2	2.5	2.2	6.1
Switzerland		1.7	1.4	0.6	0.5	0.3	0.5	1.7	1.5	1.8	3.9	5.4	5.8
U.K.		1.0	0.7	0.3	(0.3)	0.3	0.5	0.9	1.5	2.7	4.3	11.5	9.5
Asia Pacific (%YoY)													
Australia		0.8	1.0	1.1	1.5	2.1	2.0	2.7	3.2	6.0	3.8	3.6	4.9
China		4.6	4.7	5.3	5.2	4.9	6.3	4.5	2.9	3.9	0.4	4.8	4.3
Hong Kong		1.8	3.2	2.8	4.3	4.2	1.6	2.8	(4.3)	(4.9)	(1.5)	(4.0)	4.7
India		5.4	6.7	7.8	8.6	8.1	8.2	6.2	4.3	5.5	12.8	4.5	5.5
Indonesia		4.9	5.0	5.1	5.0	4.9	5.2	5.0	5.0	5.7	5.5	5.0	5.0
Japan		0.5	(0.9)	(0.9)	0.7	1.1	1.7	2.4	0.3	1.4	1.4	0.7	1.6
Malaysia		5.3	5.9	4.2	2.9	3.1	2.8	5.5	7.4	14.4	8.9	5.1	3.5
New Zealand		(1.0)	(0.3)	1.3	0.5	0.5	2.9	3.3	3.8	7.8	1.0	0.6	2.5
Philippines		5.2	6.4	5.8	5.5	6.0	4.3	6.4	7.1	7.7	7.5	8.1	7.9
Singapore		5.4	3.0	3.0	2.2	1.0	0.5	0.5	2.4	4.2	4.6	4.2	7.9
South Korea		1.5	2.3	3.3	2.1	1.4	1.0	1.1	1.1	3.4	3.0	3.5	4.3
Sri Lanka		5.5	4.7	5.3	4.5	1.6	(3.0)	(10.7)	(12.4)	(11.2)	(5.3)	(0.6)	2.7
Taiwan		4.2	4.9	6.6	4.7	1.6	1.5	(3.5)	(0.4)	4.1	3.5	3.8	5.1
Thailand		3.0	2.2	1.6	1.7	1.4	1.8	2.6	1.3	4.4	2.4	1.9	1.9
Vietnam		6.8	6.4	5.7	5.0	4.2	3.7	3.3	8.0	8.8	6.4	5.0	2.6
Latin America (%YoY)													
Argentina		(2.1)	(1.7)	(5.2)	(1.2)	(0.7)	(5.3)	1.1	1.3	6.0	7.0	6.9	8.4
Brazil		4.0	3.3	2.6	2.4	2.4	3.8	4.4	2.7	4.3	3.5	1.5	1.5
Chile		2.3	1.6	2.5	0.4	0.6	(0.4)	0.3	(2.3)	0.5	4.4	6.3	11.7
Costa Rica		3.7	5.3	3.6	4.7	5.5	5.9	4.4	4.6	2.7	4.3	6.7	10.6
Peru		3.8	3.6	1.4	(0.2)	(0.8)	(0.4)	(0.3)	1.7	2.1	3.4	4.0	3.2
Eastern Europe (%YoY)													
Russia		3.1	4.1	5.4	4.9	5.7	5.1	(1.6)	(1.8)	(2.8)	(3.5)	3.7	6.1
Turkey		2.1	2.4	5.3	4.6	6.5	4.6	4.5	3.3	4.1	7.6	7.8	9.7
Ukraine			3.7	6.5	4.7	9.6	19.2	(10.3)	(31.4)	(30.6)	(36.9)	(14.9)	6.1
Middle East & Africa (%YoY)													
Bahrain			1.3	3.3	3.5	2.4	2.7	1.1	4.5	3.5	6.6	5.2	6.1
Israel		(1.0)	(2.7)	(0.6)	(4.9)	4.0	4.1	4.8	3.2	8.0	5.5	10.7	11.8
Egypt				2.1	2.2	2.6	2.9	3.7	3.7	4.2	3.2	5.0	7.6
Qatar			0.8	1.5	(0.0)	1.5	1.2	2.2	6.1	4.4	4.0	2.3	2.2
Saudi Arabia		2.8	(0.3)	(1.7)	(4.3)	(3.2)	1.7	3.2	5.6	8.0	9.1	7.5	8.4
South Africa		0.3	0.3	0.5	1.4	(1.0)	1.8	0.5	0.8	4.3	0.2	2.5	1.5
U.A.E.			3.3	3.2	(2.2)	3.5	3.6	9.4	11.8	4.2	5.6	5.9	6.1

