



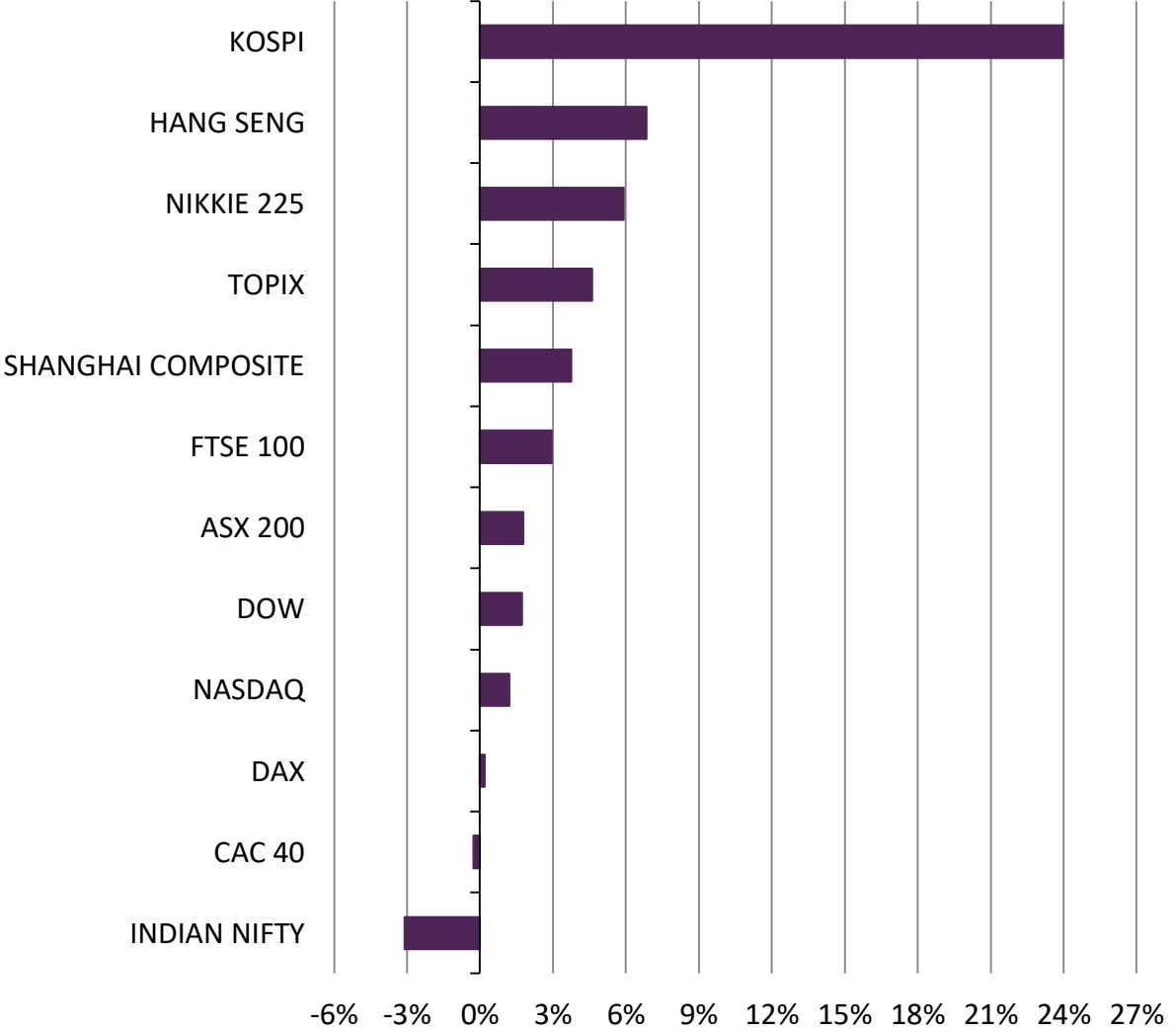
BESPOKE

Advice for a select few

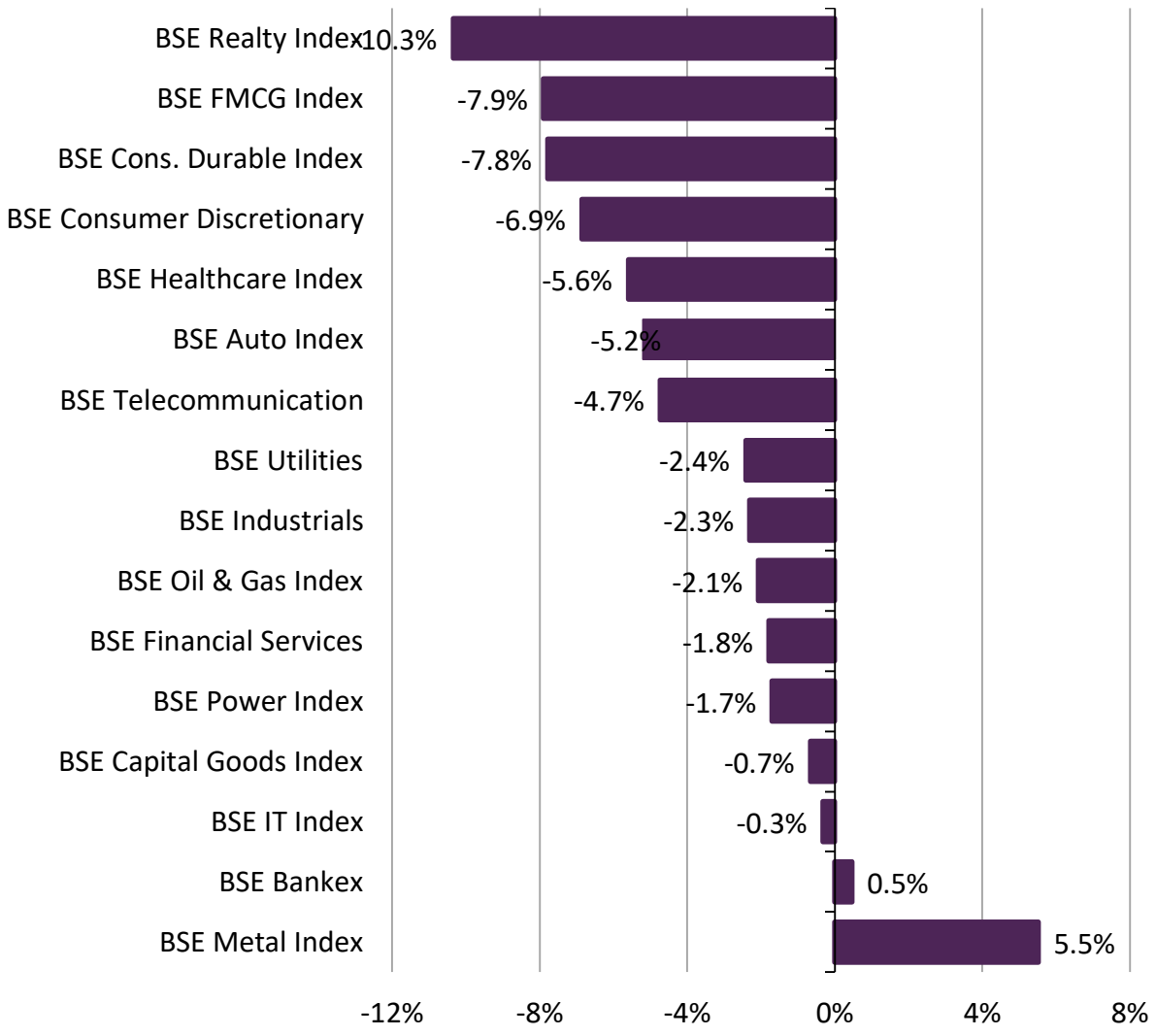
ANANDRATHI
PRIVATE CLIENT GROUP
EQUITY

The logo for AnandRathi Private Client Group Equity (PCCG) features the letters 'PCCG' in a large, stylized, purple font. The 'P' and 'C' are interconnected, and the 'G' is a simple, bold shape. The text 'ANANDRATHI PRIVATE CLIENT GROUP EQUITY' is positioned to the left of the logo.

