

PAISA VASOOL

June 2025 Newsletter

Content

TrumpET Blows Hard	1
Rally Continues	2
Upward Trend	2
US GDP-Declining Growth	3
US Inflation: Static	3
US 10 Yr Yield Curve: Inches Down	4
Dollar Nosedives	4
India: RBI Pushes For Growth	5
Good gains	6
Sectoral Performance	6
Index Valuations	7
Index Forward Valuations	7
US Vs Indian Equity markets	8
India GDP Yearly Growth Chart	8
Indian Inflation: Easing Slowly	9
India 10 Year G-Sec Yield Curve: Falling	9
Indian Currency Levels	10
Crystal Ball	11

TrumpET Blows Hard

1 U.S. Commerce Secretary Howard Lutnick said President Trump is preparing to finalize a series of trade deals over the next two weeks ahead of a July 9 deadline, when higher tariffs paused in April could be reinstated. "We're going to do top 10 deals, put them in the right category, and then these other countries will fit behind,"

2 Fed Chair Powell said he expects the impact of tariffs to show up in coming months but also highlighted that a majority of Fed officials believe it will be appropriate to cut interest rates later this year.

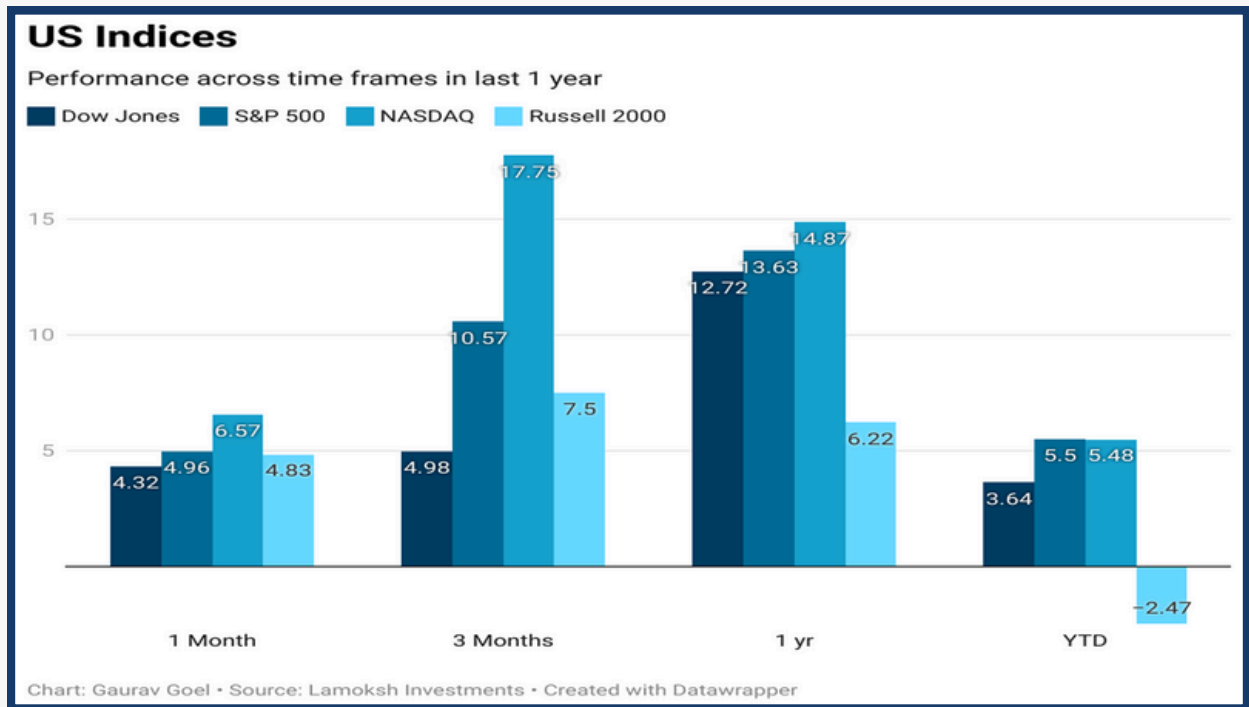
3 The US trade gap widened to \$71.5 billion in May 2025 from a downwardly revised \$60.3 billion gap in April. Exports fell 4% to \$279 billion from a record high of \$290.5 billion in April.

4 Non-farm payrolls rose by 147K in June, well above expectations of a 110K gain, while the unemployment rate unexpectedly dropped back to 4.1%. The ISM Manufacturing PMI edged up to 49 in June 2025 from 48.5 in May, compared to forecasts of 48.8, signaling economic activity in the manufacturing sector contracted for the fourth consecutive month.