Inflation

	12/2024	11/2024	10/2024	9/2024	8/2024	7/2024	6/2024	5/2024	4/2024	3/2024	2/2024	1/2024
North America (%YoY)												
U.S.		2.7	2.6	2.4	2.5	2.9	3.0	3.3	3.4	3.5	3.2	3.1
Canada		1.9	2.0	1.6	2.0	2.5	2.7	2.9	2.7	2.9	2.8	2.9
Mexico		4.5	4.8	4.6	5.0	5.6	5.0	4.7	4.7	4.4	4.4	4.9
Western Europe (%YoY)												
Denmark		1.6	1.6	1.3	1.4	1.1	1.8	2.2	0.8	0.9	0.8	1.2
Euro Area		2.2	2.0	1.7	2.2	2.6	2.5	2.6	2.4	2.4	2.6	2.8
Finland		1.0	1.1	0.8	1.2	1.0	1.3	1.5	1.9	2.2	3.0	3.3
France		1.3	1.2	1.1	1.8	2.3	2.2	2.3	2.2	2.3	3.0	3.1
Germany		2.2	2.0	1.6	1.9	2.3	2.2	2.4	2.2	2.2	2.5	2.9
Greece		2.4	2.4	2.9	3.0	2.7	2.3	2.4	3.1	3.2	2.9	3.1
Iceland	4.8	4.8	5.1	5.4	6.0	6.3	5.8	6.2	6.0	6.8	6.6	6.7
Italy		1.3	0.9	0.7	1.1	1.3	0.8	0.8	0.8	1.2	0.8	0.8
Netherlands		4.0	3.5	3.5	3.6	3.7	3.2	2.7	2.7	3.1	2.8	3.2
Norway		2.4	2.6	3.0	2.6	2.8	2.6	3.0	3.6	3.9	4.5	4.7
Portugal		2.5	2.3	2.1	1.9	2.5	2.8	3.1	2.2	2.3	2.1	2.3
Spain		2.4	1.8	1.5	2.3	2.8	3.4	3.6	3.3	3.2	2.8	3.4
Sweden		1.6	1.6	1.6	1.9	2.6	2.6	3.7	3.9	4.1	4.5	5.4
Switzerland		0.7	0.6	0.8	1.1	1.3	1.3	1.4	1.4	1.0	1.2	1.3
U.K.		2.6	2.3	1.7	2.2	2.2	2.0	2.0	2.3	3.2	3.4	4.0
Asia Pacific (%YoY)												
Australia				2.8			3.8			3.6		
China		0.2	0.3	0.4	0.6	0.5	0.2	0.3	0.3	0.1	0.7	(0.8)
Hong Kong	1.4	1.4	1.4	2.2	2.5	2.5	1.5	1.2	1.1	2.0	2.1	1.7
India		5.5	6.2	5.5	3.7	3.6	5.1	4.8	4.8	4.9	5.1	5.1
Indonesia		1.5	1.7	1.8	2.1	2.1	2.5	2.8	3.0	3.0	2.8	2.6
Japan	2.9	2.9	2.3	2.5	3.0	2.8	2.8	2.8	2.5	2.7	2.8	2.2
Malaysia	1.8	1.8	1.9	1.8	1.9	2.0	2.0	2.0	1.8	1.8	1.8	1.5
Philippines		2.5	2.3	1.9	3.3	4.4	3.7	3.9	3.8	3.7	3.4	2.8
Singapore			1.4	2.0	2.2	2.4	2.4	3.1	2.7	2.7	3.4	2.9
South Korea		1.5	1.3	1.6	2.0	2.6	2.4	2.7	2.9	3.1	3.1	2.8
Taiwan		2.1	1.7	1.8	2.4	2.5	2.4	2.2	1.9	2.2	3.1	1.8
Thailand		0.9	0.8	0.6	0.4	0.8	0.6	1.5	0.2	(0.5)	(0.8)	(1.1)
Vietnam		2.8	2.9	2.6	3.5	4.4	4.3	4.4	4.4	4.0	4.0	3.4
Latin America & Caribbean (%												
Argentina		166.0	193.0	209.0	236.7	263.4	271.5	276.4	289.4	287.9	276.2	254.2
Brazil		4.9	4.8	4.4	4.2	4.5	4.2	3.9	3.7	3.9	4.5	4.5
Chile		4.2	4.7	4.1	4.7	4.6	4.2	4.1	4.0	3.7	4.5	3.8
Colombia		5.2	5.4	5.8	6.1	6.9	7.2	7.2	7.2	7.4	7.7	8.4
Paraguay		3.4	3.6	4.1	4.3	4.4	4.3	4.4	4.0	3.6	2.9	3.4
Peru		2.3	2.0	1.8	2.0	2.1	2.3	2.0	2.4	3.1	3.3	3.0
Venezuela			23.6	25.8	35.5	43.6	51.4	59.2	64.9	67.8	75.9	107.4
Eastern Europe (%YoY)												
Poland		4.7	5.0	4.9	4.3	4.2	2.6	2.5	2.4	2.0	2.8	3.7
Russia		8.9	8.5	8.6	9.1	9.1	8.6	8.3	7.8	7.7	7.7	7.4
Turkey		47.1	48.6	49.4	52.0	61.8	71.6	75.4	69.8	68.5	67.1	64.9
Ukraine		11.2	9.7	8.6	7.5	5.4	4.8	3.3	3.2	3.2	4.3	4.7
Middle East & Africa (%YoY)												
Egypt		25.5	26.5	26.4	26.2	25.7	27.5	28.1	32.5	33.3	35.7	29.8
Ethiopia	16.9	16.9	16.1	17.5	17.2	18.6	19.9	23.3	23.3	26.2	28.2	29.4
Israel	3.4	3.4	3.5	3.5	3.6	3.2	2.9	2.8	2.8	2.7	2.5	2.6
Kuwait			2.4	2.8	2.9	3.0	2.8	3.2	3.2	3.0	3.4	3.3
Mauritius		3.4	3.4	3.1	2.7	2.7	2.2	2.9	3.4	5.0	6.2	5.2
Nigeria		34.6	33.9	32.7	32.2	33.4	34.2	34.0	33.7	33.2	31.7	29.9
Oman			0.8	0.4	1.1	1.5	0.7	0.9	0.4	0.2	-	(0.1)
Qatar				0.8	1.2	0.2	1.0	0.9	0.7	1.0	2.7	3.0
Saudi Arabia	2.0	2.0	1.9	1.7	1.6	1.5	1.5	1.6	1.6	1.6	1.8	1.6
South Africa		2.9	2.8	3.8	4.4	4.6	5.1	5.2	5.2	5.3	5.6	5.3