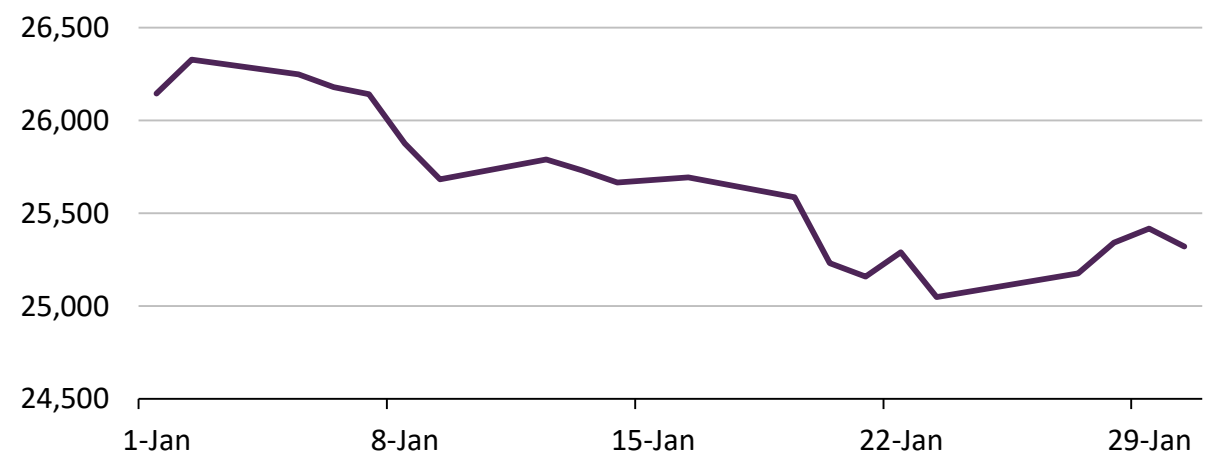
Global Markets performance in Jan-26



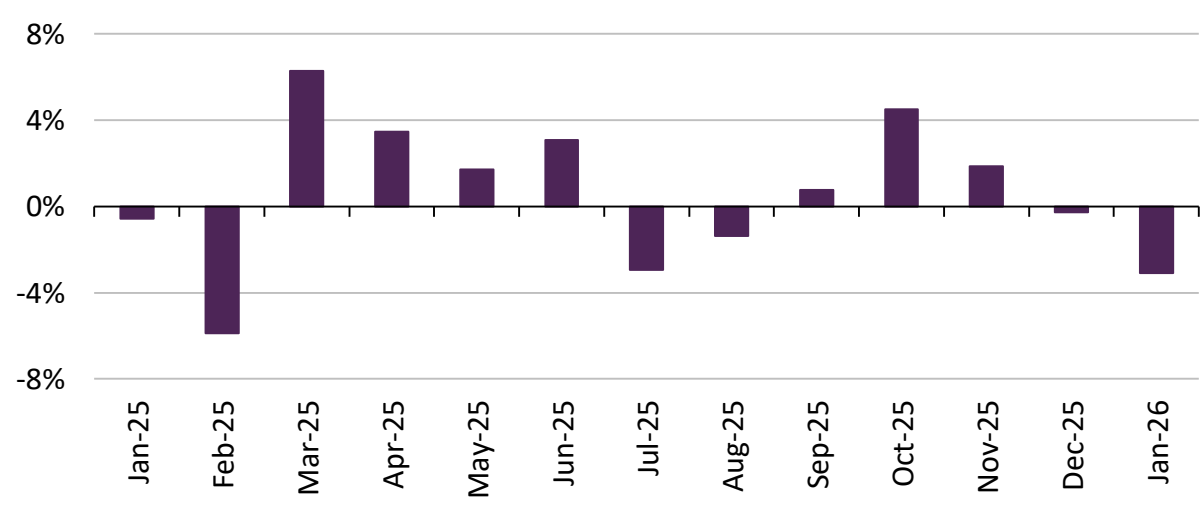
Sector wise performance during the month