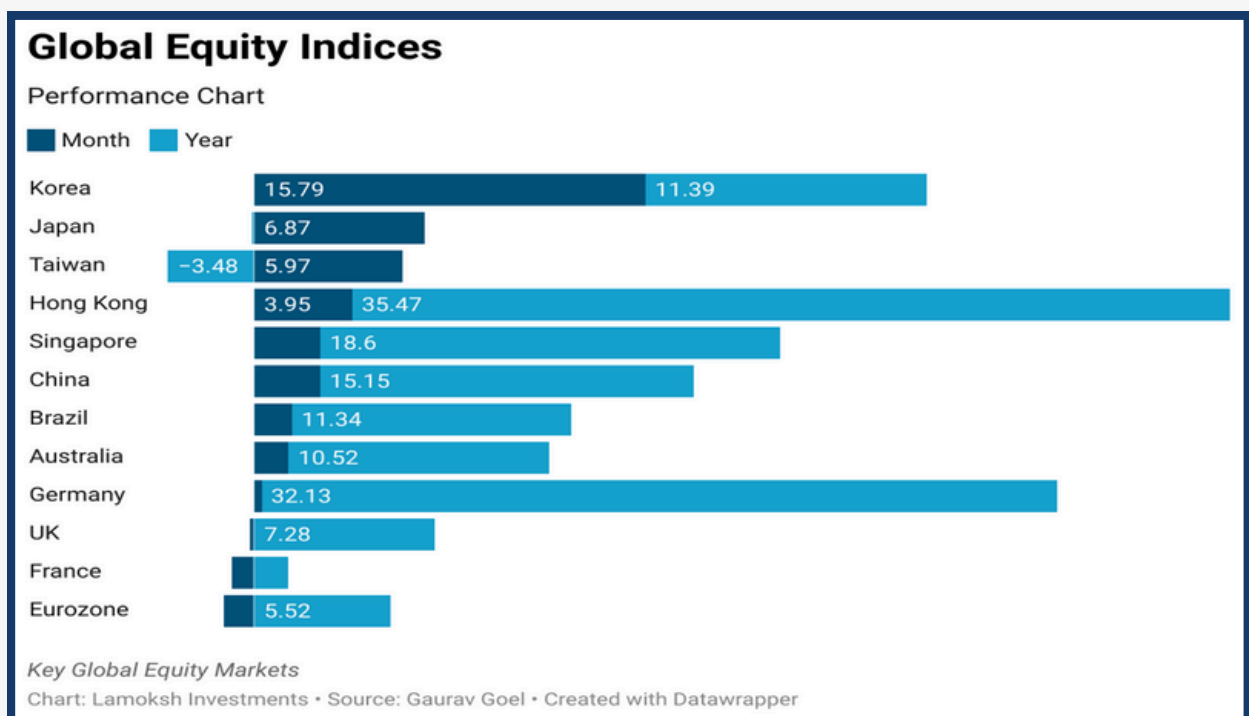
5 ECB officials delivered an eighth straight interest rate cut last month to safeguard inflation expectations and prevent unwarranted tightening in financial conditions, the minutes of the June 3–5 meeting showed. Policymakers cited "highly uncertain" global conditions, with persistent trade tensions likely to continue and possibly intensify.

6 The Caixin China General Composite PMI rose to 51.3 in June 2025 from 49.6 in the previous month, marking the highest reading since March. Underlying data revealed that a renewed increase in manufacturing production had offset a softening of services activity growth.