Asset Class Annual Returns



Year	Nifty 50	Nifty Midcap	Nifty Smallcap	Gold	Silver	Nasdaq 100	S&P 500	Bonds G-Sec
2024 YTD	8%	17%	16%	18%	22%	21%	23%	9%
2023	20%	47%	56%	15%	8%	54%	24%	8%
2022	4%	4%	-14%	14%	10%	-33%	-19%	2%
2021	24%	46%	59%	-4%	-8%	27%	27%	3%
2020	15%	22%	21%	28%	44%	48%	16%	12%
2019	12%	-4%	-10%	24%	22%	38%	29%	11%
2018	3%	-15%	-29%	8%	0%	-1%	-6%	7%
2017	29%	47%	57%	5%	-3%	32%	19%	5%
2016	3%	7%	2%	11%	20%	6%	10%	12%
2015	-4%	6%	7%	-7%	-10%	8%	-1%	9%
2014	31%	56%	55%	-8%	-16%	18%	11%	13%
2013	7%	-5%	-8%	-5%	-23%	35%	30%	5%
2012	28%	39%	37%	12%	13%	17%	13%	11%
2011	-25%	-31%	-34%	32%	9%	3%	0%	5%
2010	18%	19%	18%	23%	71%	19%	13%	5%
2009	76%	99%	107%	24%	51%	54%	23%	0%
2008	-52%	-59%	-71%	26%	-7%	-42%	-38%	18%
2007	55%	77%	87%	16%	1%	19%	4%	8%
2006	40%	29%	42%	20%	43%	7%	14%	4%
2005	36%	35%	62%	21%	29%	1%	3%	6%