NIFTY Performance in Jan 2026

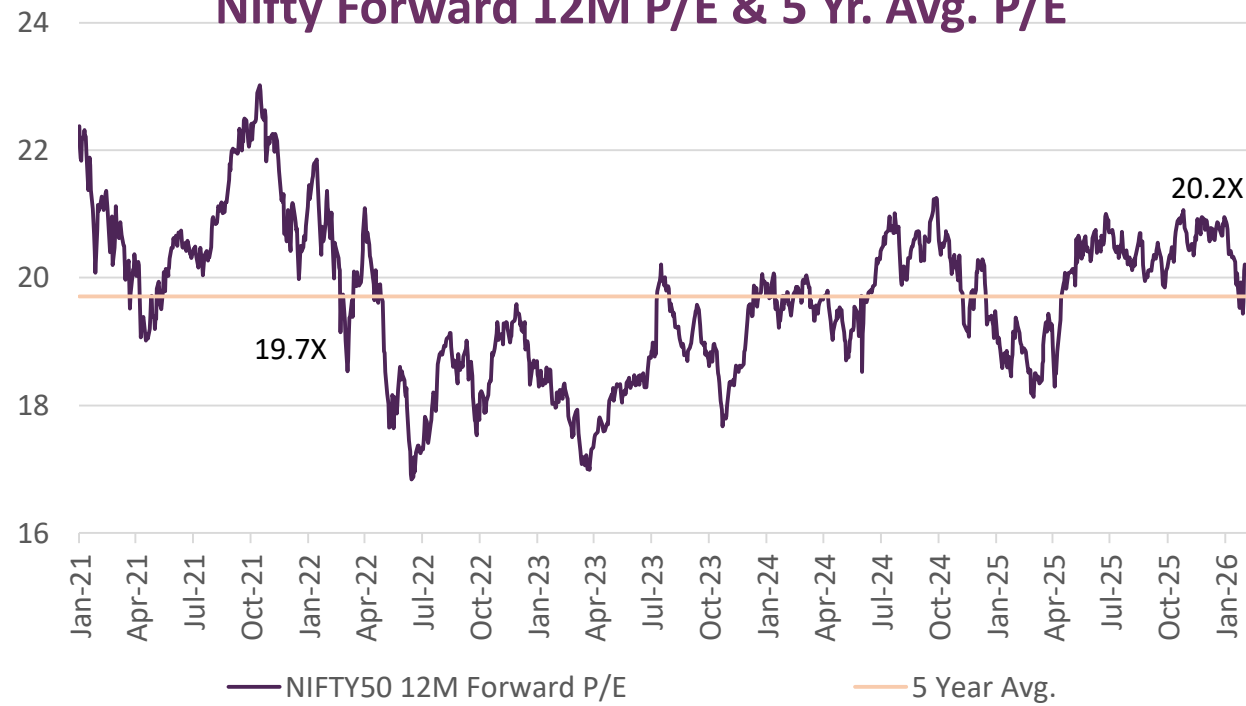


NIFTY monthly performance for trailing 12 months

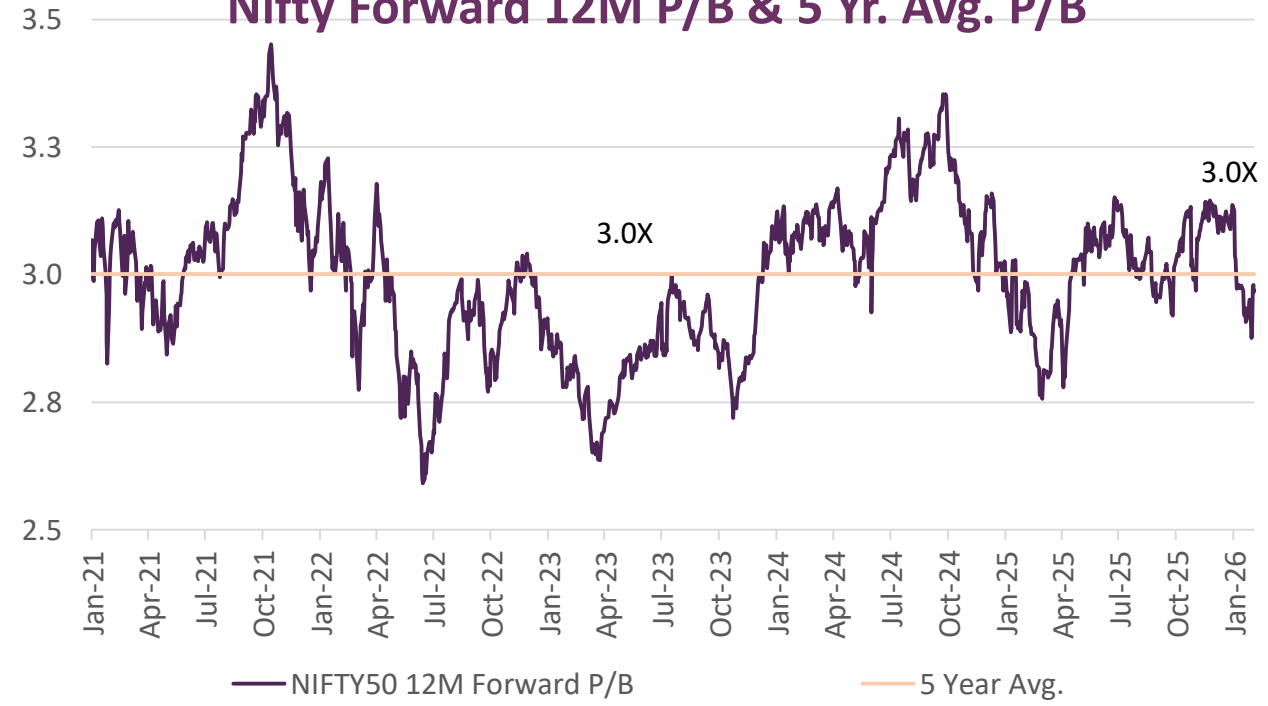


Equity Investing: *Index valuations*

Nifty Forward 12M P/E & 5 Yr. Avg. P/E

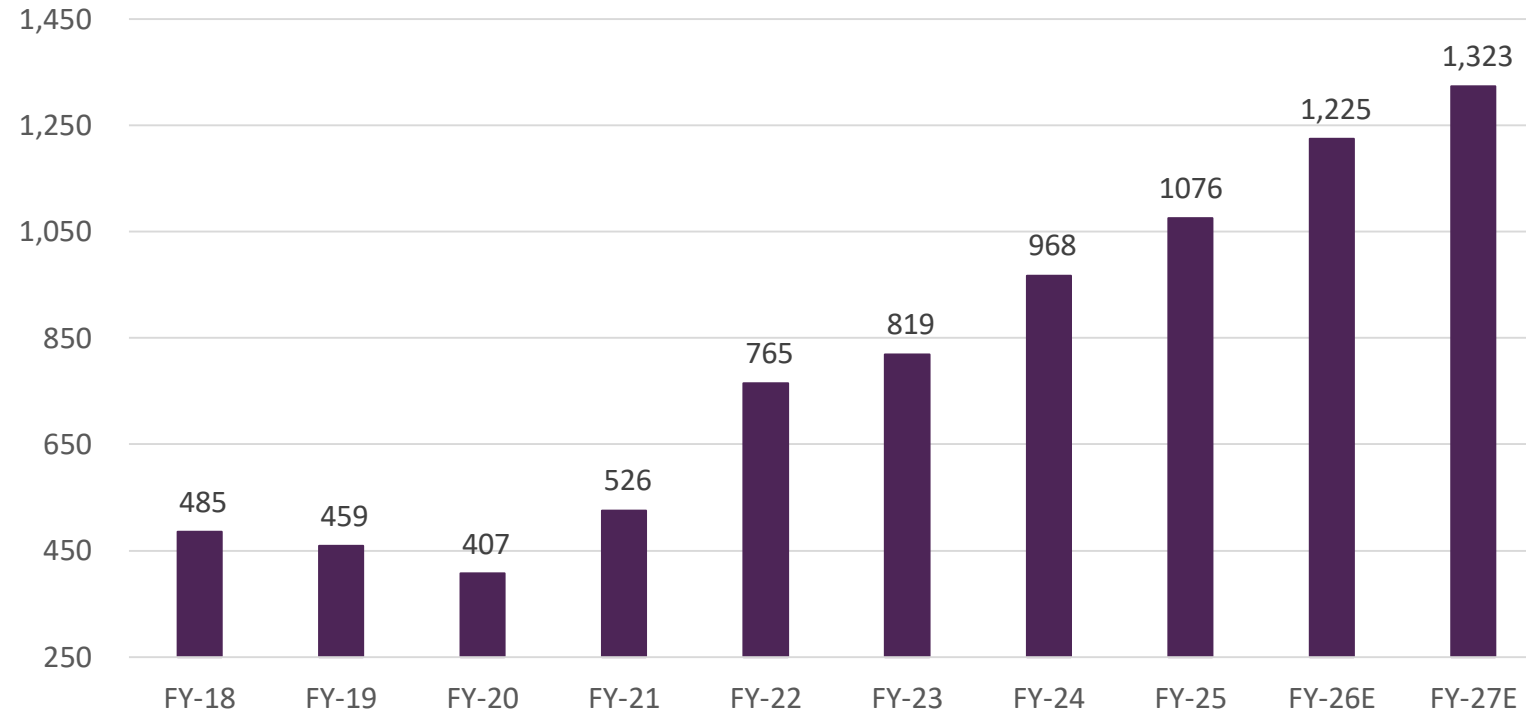