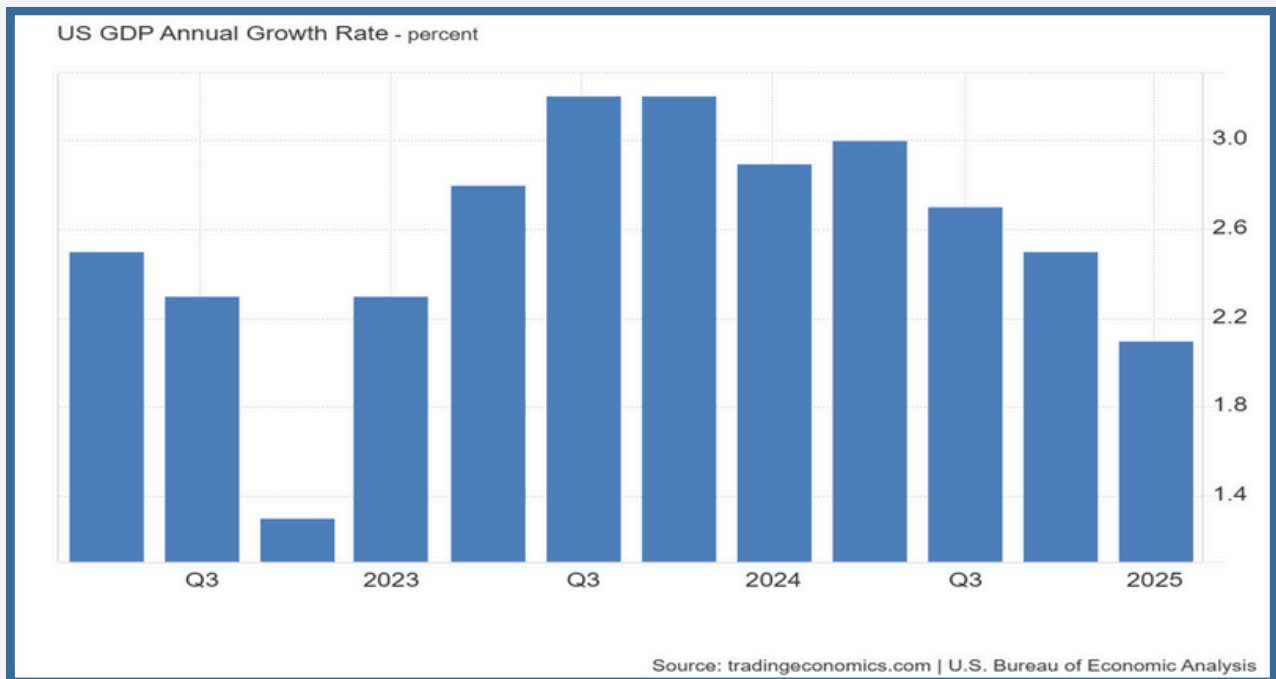
Rally Continues



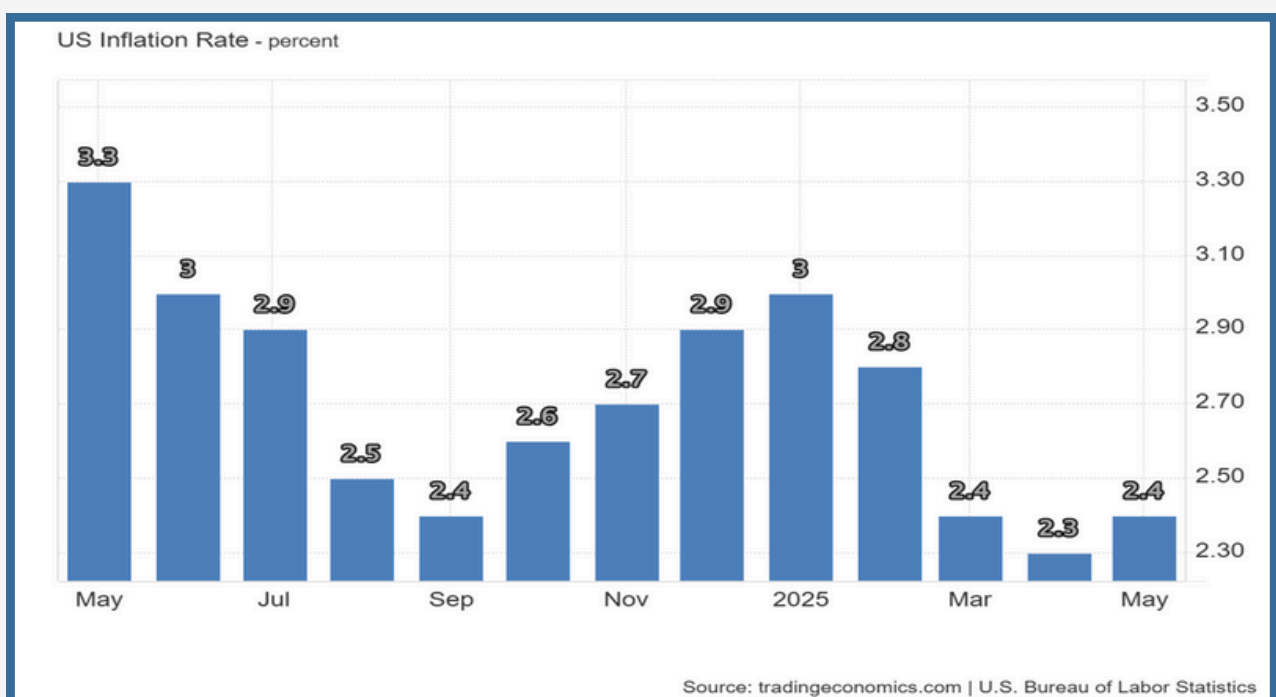
Upward Trend



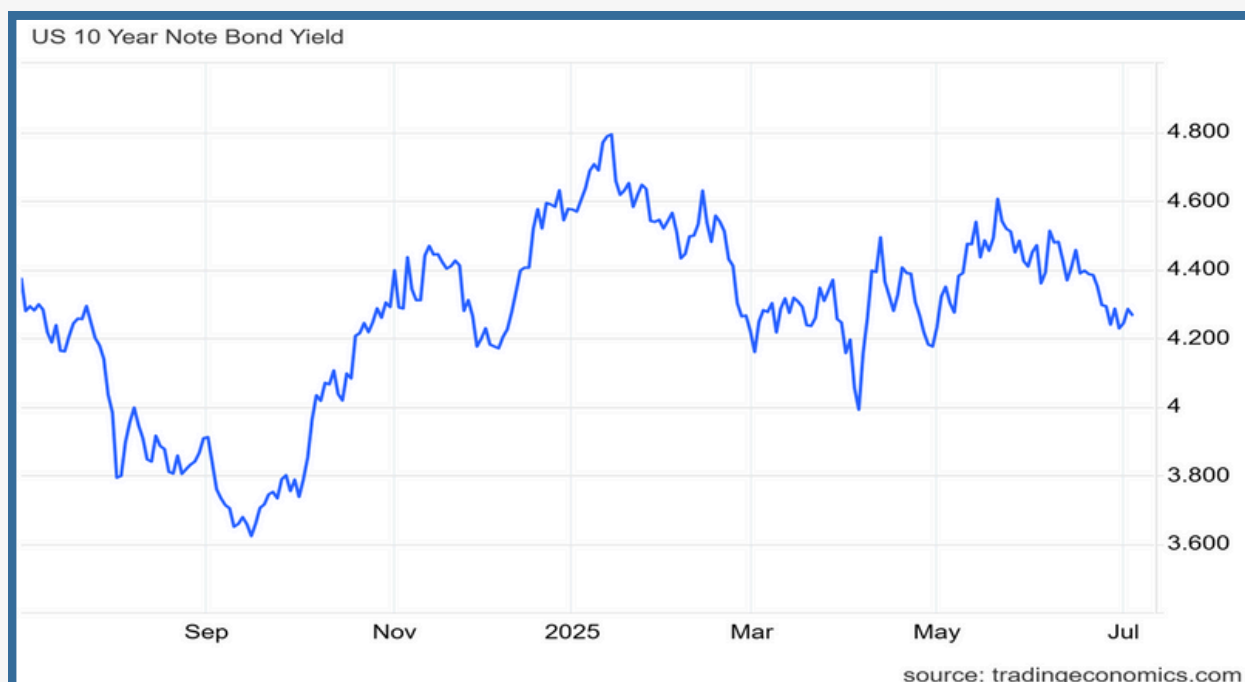
US GDP-Declining Growth



US Inflation: Static



US 10 Yr Yield Curve: Inches Down



Dollar Nosedives

Commodity	Month	Year	Currency Pair	Description	Month	Year
Uranium	9.53%	-8.11%	EURUSD	EURO	2.99%	9.63%
Aluminium	5.14%	3.42%	GBPUSD	British Pound	1.38%	8.23%
Coal	4.32%	-16.81%	BTCUSD	BITCOIN	1.36%	72.99%
Copper	4.32%	13.96%	AUDUSD	Australian Dollar	1.04%	-1.58%
Silver	3.19%	21.26%	USDJPY	Japanese Yen	0.67%	-11.03%
Palm Oil	2.97%	-2.37%	USDINR	Indian Rupee	0.33%	2.61%
Brent	2.66%	-23.06%	USDCNY	Chinese Yuan	-0.73%	-2.05%
Steel	1.06%	-11.58%	USDSGD	Singapore Dollar	-1.04%	-6.20%
Soybean	-1.44%	-12.34%	USDRUB	Russian Ruble	-1.32%	-9.85%
Gold	-1.95%	42.30%	DX	Dollar Index	-1.96%	-8.43%
Sugar	-4.06%	-21.46%	USDBRL	Brazilian Real	-4.27%	-4.32%
Cotton	-6.95%	-11.88%				
Coffee	-10.98%	34.87%				
Commodities			Currencies			