Ambit Global Private Client - Asset Allocation & Investment Committee

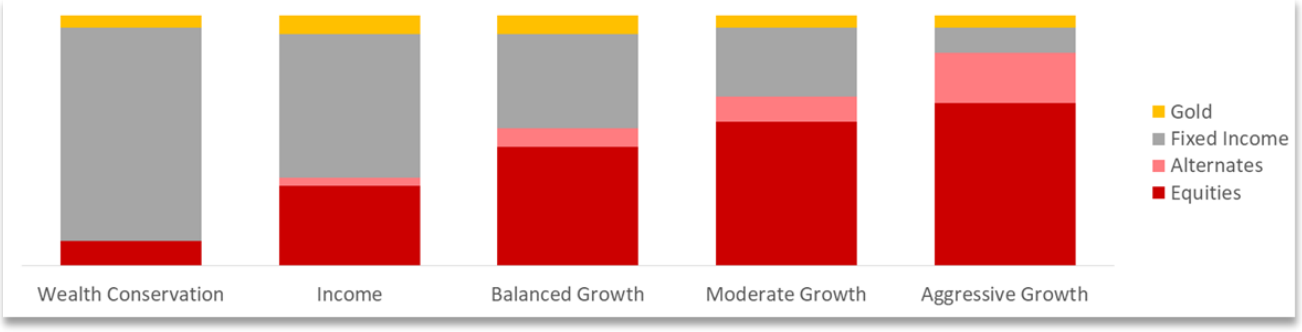
The Ambit GPC Asset Allocation & Investment Committee (AAIC) is a group comprised of the CEO, Head of Products and Alternates, Chief Investment Strategist and Head of Fixed Income (listed below). The team has over 100 years of collective investment experience in markets. The AAIC meets monthly and as necessary during periods of market volatility to discuss the economy and markets. The committee determines the investment outlook that guides our advice to clients. The AAIC continually monitors developing economic and market conditions, reviews tactical outlooks and recommends asset allocation model changes, as well as analysis, investment commentary, portfolio recommendations and reports.

Tactical Allocation Weights Vs Strategic

Asset Class Pairs	Model Score											View
	-5	-4	-3	-2	-1	0	1	2	3	4	5	
	← Under-Weight					Strategic/Neutral					Over-Weight →	
Equities							◆					**Over-Weight**
India Equities – Large							◆					Slight Over-Weight
India Equities – Mid & Small							◆					Slight Over-Weight
U.S. Equities						◆						Strategic Weight O/W Tech
Europe Equities				◆								Under-Weight
Emerging Markets					◆							Selectively Positive
Hedge Funds						◆						Strategic-Weight
Long Short (Absolute Return)								◆				Over-Weight
Fixed Income					◆							**Under-Weight**
Duration						◆						Selectively Positive
Accrual						◆						Selectively Positive
Credit Risk						◆						Selectively Positive
InvITs								◆				Over-Weight
REITs								◆				Over-Weight
Alternates						◆						**Strategic Weight**
Private Unlisted						◆						Strategic Weight
Precious Metals							◆					**Strategic Weight**
Gold							◆					Slight Over-Weight
Silver								◆				Tactical O/W

Wealth Profiles - Summary

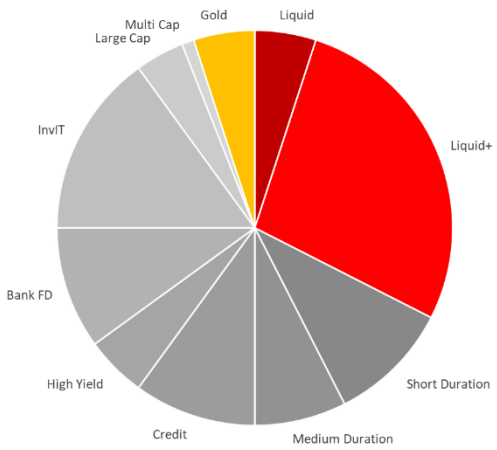
Strategic Asset Class Weights by Profile