Nifty Forward 12M P/B & 5 Yr. Avg. P/B



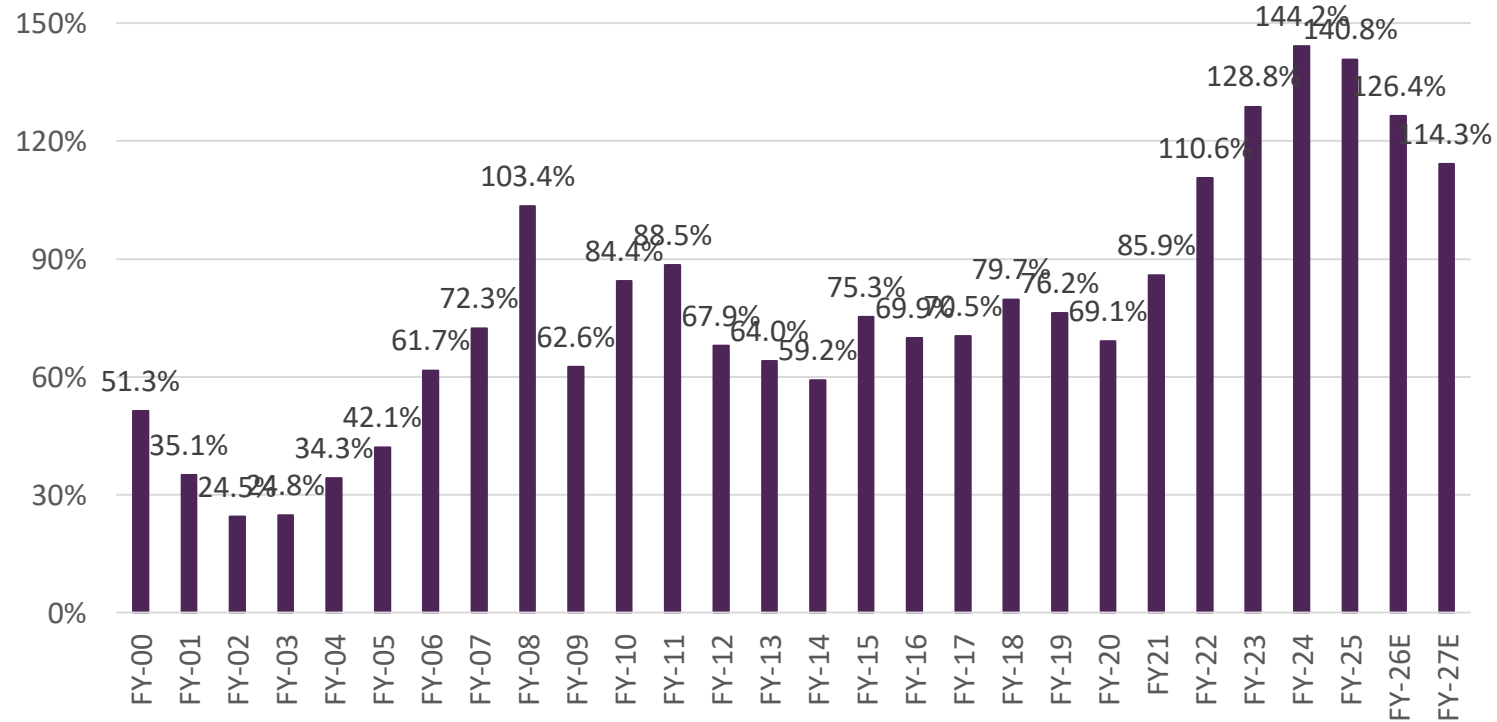
- Currently Nifty50 is trading at around 20.2x its forward 12-month earnings while its five-year historical average price to earnings ratio stands at around 19.7x. A premium of 2.4% to its five-year historical average.
- In terms of price to book ratio, the Nifty50 is trading at around 3.0x its book value while its five-year historical price to book ratio stands at around 3.0x. Trading at par to its five-year historical average.