India: RBI Pushes For Growth

- ▶ The Reserve Bank of India (RBI) unexpectedly lowered its key repo rate by 50 bps to 5.50% at its May meeting while shifting its policy stance from accommodative to neutral. The move brought total rate cuts to 100 bps since February. In addition, the central bank slashed the CRR by 100 bps to 3%, following a 50-bps cut last December, bringing it to the lowest level since April 2021.
- ▶ The HSBC India Composite PMI stood at 61.0 in June 2025, matching the flash estimate and marking the highest level since April 2024. The reading was up from 59.3 in May, reflecting strong momentum across the economy as services activity expanded at the fastest pace in ten months and manufacturing output grew at the quickest rate in 14 months.
- ▶ India's fiscal deficit stood at INR 0.13 trillion in April-May 2025–26, down from INR 0.51 trillion in the same period a year earlier, representing 0.8% of the government's full-year target compared to 3.1% last year.
- ▶ India's external debt reached a record high of USD 736.3 billion in the March quarter of 2025, an increase of USD 67.5 billion compared to USD 668.8 billion in the same period last year. Long-term debt, maturing in more than one year, stood at USD 601.9 billion at the end of March 2025, rising by USD 60.6 billion from the previous year.
- ▶ India posted a current account surplus of \$13.5 billion in the final three months of the 2025 fiscal year, the widest since the September quarter of 2020, and contrasting with market expectations of a soft surplus of \$8 billion.
- ▶ Indian and US negotiators made progress in trade talks, focusing on market access, tariff cuts, and non-tariff barriers, according to Indian officials. Senior officials from the US Trade Representative's office and India's trade ministry, led by Rajesh Agrawal, held closed-door discussions.

Good Gains

Indian Equity Benchmark Indices

Performance chart across tenors



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

Sectoral Performance

Indian Equity: Sectoral Indices

Performance across Tenors

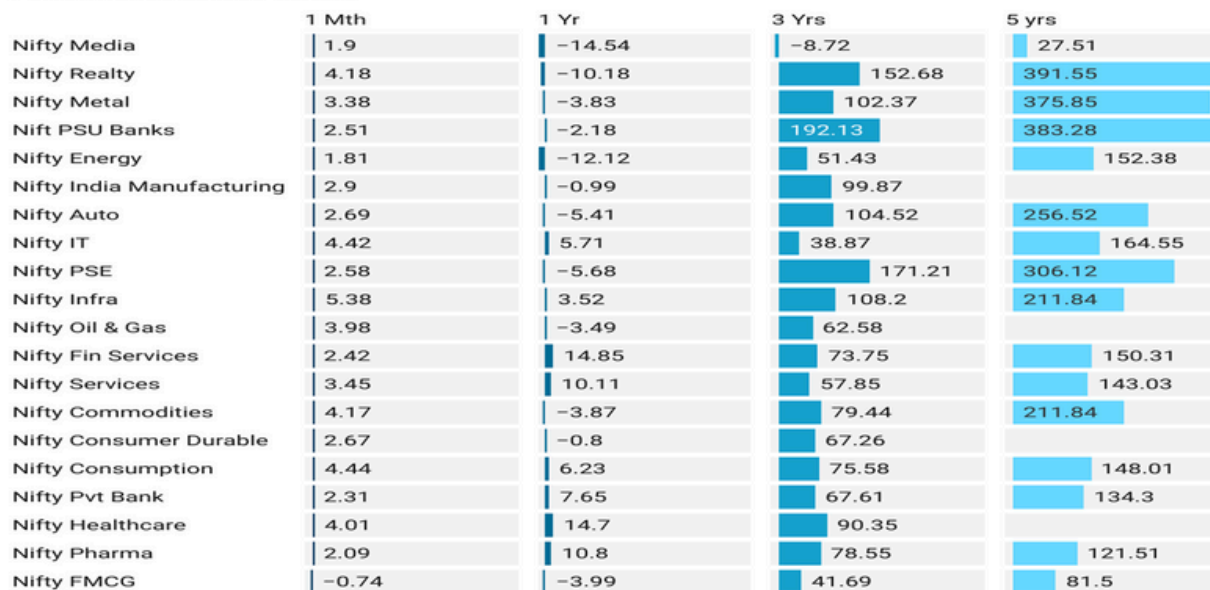


Chart: Gaurav Goel • Source: Lamoksh Investments • Created with Datawrapper

Index Valuations

Index	Fall from 52 Week Peak	EPS	Current PE	PB	Valuation Verdict
Nifty 50	-2.89%	1110.90	22.97	3.70	Slight Expensive
Nifty Bank	-0.52%	3773.10	15.19	2.40	Under Valued
Nifty Midcap 100	-1.94%	1774.80	33.66	5.10	Expensive
Nifty Smallcap 100	-3.25%	566.20	33.69	4.60	Expensive

Index Forward Valuations

Index	1 Yr Fwd EPS	1 Yr Fwd PE	2 Yr Fwd EPS	2Yr Fwd PE	Valuation Verdict
Nifty 50	1222.0	20.9	1344.2	19.0	Slight Expensive
Nifty Bank	4150.4	13.8	4565.5	12.6	Under Valued
Nifty Midcap 100	1952.3	30.6	2147.5	27.8	Expensive
Nifty Smallcap 100	622.8	30.6	685.1	27.8	Expensive