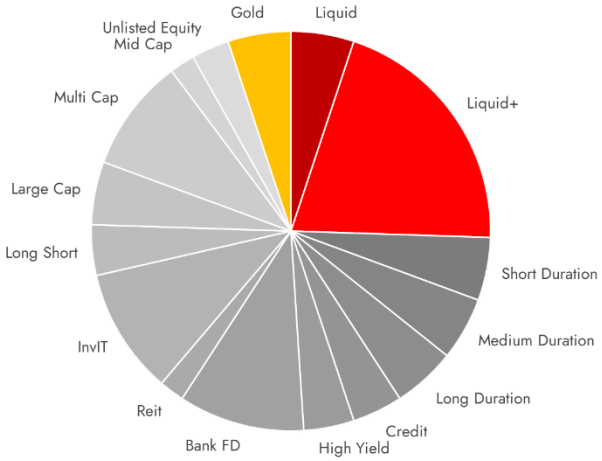
Ambit GPC Wealth Profiles - Strategic Weights

The Ambit GPC Asset Allocation & Investment Committee (AAIC) provide guidance on asset allocation via our wealth profile models below. The models are listed on a scale of rising return and rising risk and represent the most common investor profiles that we base our portfolio construction around.

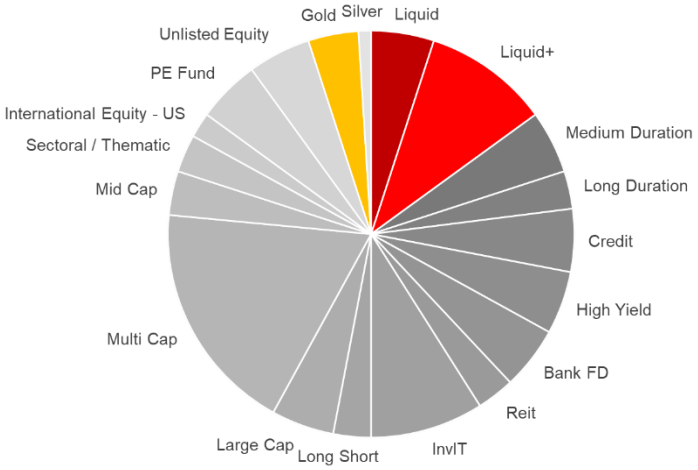
Wealth Conservation



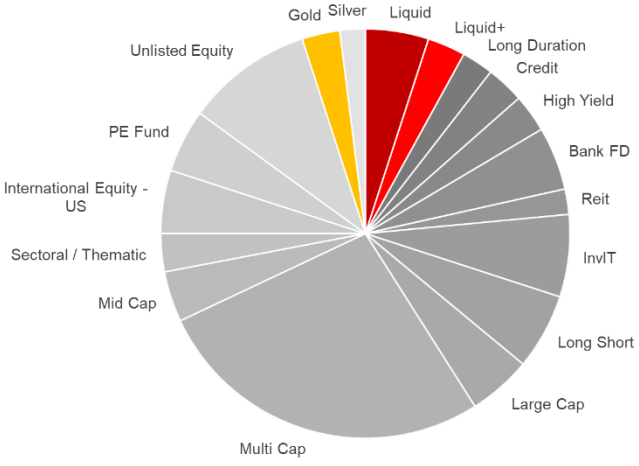
Income



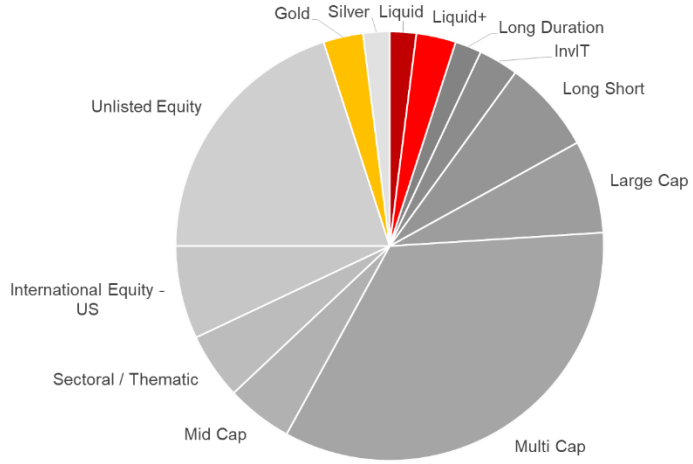
Balanced Growth



Moderate Growth



Aggressive Growth

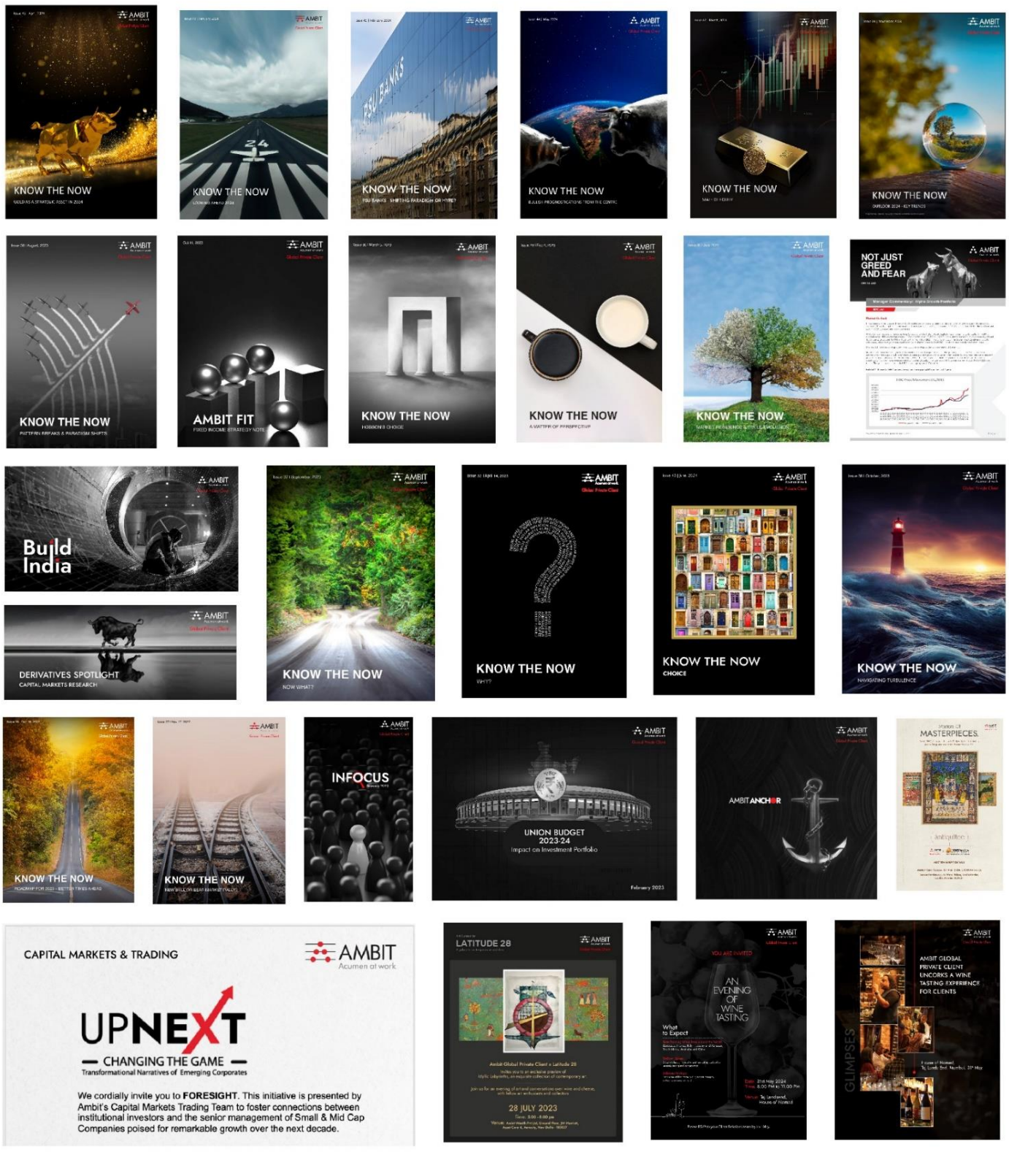


Tactical Asset Class Rationale

Equities	Over Weight	Rationale
India Equities	Marginally above Neutral	We reduced our equity exposure to essentially neutral in early and late October 2024, as we highlighted a slowing domestic economy as a key concern. Markets have sold off aggressively since then, largely driven by FIs. Policy response will drive market action. We prefer staggered, *selective* deployment strategies into equities. We prefer predictable, dominant business models, with earnings visibility, riding structural trends, at reasonable valuations.
U.S. Equities	Market Weight, O/W Tech	Indian HNI portfolios are dramatically underweight U.S. equities. Diversification provides strong portfolio optimization benefits, particularly the Nasdaq and MAG 7. U.S. equities have dramatic barriers to entry and global leadership, with an emerging AI wave. We recommend staggered accumulation.
Europe	Under Weight	Growth in India, emerging and U.S. markets is likely to outpace European growth over the medium to longer term. Structural issues related to debt, immigration, growth.
Emerging Markets	Selectively Positive	Emerging markets such as Vietnam and Taiwan are attractive long term growth stories. Taiwan is well poised to ride the AI innovation wave. China is showing signs of stimulus response, and worth keeping an eye on.