Nifty Historical and Estimated EPS (Consensus)



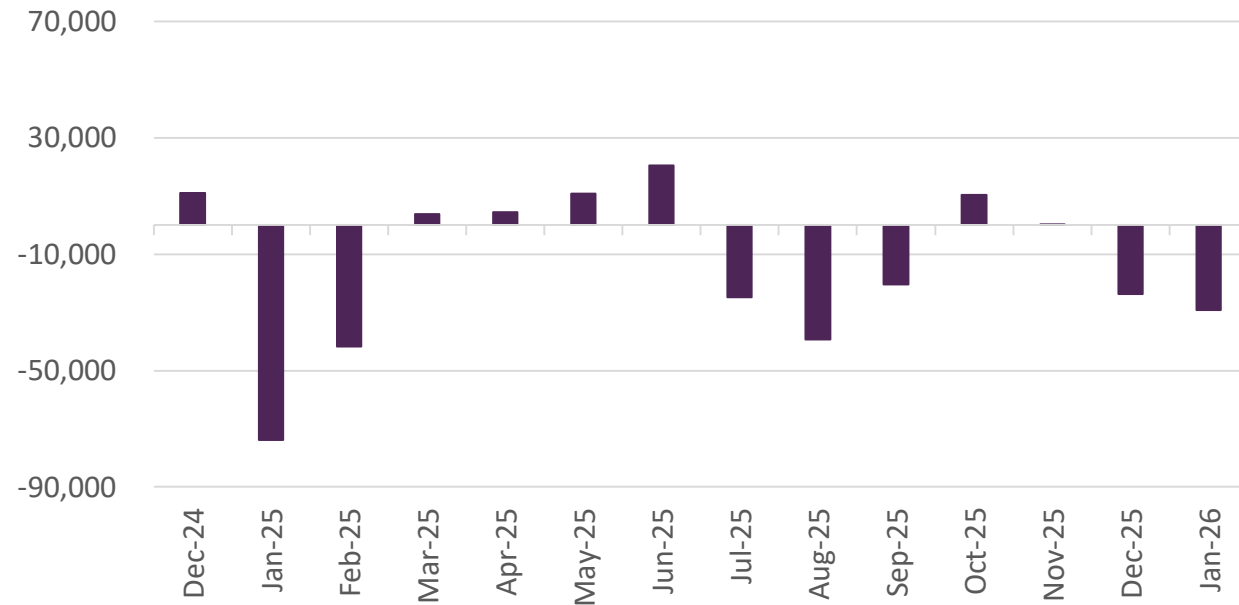
From the financial year 2023 EPS the consensus estimates for Nifty50 from FY-25 to FY-27E expects earnings to grow at a CAGR of about 11%.

India Market Cap. to GDP Ratio

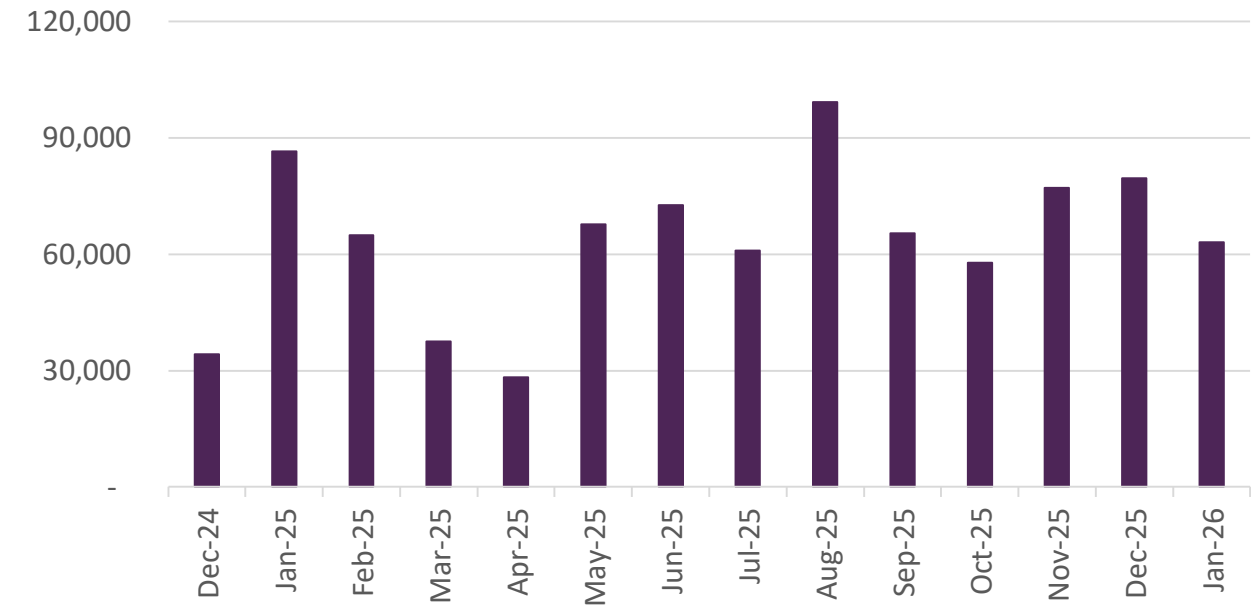


- Currently India's listed companies market capitalization to GDP ratio stands at about 114% (FY-27E). The ratio is considered an indicative of overall equity market sentiments and cycles.

FII Monthly Inflows in Equity (₹ Crore)

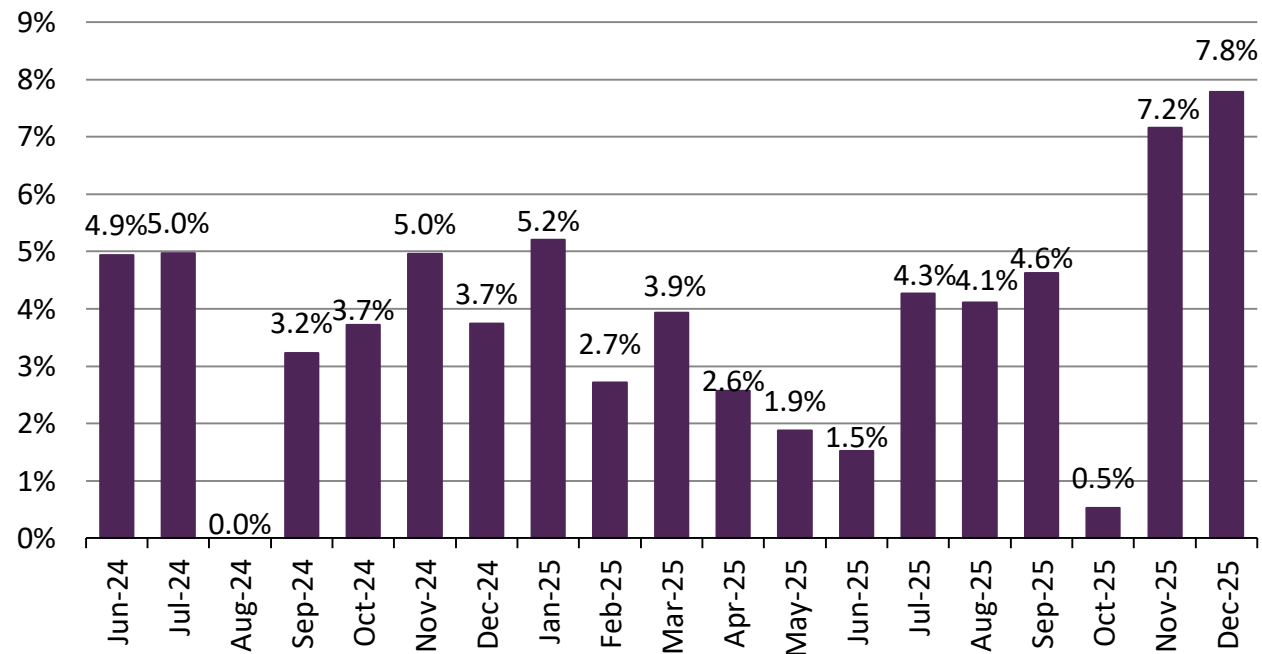


DII Monthly Inflows in Equity (₹ Crore)

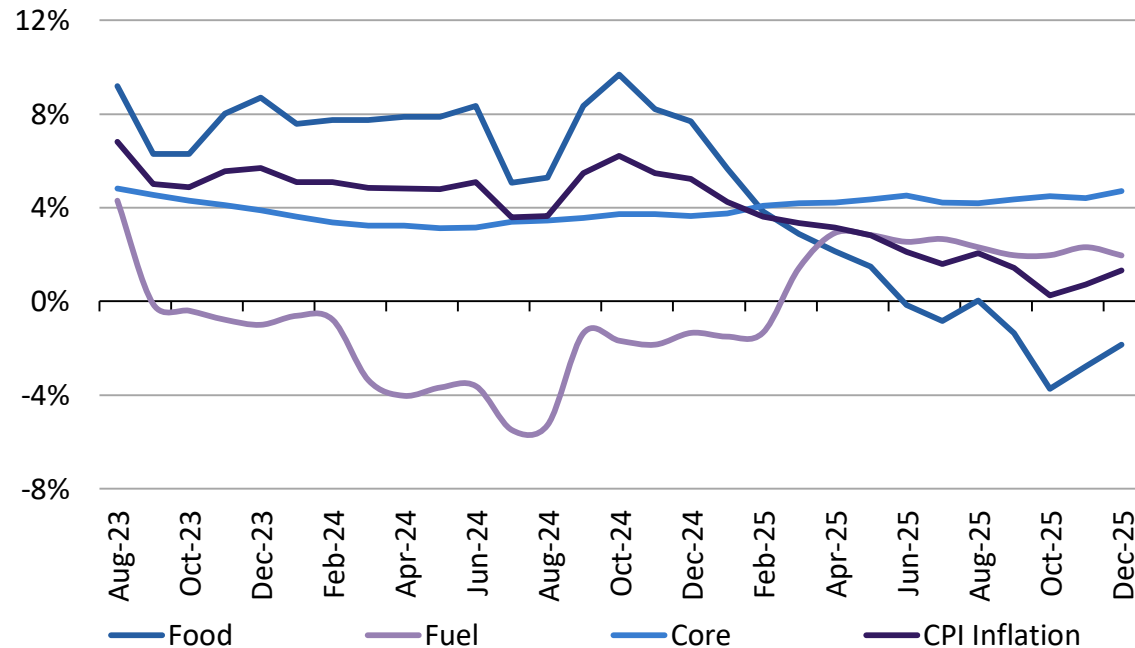


- FII monthly flows for the month of Jan-26 has seen net outflows of almost ₹29,142 crores, a highest negative monthly flow for the quarter.
- On the other hand, domestic funds have seen monthly net inflows of around ₹63,156 crores, maintaining its positive flows for the last twelve months.

IIP Growth (%) trend (2011-12 base)



Food, Fuel, Core & CPI Inflation (%) YoY



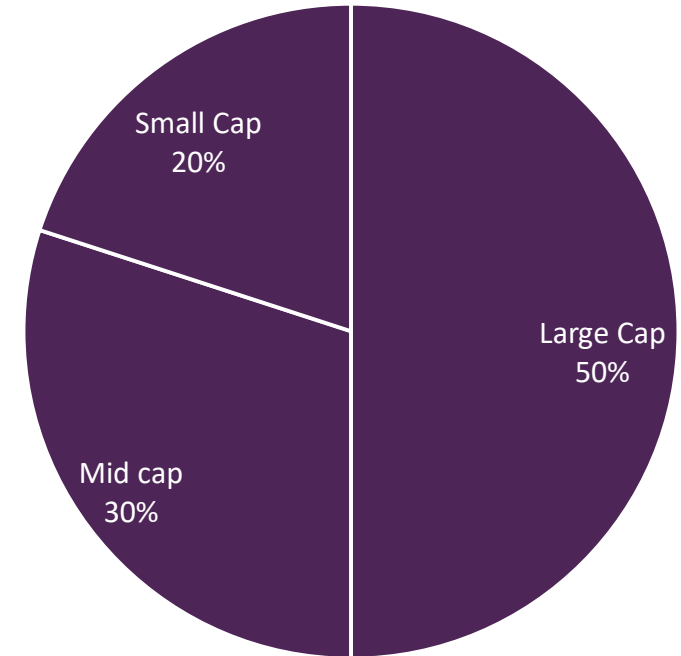
- India's IIP surprised positively in December 2025, accelerating to 7.8% YoY, the strongest print in over two years on broad-based momentum across manufacturing, mining and electricity, alongside a visible improvement in consumption indicators. With demand-side support from easing inflation, prior rate cuts and fiscal measures, the near-term outlook for industrial activity remains constructive, though sustainability will hinge on Budget-led capex support and global trade risks.
- Retail inflation came in at 2.7% in Jan'26, up from 1.33% in Dec'25 under the old series. Food inflation rose to 2.1%, reversing the 1.7% deflation in the previous month, while core inflation eased to 3.4% from 4.7%. With sub-category details still awaited, the increase in headline inflation appears largely driven by changes in weights—lower for food and higher for core—rather than a meaningful shift in underlying price pressures. As such, we continue to expect the RBI to remain on a prolonged pause.

Top Ideas

S.No.	Large Cap
1	ICICI Bank Ltd.
2	Bajaj finance Ltd..
3	Tata Steel Ltd.
4	Bharti Airtel Ltd.
5	Infosys Ltd.
6	Adani Ports and Special Economic Zone Ltd.
7	Hindustan Unilever Ltd
8	Divi's Laboratories Ltd.
9	State Bank Of India
10	Mahindra & Mahindra Ltd

S.No.	Mid Cap
1	Bharat Dynamics Ltd.
2	Vishal Mega Mart Ltd.
3	TVS Motor Company Ltd.
4	Fortis Healthcare Ltd.
5	Dixon Technologies Ltd.
6	Shaily Engineering Plastics Ltd

S.No.	Small Cap
1	Indraprastha Medical Corporation Ltd.
2	Jyoti CNC Ltd.
3	Chalet Hotels Ltd.
4	Sumitomo Chemical India Ltd.



NOTE: The strategy has shifted from individual weight based to equal distribution.

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