US Vs Indian Equity markets

US Vs India

Equity Markets Performance Comparison

■ 1 Month ■ 1 year

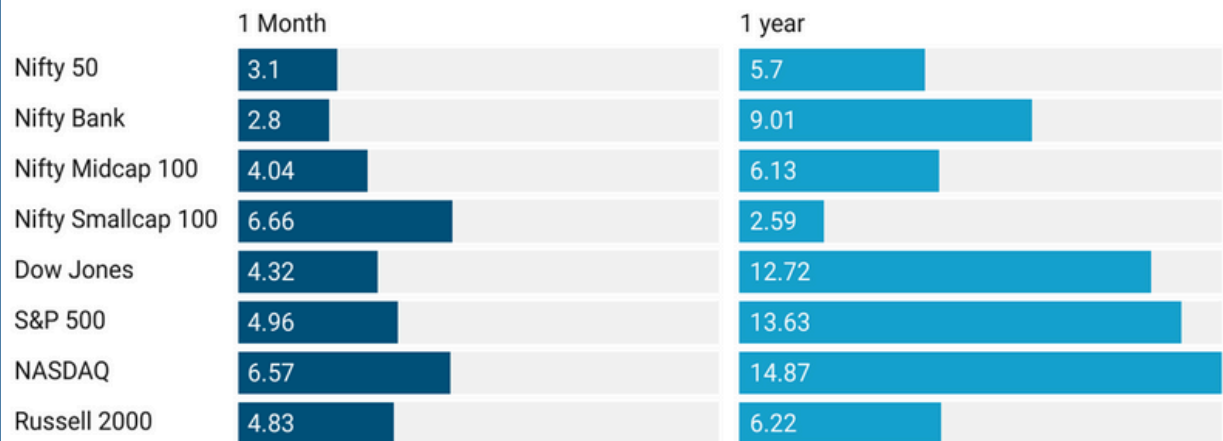


Chart: Gaurav Goel • Source: Lamoksh Investments • Created with Datawrapper