Hedge Funds	Marginal Under Weight	Hedged portfolios provide an attractive complement to equity portfolios, providing a diversifying non-correlated asset class that enhances risk adjusted return. We are under-weight given attractive opportunities in other sub-asset categories.
Long Short (Absolute Return)	Over Weight	Long short funds have consistently delivered post-tax 8% returns are a worthy consideration for portfolios. Due to the sharp rally the environment is favourable for L/S strategies. We remain marginally over weight.
Fixed Income	**Under Weight**	**Rationale**
Duration	Selectively Over-Weight	Duration portfolio offers a good opportunity for taking advantage of the expected rate cuts post the Inflation Release. Expected rate cuts and action from RBI offer an opportunity to add duration to the portfolio. Although, challenge of timing the duration remains both while entering and exiting the strategy; therefore, we prefer a selective, well-researched approach with strong due diligence.
Accrual	Selectively Positive	Accrual space offers good opportunity to lock in yields. Investors will enjoy good returns based on their ability to lock in spreads in quality papers available currently. Dual advantage of constant high spread and roll down will result in good returns. The near and belly of the curve offers good options for investors.
Credit Risk	Selectively Positive	Rich pickings are available in credit space of lesser understood / lesser known issuers and they offer attractive risk reward opportunities for risk savvy investors. Post RBI change in norms for NBFCs, spread widening for certain subsectors is likely. While there could be higher returns, they will come with higher risks too and investors are cautioned to be mindful of same while taking advantage of richer pickings available.
