

PAISA VASOOL

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Gaurav Goel

Let's Begin....



LAMOKSH INVESTMENTS

THE MONTH THAT WAS



ON A ROLL

- US equity markets are recoding new highs. The bullish sentiments are spread across the board. Russell 2000, which was a laggard earlier, has also gained momentum. US markets are now at almost 47% of the global market cap vs 30% in 2011.
- This positivity is pleasantly not coming at the cost of economic sluggishness. The economy is growing well and Federal Reserve has done well to tame inflation. Fed has been resolute and has not given to the demand for rate cuts earlier than desired. This led to a spike in 10 year yield curve.
- Other large economies across the globe have also done reasonably well. The only exception has been China where problems persist.
- Japan's Nikkei has been a global bright spot and crossed a level of 39000 after a gap of 35 years. It is still looking good. Prior to 1989 Japan was in a massive equity bubble. Ageing population, low growth, low inflation, weak currency and negative interest rates all contributed to the multi decadal stagnation.
- Commodities presented a mixed picture in February. Cotton surged by 20%, Coal by 11% and Brent Oil by 6%. On the other hand Uranium corrected by 10%.
- Cryptocurrencies led by Bitcoin catapulted to near all time highs as it gained massive 42% in February. Dollar index DXY was flat in February as well in last 1 year. Indian Rupee has been the best G20 currency year till date due to reduction in current account deficit and strong forex reserves.



ALL ROUND RECOVERY

US Indices

Performance across time frames in last 1 year

■ Dow Jones ■ S&P 500 ■ NASDAQ ■ Russell 2000

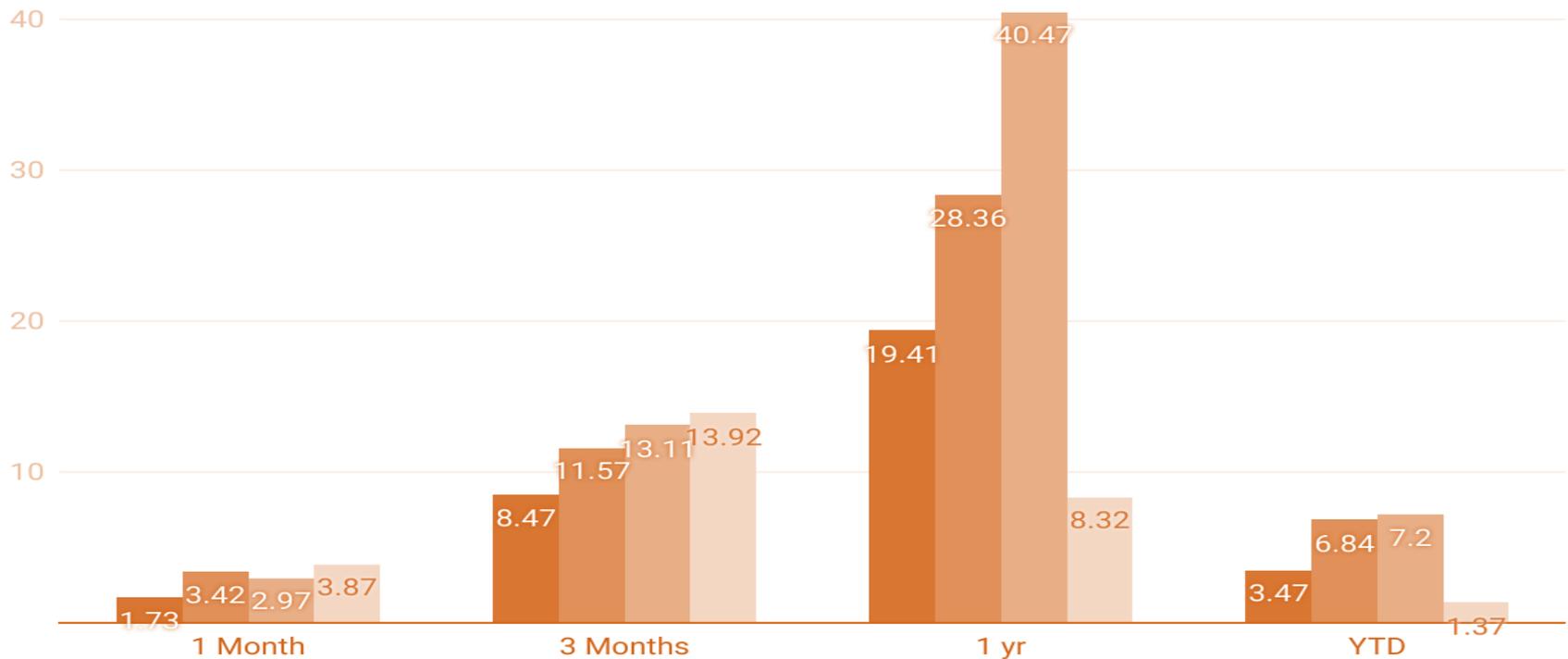


Chart: Gaurav Goel • Source: Lamoksh Investments • Created with Datawrapper



US 10 YEAR YIELD CURVE

US 10 Year Note Bond Yield



source: tradingeconomics.com



OPTIMISIM

Global Markets

Monthly and Yearly Performance

Month Year



Key Global Economies

Chart: Gaurav Goel • Source: Lamoksh Investments • Created with Datawrapper



NIKKEI 225 (JAPAN) EQUITY CHART

Japan Stock Market Index (JP225) 40301 +1134.8 (+2.9%)



COMMODITIES & CURRENCIES

Commodity	Month	Year
Cotton	19.79%	20.09%
Coal	11.02%	-31.77%
Brent	6.75%	-2.16%
Palm Oil	5.61%	-7.43%
Coffee	0.95%	5.69%
Copper	0.51%	-5.83%
Silver	0.43%	9.00%
Gold	0.38%	11.46%
Aluminium	-2.22%	-8.53%
Steel	-2.75%	-11.23%
Wheat	-4.30%	-19.47%
Soybean	-4.52%	-24.81%
Uranium	-10.38%	83.57%

Commodities

Currency Pair	Description	Month	Year
BTCUSD	BITCOIN	42.27%	162.10%
USDRUB	Russian Ruble	2.24%	21.61%
USDJPY	Japanese Yen	1.90%	10.35%
USDSGD	Singapore Dollar	0.39%	-0.23%
USDBRL	Brazilian Real	0.37%	-5.09%
USDCNY	Chinese Yuan	0.22%	3.80%
DXY	Dollar Index	0.17%	-0.88%
EURUSD	EURO	-0.18%	2.23%
USDINR	Indian Rupee	-0.34%	0.26%
GBPUSD	British Pound	-0.61%	5.07%
AUDUSD	Australian Dollar	-1.51%	-3.24%

Currencies



INDIA: GDP GROWTH IMPRESSIVE

- Equity markets in India continued the strong positive momentum in February. Nifty Smallcap index, though expensive on valuations, posted gains of more than 2% in February. Nifty Bank was up by 1.5%. Other benchmark indices also recorded gains.
- We remain extremely constructive on Indian equity markets in long run. Indian economy is headed in the right direction. GDP growth is impressive at 8.4% in Q3 of this FY. RBI Governor expects GDP growth to touch 8% in FY 23-24 and sustained momentum in the year thereafter.
- The valuations in short term are expensive in small and midcap space though. Banking sector appears most attractive on valuation front.
- 10 Year G-sec yield is trading around 7.05% and trending lower. Lower liquidity remains a bit of a concern. RBI meeting in February kept the interest rates static.
- The total GST collection for the current fiscal stands at 18.4 lac crore. This is 11% higher than the mop-up for the same period during the last fiscal.
- Indian Forex reserves stand at USD 616.1 bn. Deposit growth is at 13.6% vs 13.2% previously. Loan growth remains impressive at 20.3%.



SHINING

Indian Benchmark Indices

Performance Chart Across Multiple Tenors

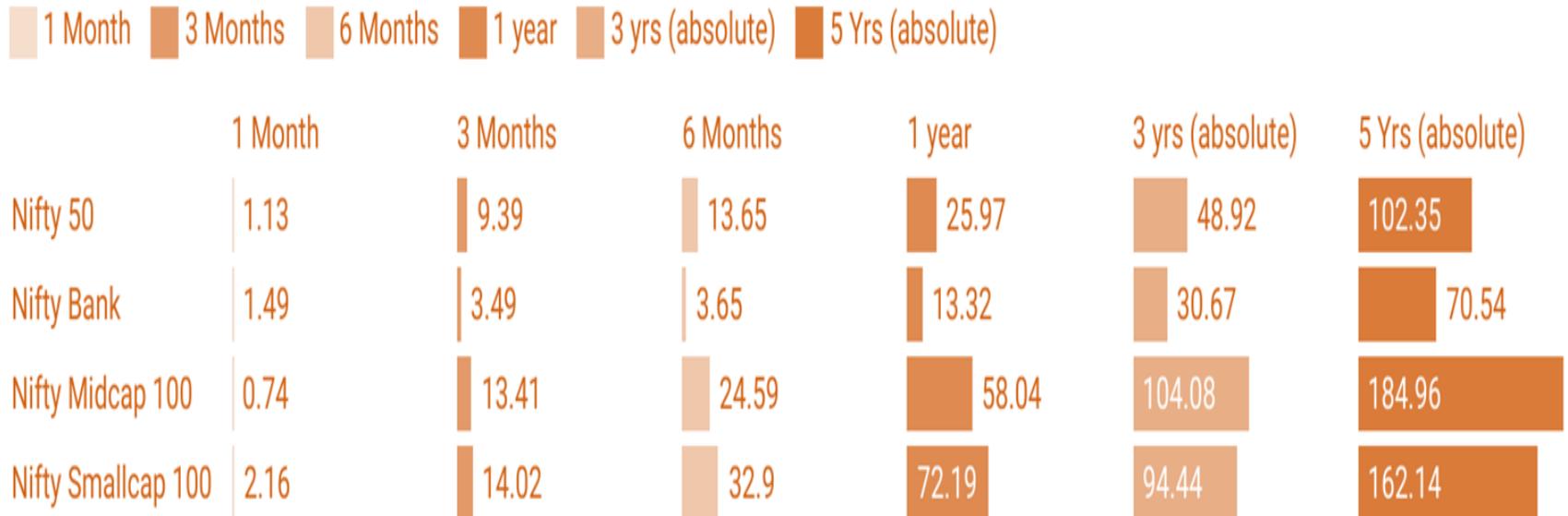


Chart: LaMoksh Investments • Source: Gaurav Goel • Created with Datawrapper



SECTORAL PERFORMANCE

Sectoral Performance

Equity Markets

1 Month
 1 Year
 3 yrs
 5 yrs

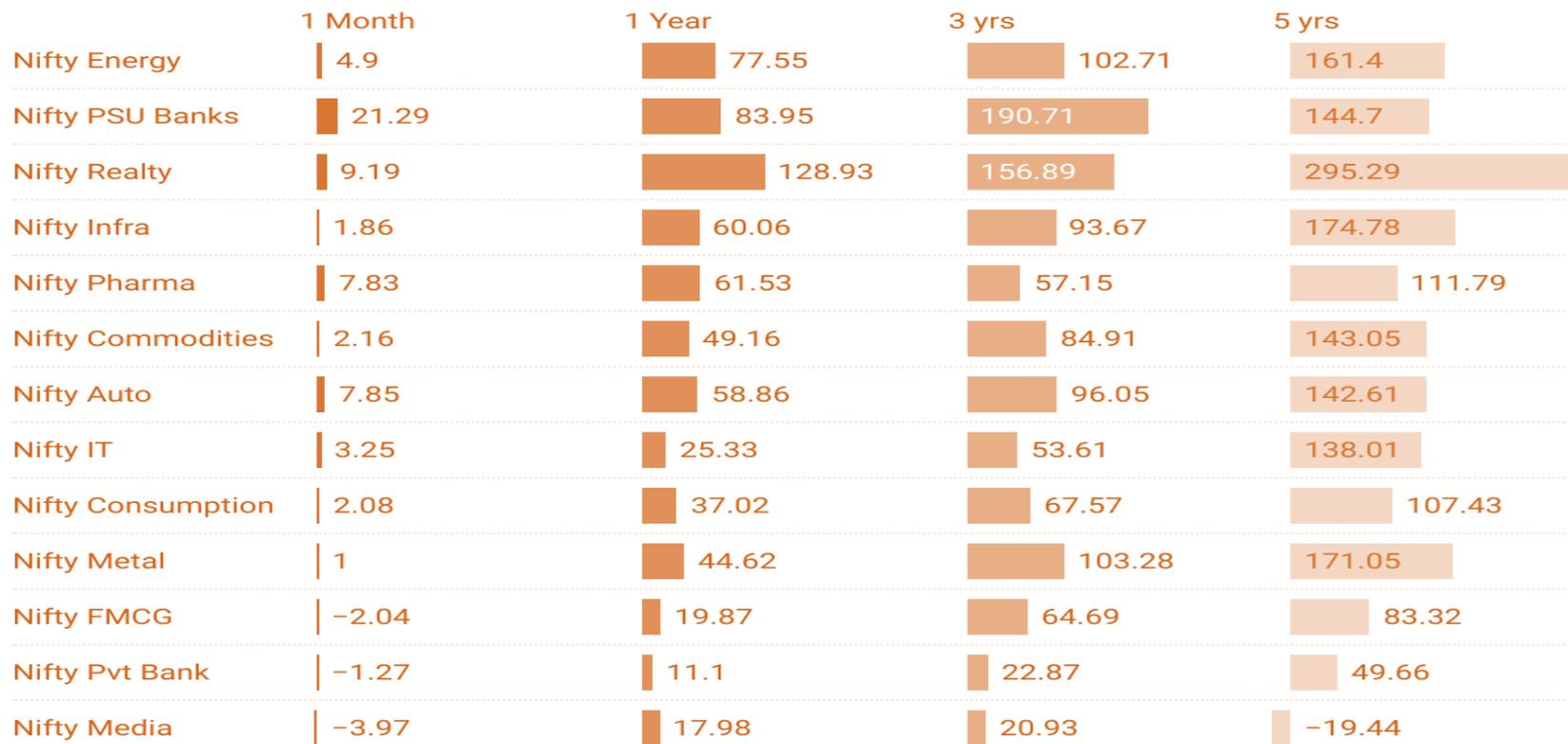


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INDEX VALUATIONS

Index	Fall from 52 W Peak	EPS	PE	PB	Valuation Verdict
Nifty 50	-0.64%	968.00	22.71	3.90	Slightly Expensive
Nifty Bank	-5.17%	3012.50	15.31	2.70	Under Valued
Nifty Midcap 100	-0.54%	1929.00	25.06	3.90	Expensive
Nifty Smallcap 100	-0.39%	543.00	29.42	3.90	Over Expensive



INDEX FORWARD VALUATIONS

Index	1 Yr Fwd EPS	1 Yr Fwd PE	2 Yr Fwd EPS	2 Yr Fwd PE
Nifty 50	1113.2	19.7	1280.2	17.2
Nifty Bank	3464.4	13.3	3984.0	11.6
Nifty Midcap 100	2218.4	21.8	2551.1	18.9
Nifty Smallcap 100	624.5	25.6	718.1	22.2



BOND MARKET: YIELDS DECLINE

India 10Y Bond Yield



source: tradingeconomics.com



US VS INDIAN EQUITY MARKETS

Performance Comparison Chart

Indian Indices Vs US Indices

■ 1 Month ■ 1 year



Chart: Lamoksh Investments • Source: Gaurav Goel • Created with Datawrapper



INDIAN CURRENCY LEVEL

Currency Pair	Description	Exchange Rate
USDINR	US Dollar	82.91
EURINR	Euro	89.96
GBPINR	British Pound	105.01
JPYINR	Japanese Yen	0.56
CNYINR	Chinese Yuan	11.53
AUDINR	Australian Dollar	54.09
SGDINR	Singapore Dollar	61.69



CRYSTAL BALL

- We remain bullish on India over long term. Valuations clearly indicate our preference for large cap bluechip stocks over small & midcap stocks. We find Nifty Bank to be the cheapest and is a clear buy.
- We remain sceptical, but not worried in short term particularly in smallcap stocks. Absence of negative triggers negate the worries, if any. We believe that FII inflows will increase substantially in next 1 year on the back of strong fundamentals and robust economic growth in India.
- Real Estate in India will continue to do well. Indian Rupee will do much better than its peers.
- US stocks are poised for substantial growth in next few years as lower interest rates would help growth while FED will ensure 2% inflation target is achieved.
- Japan will continue its upward surge. China is the only large global superpower which is facing significant headwinds. Economy is still struggling. However, valuations are attractive which will prevent significant downside.
- Precious metals Gold and Silver look attractive over medium to long term. We are positive on commodities like aluminium and copper. Bitcoin may reach near 100,000 USD levels on strong momentum.



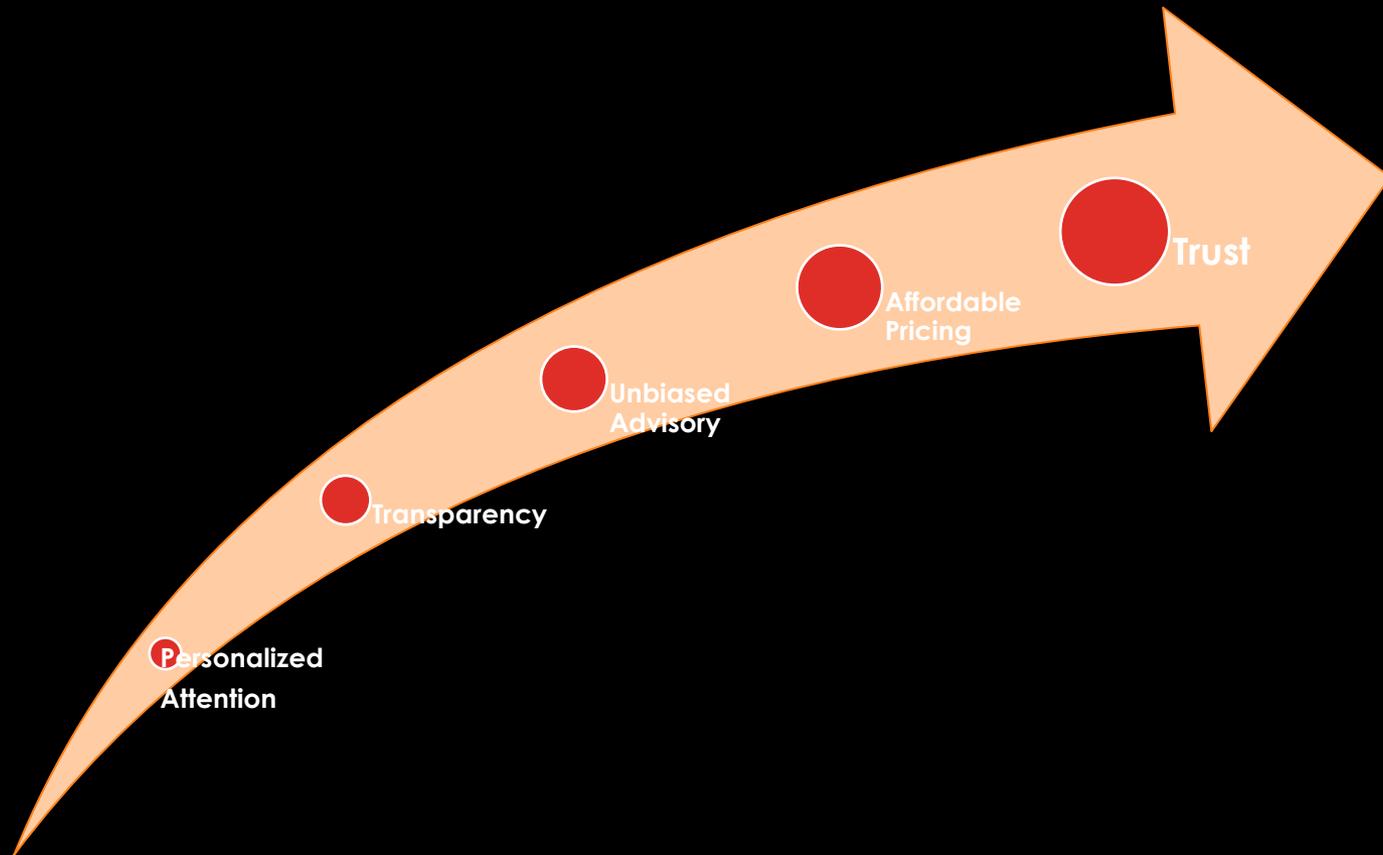
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[TTPS://LAMOKSHINVESTMENTS.SMALLCASE.COM](https://lamokshinvestments.smallcase.com)

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OUR COMMITMENT



PHILOSOPHY IN QUOTES

Warren Buffet:

Someone's sitting in the shade today because someone planted a tree a long time ago.

Sir John Templeton:

The four most famous words in investing are: this time it's different.

Charlie Munger:

The big money is not in the buying & the selling....but in the waiting!

Warren Buffet:

It's only when the tide goes out that you discover who's been swimming naked.



YOURS TRULY

- Around 2 decades of domestic and international experience in the financial sector.
- Worked with Barclays Wealth, IIFL Wealth and ICICI Bank Private Banking.
- Post Graduate Degree in International Business from IIFT, New Delhi.
- Certified NISM Series X-A and X-B Investment Adviser Examination.
- SEBI RIA Registration Number:INA100014426



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