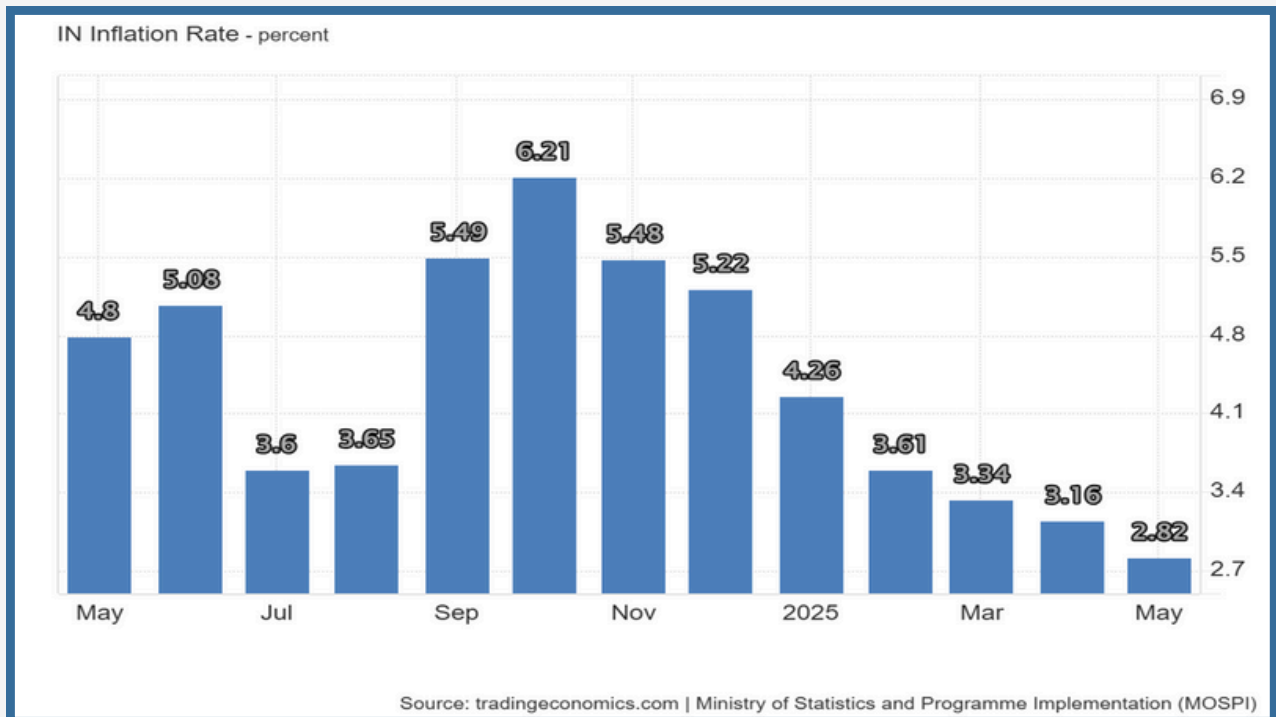
India GDP Yearly Growth Chart

IN GDP Annual Growth Rate - percent

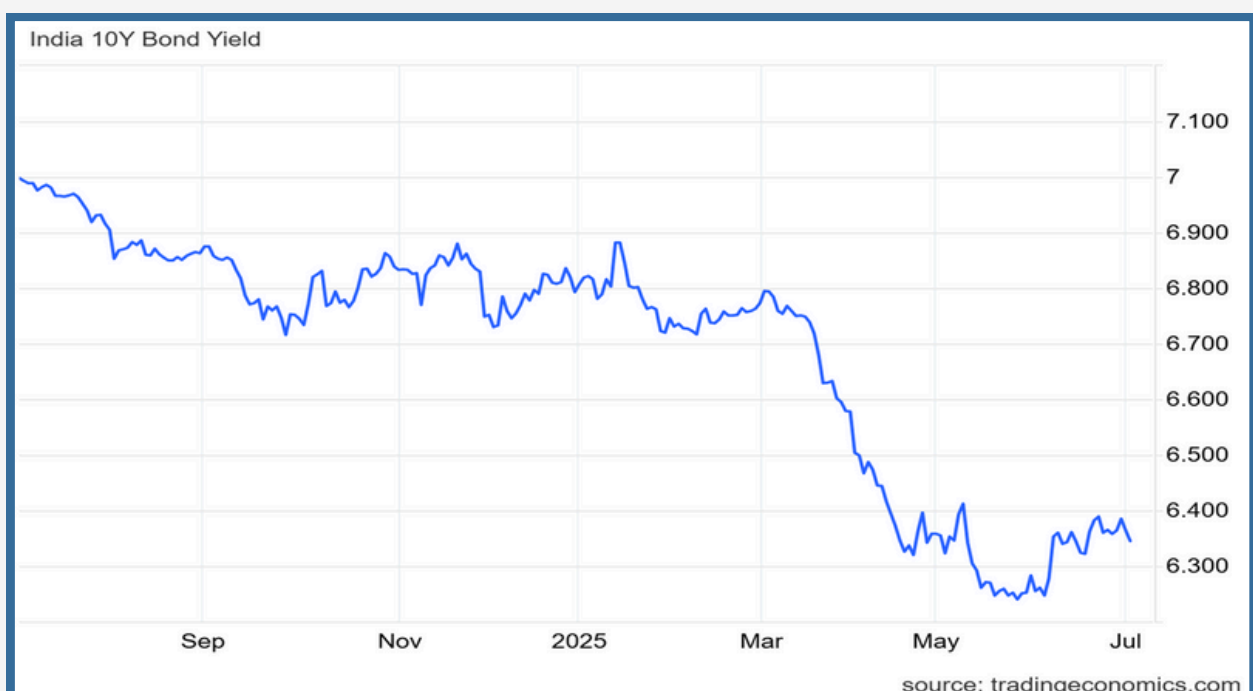


Source: tradingeconomics.com | Ministry of Statistics and Programme Implementation (MOSPI)