REITs	Selectively Over Weight	Real estate investment trusts (REITs) lagged in 2020 and 2021 due to the impact of Covid on retail and urban office space. However, REITs recovered in 2022. During an uncertain and inflationary environment, REITs offer an attractive inflation hedge that provides

		exposure to fixed assets. We recommend exposure be considered only with strong due diligence on a case by case bottom up basis.
InvITs	**Over Weight**	Infrastructure Investment trusts offer an attractive opportunity to invest in diversified portfolio of assets generating an attractive yield through regular income distribution
Alternate	**Strategic Weight**	**Rationale**
Private Unlisted	**Selectively Positive**	We are selectively positive and expect significant value and wealth creation in the unlisted space in India primarily led by Technology, Financial and New Age Consumption companies. Our Direct Deal Thesis focuses on late stage companies with significant market share & profitability and our Manager Selection in early stage investments focuses on fund managers with established track record across cycles.
Precious Metals	**Strategic Weight**	**Rationale**
Gold	**Marginal Over-Weight**	We are marginally over-weight in Gold as a hedge against inflation, debasement of the US dollar, and concerns on the ever increasing US debt.
Silver	**Tactical**	We are over-weight Silver as a tactical call, on the rising demand for the metal in industrial production, demand outstripping supply and the Gold/Silver Ratio being much higher than the historical long-term average.

Ambit GPC Publications



Ambit Global Private Client – Asset Allocation & Investment Committee

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Sources: All sources unless otherwise noted are Bloomberg, NSE.