Indian Inflation: Easing Slowly



India 10 Year G-Sec Yield Curve: Falling



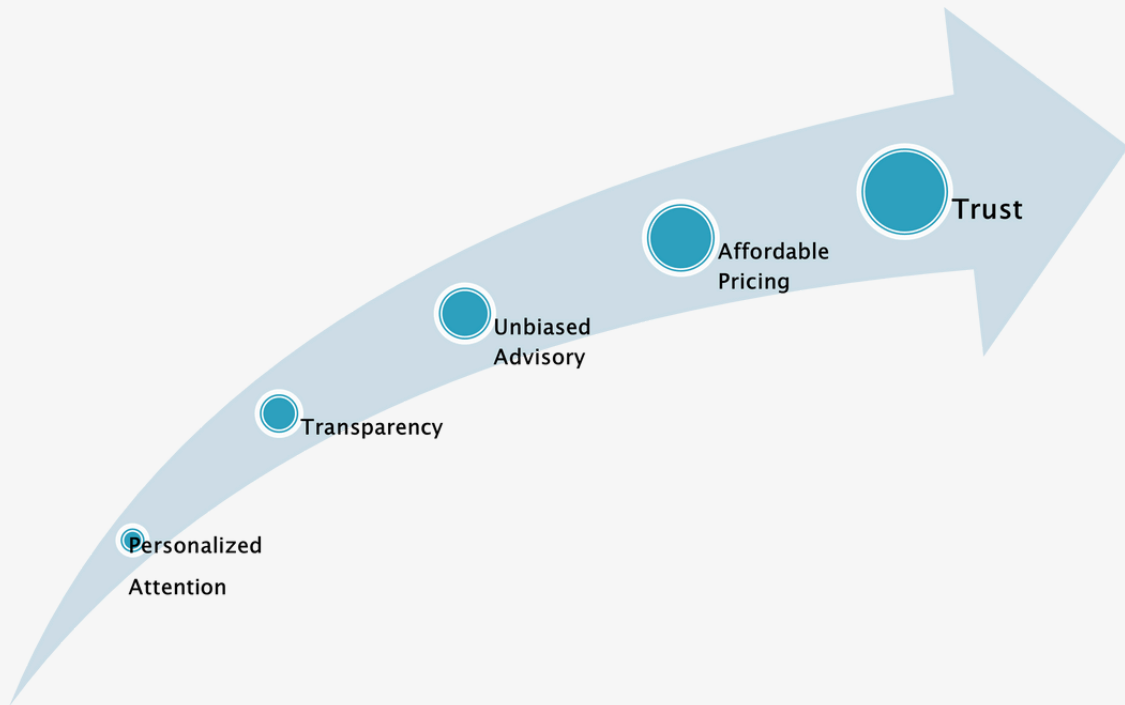
Indian Currency Levels

Currency Pair	Description	Exchange Rate
USDINR	US Dollar	85.69
EURINR	Euro	101.01
GBPINR	British Pound	117.74
JPYINR	Japanese Yen	0.6
CNYINR	Chinese Yuan	11.96
AUDINR	Australian Dollar	56.28
SGDINR	Singapore Dollar	67.38

Crystal Ball

- ▶ President Donald Trump is likely to sign a few trade agreements, including the Phase 1 deal with India, before the July 9 deadline. However, his broader trade objectives will largely remain unmet. These agreements, reached after intense negotiations, are expected to deliver fewer benefits to the United States than originally anticipated.
- ▶ America's entry into the conflict with Iran may offer short-term relief but is unlikely to lead to the complete nuclear disarmament of Iran. In fact, Tehran may intensify its nuclear ambitions in the coming years. Meanwhile, President Trump's efforts to broker peace in Ukraine and the Middle East are expected to fall short of delivering lasting solutions.
- ▶ Federal Reserve Chair Jerome Powell has pushed back against President Trump's repeated calls for interest rate cuts, citing concerns over rising inflation triggered by the administration's tariff policies. With the crucial July 9 deadline approaching and its potential impact on domestic prices, Powell faces increasing pressure. Trump, dissatisfied with Powell's stance, is unlikely to extend his tenure.
- ▶ Indian equity markets are expected to remain rangebound in the coming months. Valuations continue to appear stretched, especially in the mid- and small-cap segments, while large-cap stocks offer relatively reasonable value. Among sectors, banking stands out as an attractive space for investors, even as it trades near all-time highs. A bottom-up approach focused on quality businesses with competent management and reasonable valuations remains the best strategy for investors.
- ▶ Foreign Institutional Investors (FIIs) are likely to turn more favourable towards Indian equities once valuations align more reasonably with global peers. Although the Indian Rupee has recently appreciated against the US Dollar, it has lagged behind other major global currencies. This relative underperformance has further contributed to FIIs maintaining a cautious stance on Indian markets.

Our Commitment



Philosophies & Quotes

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

- Warren Buffet

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

- Charlie Munger

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

- Sir John Templeton


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


- Warren Buffet

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

 gauravgoelria@gmail.com

 <https://www.youtube.com/channel/UCGLRb78-lqpO2YvDmT9TYPA>

 <https://t.me/LaMoksh>

 <https://www.linkedin.com/in/gaurav-goel-15a5125/>

 [@megauravgoel](https://twitter.com/megauravgoel)

 www.gauravgoel.in

Disclaimer

This presentation has been prepared exclusively for the purpose of information and discussion only and does not constitute an offer to sell or solicitation. Information contained here in is on a confidential basis which should not be disclosed to third parties or duplicated or used for any purpose other than the purpose for which it is provided.

This presentation does not contain any direct, indirect and/or deemed offer of any securities to the public as such or otherwise and does not constitute or form part of any offer or invitation to subscribe for, underwrite or purchase securities. The information contained here in is proprietary and for the intended recipient's internal use only.

Investment in securities market are subject to market risks. Read all the related documents carefully before investing.

Registration granted by SEBI, membership of BASL (in case of IAs) and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors.