

VIKSIT BHARAT

ABSOLUTE FINANCE

MAKING FINANCE SIMPLE

BUDGET

TAX



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OUR TEAM



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More than just literature

"Failure is inevitable in business. Learn from it, pick yourself up & go ahead." - Ratan Tata

ABOUT US

ABSOLUTE FINANCE !

Welcome to Absolute Finance, where we're not just your guides on your financial journey; we're your partners in making the process enjoyable and engaging for all. We understand that finance can often seem like a daunting labyrinth of numbers and concepts, and we're here to break down those barriers. We're committed to bringing a touch of fun and excitement to your financial education.

So, come on board and join us at Absolute Finance, where we blend finance with fun, and make learning an enjoyable and enriching experience for everyone. Let's embark on this exciting adventure together, discovering the world of finance in a whole new light, because your financial future is for everyone, and we're here to make the journey both enlightening and entertaining!

WORD FROM TEAM

At Absolute Finance, we aren't just about guiding you through your financial expedition; we're on a mission to empower you with the information and insights you need to navigate the complex world of finance. Plus, we promise to make it a hoot and a half! We know finance can feel like a never-ending maze, so we make it our goal to jazz up your learning experience and keep you entertained along the way.



"Don't be afraid to say no. You have control over your own finances." - Suze Orman

Market Insights

Indian Indices

Index	Price	Change	%Chg
NIFTY 50	21782.50	64.50	0.30
SENSEX	71595.49	167.06	0.23
NIFTY BANK	45634.55	622.55	1.38
NIFTY IT	37699.25	-152.35	-0.40
S&P BSE Smallcap	45650.30	-629.53	-1.36

MOST ACTIVE STOCK

Company	Price	Change	Val.(Cr.)
Yes Bank	31.40	1.40	4,919.34
HDFC Bank	1,403.60	0.55	3,971.77
Zomato	149.45	5.35	3,817.72
SBI	725.25	25.70	3,076.00

This week saw a mixed performance in the Indian stock market, with some indices edging higher and others falling. Let's delve deeper into the data you provided:

Overall Market Movement:

- NIFTY 50: Gained marginally by 0.30%, closing at 21,782.50.
- SENSEX: Rose slightly by 0.23%, settling at 71,595.49.
- S&P BSE Smallcap: Underperformed, declining 1.36% to close at 45,650.30.

Sectoral Divergence:

- NIFTY BANK: The outperformer, surging 1.38% to 45,634.55, likely driven by positive news in the banking sector.
- NIFTY IT: The only loser among major indices, dipping 0.40% to 37,699.25. This could be due to global tech concerns and profit booking after a strong run.

Observations:

- The banking sector dominated the list of most active stocks, reflecting the positive sentiment surrounding the sector this week.
- Yes Bank emerged as the clear winner, potentially due to a combination of sectoral tailwinds and company-specific factors.
- Zomato's strong performance suggests continued investor interest in the online food delivery space.
- Analyzing company-specific news and developments alongside sectoral trends can provide deeper insights into individual stock movements.

"Investing is not rocket science. People overcomplicate it."

Warren Buffett

From the Industry Expert

Sanat Kumar Bhardwaj

Professional Trainer
(NISM)



1 View on Impact of Budget 2024-25 Announcement in the Stock Market

The Union Budget for 2024-25 encompasses a comprehensive overview of activities spanning various sectors such as industry, services, and agriculture. The budget's emphasis on controlling inflation, fiscal deficit, and current account deficit, while expanding expenditure and capital expenditure, is expected to result in a balanced profit and loss account for companies. A country's economic growth naturally leads to market enrichment, particularly for companies with sound financials. Despite recent market gains, the budget is anticipated to provide further momentum, although challenges such as import bills and international commodity prices persist. Nonetheless, overall, the expert believes that the budget will significantly benefit the Indian stock market.

View on Impact of Budget 2024-25 Announcement on Investors Behaviour

2

Investor behavior in India has gained significant attention, particularly post-Covid. With over one crore investors entering the market, approximately 50 lakhs being new, there's a noticeable surge, especially among the younger demographic. This influx coincides with a robust Indian economy poised for substantial growth, acknowledged worldwide. However, the expert cautions about increased market volatility compared to previous years. New investors need to grasp risk management, portfolio hedging, and adopt a long-term investment perspective. Despite these challenges, if investors remain committed, the potential for wealth creation is considerable.

3 Advice to Young Investors

Trading provides immediate gratification, while investment offers delayed gratification, leading to wealth creation. Long-term investment in the market yields significant returns. Even if one prefers trading due to youth and energy, it's advisable to allocate a small portion for trading due to its inherent risks and the need to develop temperament for market volatility. Regular investment through SIP (Systematic Investment Plan) in mutual funds is recommended as it's a scientific and reliable method. Consistent SIP investment over time harnesses the power of compounding, resulting in substantial wealth accumulation, particularly advantageous when started at a young age.

"Investing is not rocket science. People overcomplicate it."

Warren Buffett

From the Industry Expert

Siddhant Bhardwaj

Professional Trainer
(NISM)

View on Impact of Budget 2024-25 Announcement in the Stock Market and trend ahead

The significant focus on infrastructure investment, particularly in railways and roads, suggests a potential boost for heavy industries such as steel and coal. Additionally, labor-intensive sectors like construction are likely to experience notable impacts. Consequently, industries involved in machinery, tooling, and heavy machinery production, as well as low-level construction materials, may see increased attention.

Moreover, the government's emphasis on upskilling initiatives spanning education and entrepreneurship is noteworthy. This could translate into opportunities within sectors related to education, including colleges, schools, and entrepreneurship incubation centers. Consequently, investors may find potential in stocks aligned with human resource development, education, and related fields, given the anticipated growth in these areas.

Examine the typical stock portfolio and delve into the financial reports of the companies under consideration for investment. However, it is advisable to prioritize substantial investment in sectors poised for a prolonged bullish phase in the Indian market, spanning potentially a decade or even longer. My recommendation would lean towards a concentrated focus on sectors garnering widespread attention, albeit with a slightly higher risk appetite compared to the average investor aged between 40 and 50.



"Financial freedom is not about making a lot of money; it's about having your money work for you." – Robert Kiyosaki

Investors Insight

Top Picks

Technical View | Nifty has to hold 21,550 to move higher, say experts

The options data indicates the Nifty may face strong resistance at 22,000 in the coming days, with support at 21,700 and then 21,500

Trade Spotlight | Your blueprint for Hindustan Aeronautics, SBI, Max Financial Services today

State Bank of India formed bullish candlestick pattern with long upper shadow on the daily charts, with significantly higher volumes for yet another session. In previous session, there was a horizontal resistance trendline breakout.

Hot Stocks | Pick Canara Bank, New India Assurance, Max Healthcare for 18-25% return

Considering the overall chart structure, there is an anticipation of short-term rangebound sentiments.

Buy Aditya Birla Capital; target of Rs 230: Motilal Oswal

Motilal Oswal is bullish on Aditya Birla Capital recommended buy rating on the stock with a target price of Rs 230 in its research report dated February 09, 2024.

Bulk deal: Bajaj Finance sells Rs 57 crore worth of shares in Strides Pharma

Bajaj Finance sold 0.88 percent stake in Strides Pharma Science and Amansa Holding bought 1.24 percent stake.

Closing Bell | Nifty, Sensex rebound from day's low but mid & smallcaps suffer. LIC & Zomato in focus

Nifty rebounds after slipping in early trade, back to 21,790 levels, while Sensex gained 150-odd points. Broader indices however, faced the wrath, midcap and Smallcap indices down 1 percent each. On the sectoral front, auto, capital goods, oil & gas, metal, power and realty down 0.5-2 percent each.

"Investing is not based on huge technical understanding and setup, but is value based on Company's fundamentals"

Fundamental Analysis

Coal India Ltd

Coal India Limited (CIL) the state-owned coal mining corporate came into being in November 1975. With a modest production of 79 Million Tonnes (MTs) at the year of its inception CIL, today is the single largest coal producer in the world and one of the largest corporate employer with manpower of 239210(as on 1st April, 2023)

Contributes to 85% of total domestic coal production and 75% of total coal based generation. CIL contributes to 55% of total power generation and meets 40 % of the primary commercial energy requirements of the country. Plays a key role in "Make in India" and making India incorporate globally competitive.

Key Metrics:

Market Cap

₹ 2,81,144 Cr.

Current Price

₹ 456

High / Low

₹ 469 / 208

Stock P/E

10.0

Book Value

₹ 113

Dividend Yield

5.32 %

ROCE

70.5 %

ROE

56.0 %

Face Value

₹ 10.0

Quarterly Result (All Figures in Cr.)

PARTICULARS	SEP 2022	DEC 2022	MAR 2023	JUN 2023	SEP 2023
Net Sales ⓘ	425.66	695.31	509.04	335.75	293.99
Total Expenditure ⓘ	306.06	471.61	451.98	151.01	184.86
Operating Profit ⓘ	119.60	223.70	57.06	184.74	109.13
Other Income ⓘ	2,635.41	8,671.50	3,208.99	804.75	2,148.56
Interest ⓘ	0.46	0.51	0.47	0.51	0.50
Depreciation ⓘ	14.69	11.23	11.79	10.83	10.93
Exceptional Items ⓘ	0	0	0	0	0
Profit Before Tax ⓘ	2,739.86	8,883.46	3,253.79	978.15	2,246.26
Tax ⓘ	45.86	74.39	115.53	60.13	50.07
Profit After Tax ⓘ	2,694	8,809.07	3,138.26	918.02	2,196.19
Adjusted EPS (Rs) ⓘ	4.37	14.29	5.09	1.49	3.56



Strengths:

- Revenue growth of 31.74% for the Past 3 years.
- ROE of 67.57% over the past 3 years.
- ROCE of 68.55% over the past 3 years.
- Company is virtually debt free.

Weaknesses:

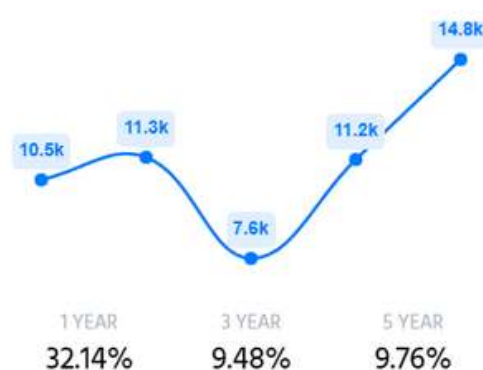
- Poor profit growth of 9.48% for the Past 3 years.
- Tax rate is low at 1.93.
- Slowdown in production growth

Averages:

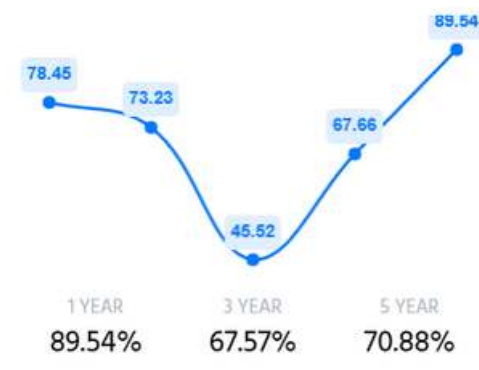
Sales Growth



Profit Growth



ROE%



"Financial peace isn't the absence of money, it's the freedom from worry and fear about it." - Dave Ramsey

Industry News

EV-sector

FAME II subsidies for e-vehicles till March-end or until funds are available: Govt

As per the revised outlay, electric two-wheelers, electric three-wheelers, and electric four-wheelers are eligible to avail of subsidies to the tune of Rs 7,048 crore.

EV 2-wheeler industry expects Budget to give more incentives, clarity on Fame III scheme:

Currently, Phase-II of the FAME India scheme is being implemented for a period of five years from April 1, 2019 with a total budgetary support of Rs 10,000 crore.

EV Transition: Can governments forego massive revenues from fuel taxes?

Fuel taxes have five distinctive advantages for governments: They establish a direct link between road usage and payment; they collect lots of money; they are simple and cheap to manage; taxpayers largely accept them as fair; and finally, they are difficult to evade

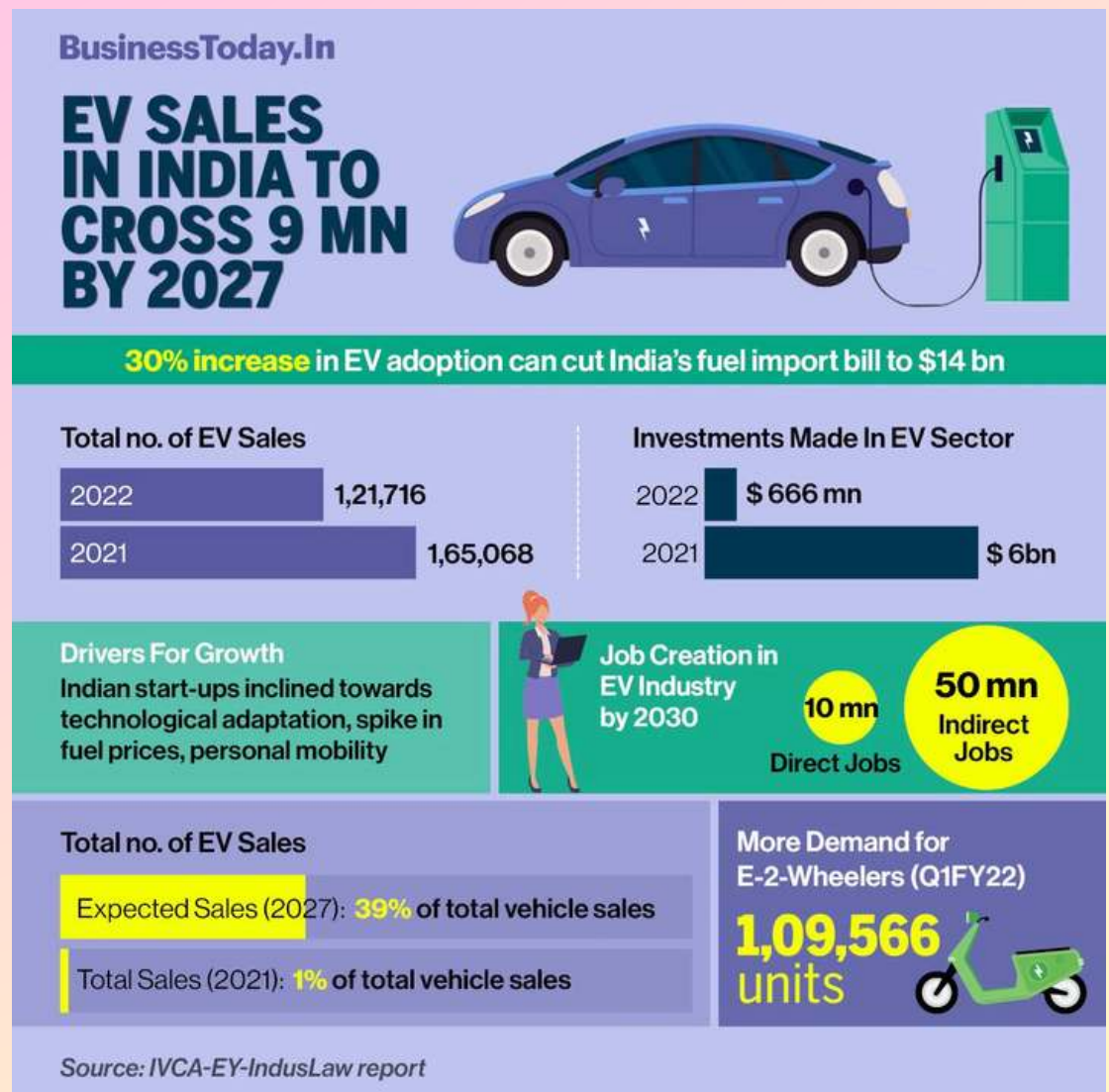
JSW Group to invest Rs 40000 crore in Odisha for EV and battery plant

JSW Group plans to invest \$4.82 billion to establish electric vehicle and battery manufacturing projects in Odisha.

GFCL EV to invest for EV and ESS batteries for domestic and global markets

Bir Kapoor, CEO and DMD of Gujarat Fluorochemicals, said, "With GFCL EV, we are well-positioned to contribute significantly to the evolving landscape of energy transition driven by EV/ESS."

Source: Business Today



Every master was once a disaster. No one comes out of the womb a financial genius." - Gaurav Munjal

News



RBI hikes remuneration cap for non-executive directors in banks:

The increase is for private banks, small finance banks, payment banks, and the wholly owned subsidiary of foreign banks.



Bank of India MF aims to raise Rs 500 cr from multi-asset allocation fund in NFO period:

Additionally, gold as an asset class has worked well as a hedge against inflation and part exposure to this asset class seems to work well as a diversifier over the long term, he added.



Paytm announces Group Advisory Committee on compliance concerns after RBI ban:

In a statement, Paytm said that the advisory group will be headed by ex-SEBI boss Meleveetil Damodaran.



Uncharacteristic of NBFCs to seek bank licences: RBI Dy Guv Rajeshwar Rao:

Bajaj also requested for a liquidity line at par with a bank which can help an NBFC in situations of stress and also harmonization in regulations for entities which might be overseen by multiple watchdogs like RBI, Irda and Sebi.



Credit growth to be sustained in FY25; IFCI recast options being weighed: Financial Services Secy:

'We have allowed the banks to raise funds from the market in terms of QIP (qualified institutional placement), additional Tier 1(AT1) and Tier 2 bonds.'



Ujjivan SFB targets highest-ever profit in Q4: MD

Ujjivan Small Finance Bank (SFB), which reported an 8% quarter-on-quarter decline in its net profit to Rs 300 crore for the three-month period ended December largely because of higher expenses.



High costs, weak tech infra makes KYC a challenge: Fintechs

Fintechs have expressed concern that higher costs and a weak technology infrastructure have made the know-your-customer (KYC) process challenging, especially in tier-3 cities and below.



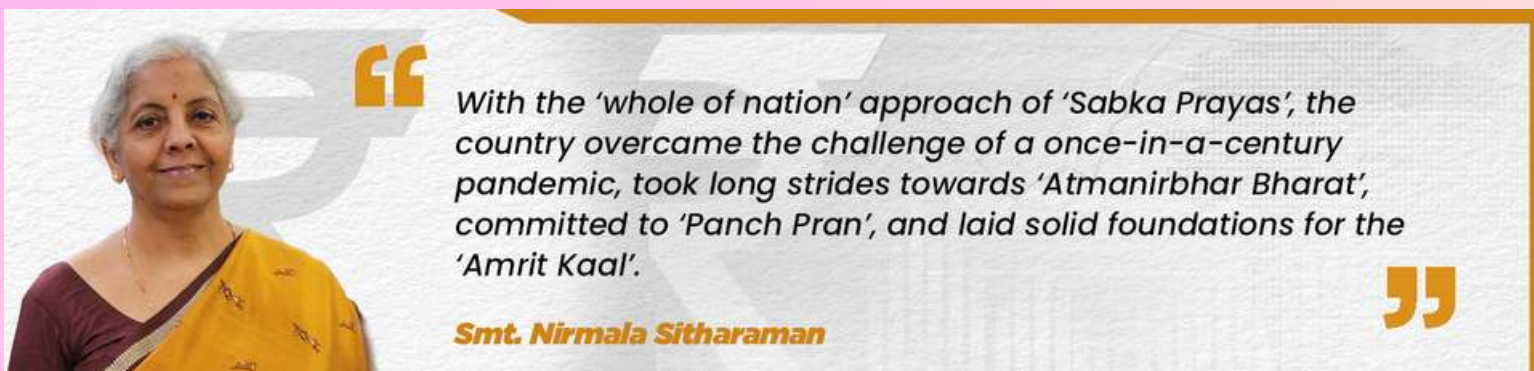
"A budget is telling your money where to go instead of wondering where it went." - John Maxwell

Budget Highlights

Viksit Bharat

Vision:

Prosperous Bharat in harmony with nature, modern infrastructure and opportunities for all



With the 'whole of nation' approach of 'Sabka Prayas', the country overcame the challenge of a once-in-a-century pandemic, took long strides towards 'Atmanirbhar Bharat', committed to 'Panch Pran', and laid solid foundations for the 'Amrit Kaal'.

Smt. Nirmala Sitharaman

Development Areas

Substantive development of all forms of infrastructure-Physical, Digital and Social

Deepening and widening of tax base via GST

GIFT IFSC- A robust gateway for global capital and financial services for the economy

All parts of country becoming active participants in economic growth

Digital Public Infrastructure (DPI)-Promoted formalisation and financial inclusion

Strengthened financial sector brought savings, credit and Investment back on track

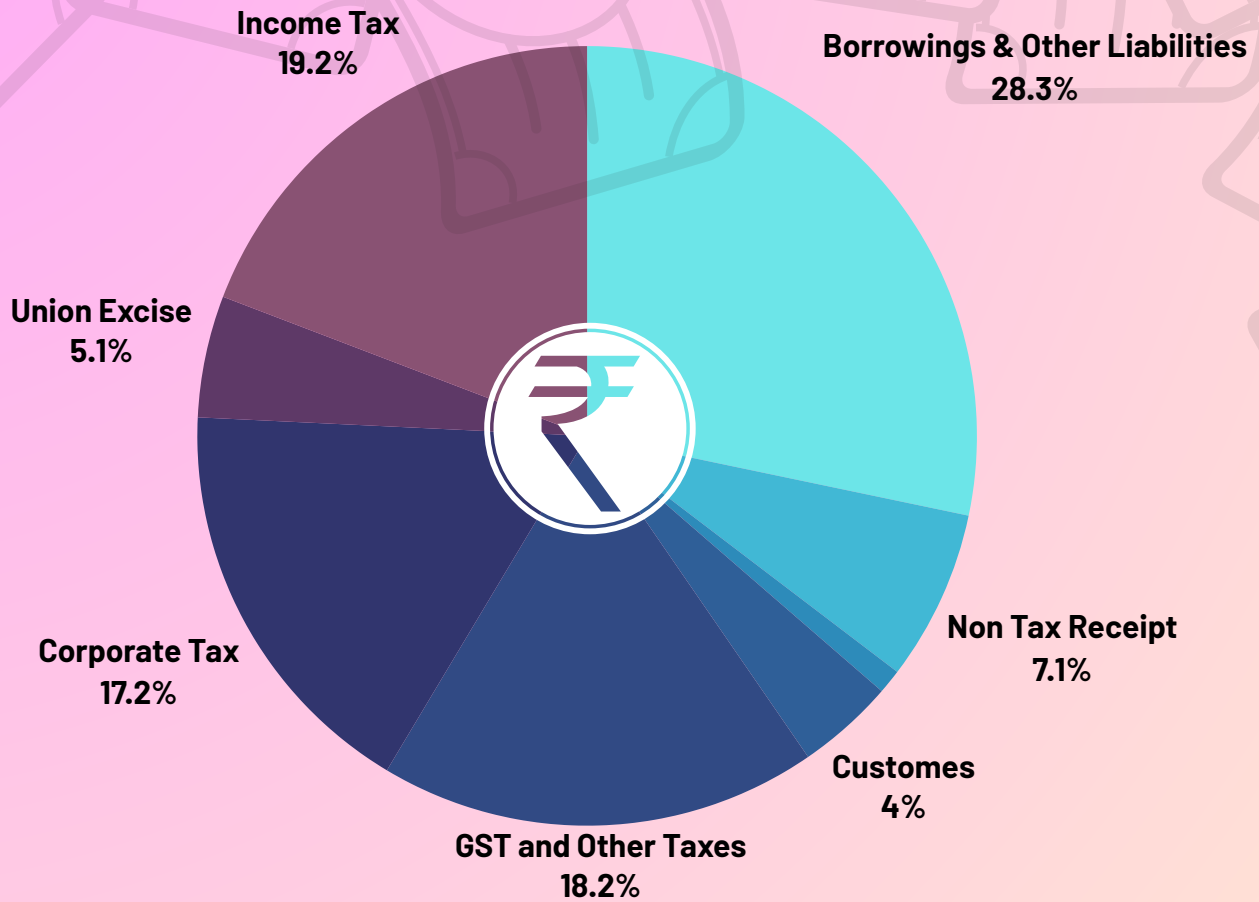
Proactive Inflation management

Commitment to meet 'Net Zero' by 2070

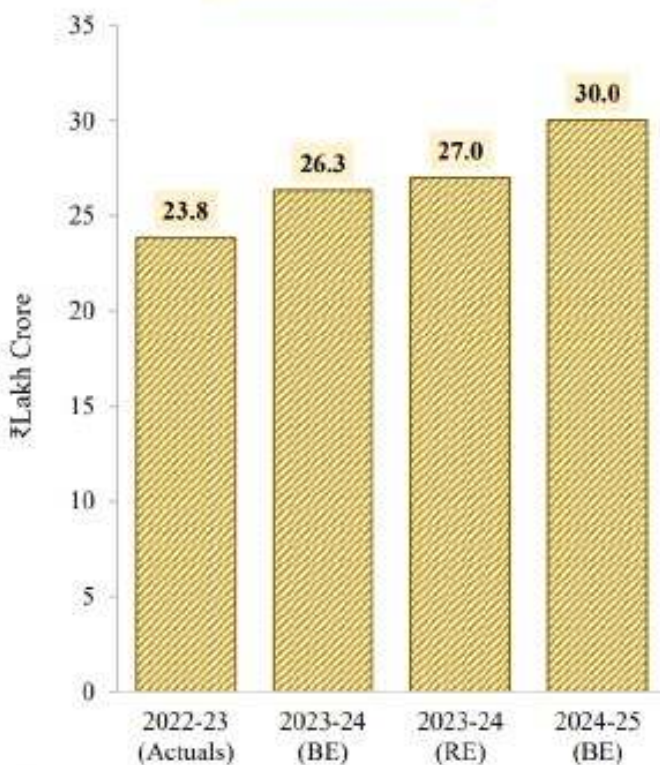
Strategy for Amrit Kaal

- Sustainable Development
- Infrastructure and Investment
- Inclusive Development : Health, Housing & Tourism
- Agriculture and Food Processing

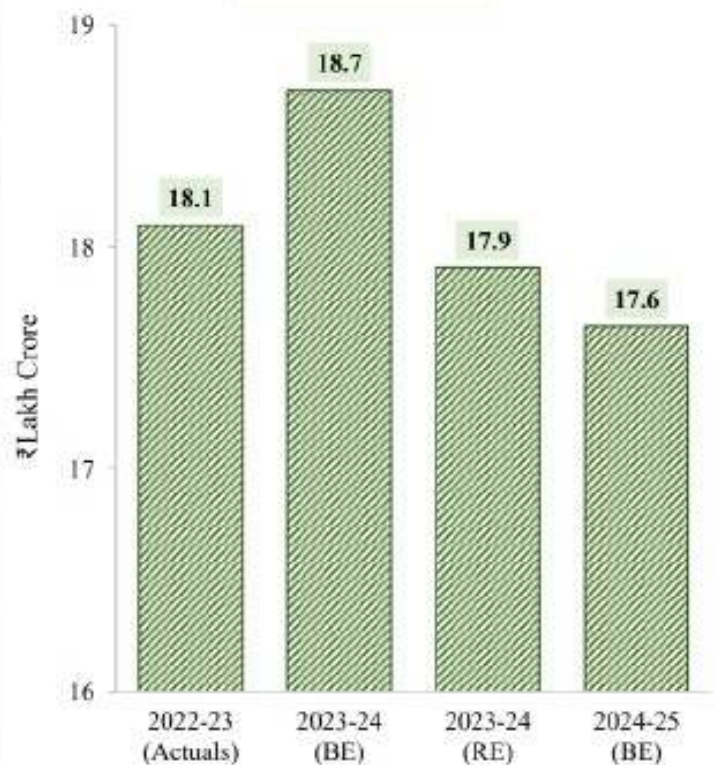
Revenue



Revenue Receipts

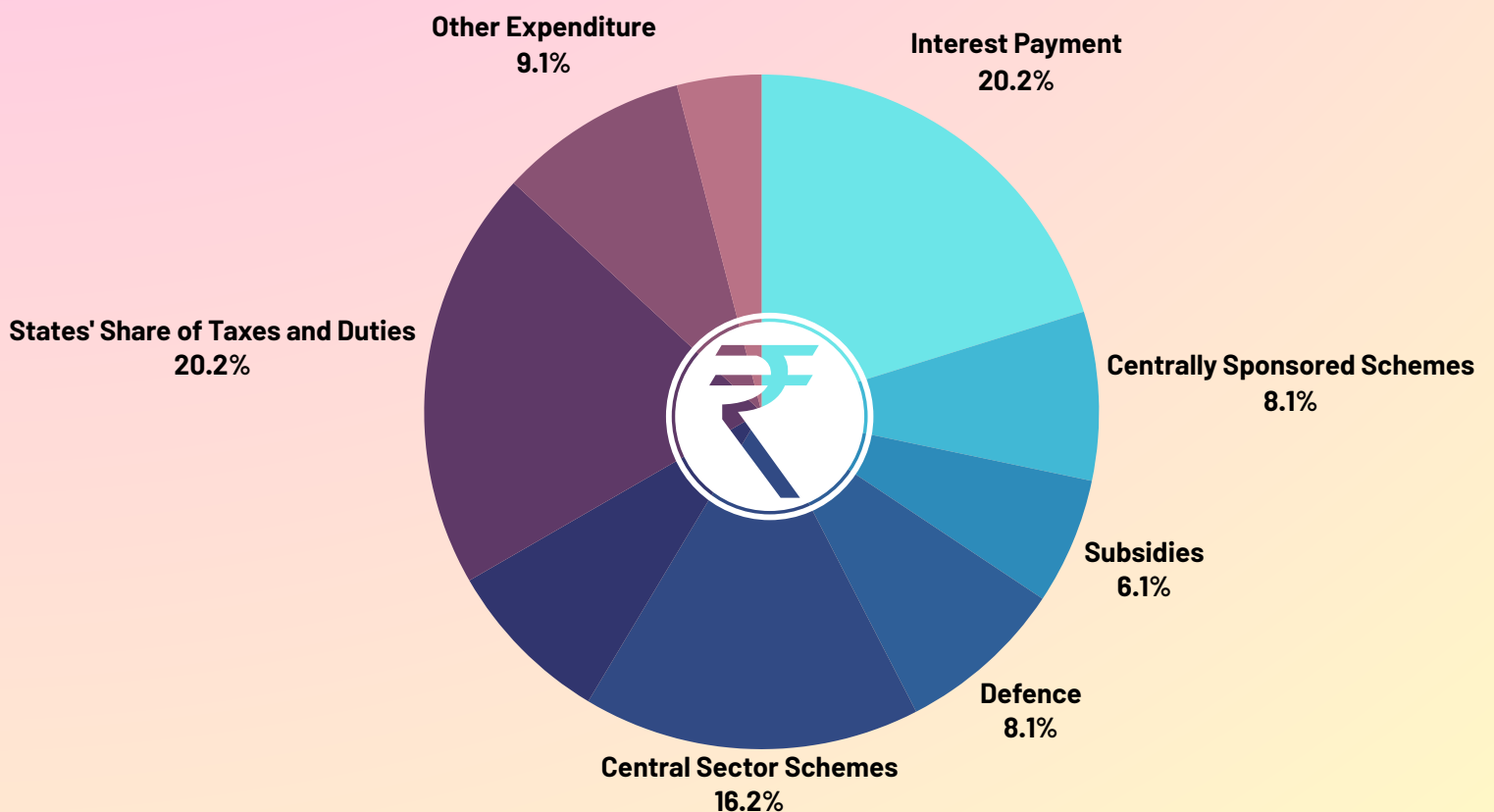


Capital Receipts



Expenditure

Ministries	Allocation (in ₹Lakh Crore)
Ministry of Defence	6.2
Ministry of Agriculture and Farmer's Welfare	1.27
Ministry of Consumer Affairs, Food & Public Distribution	2.13
Ministry of Road Transport and Highways	2.78
Ministry of Home Affairs Ministry of Railways	2.03
Ministry of Chemicals and Fertilizers	1.68
Ministry of Communications	1.37
Ministry of Rural Development in	1.77



"Money often costs too much." - Ralph Waldo Emerson

Industry Insights

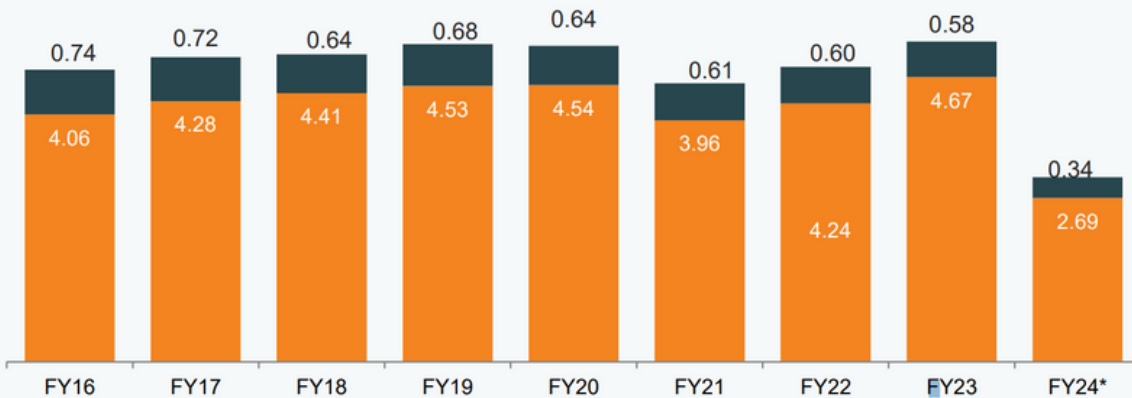
OIL & Gas Industry



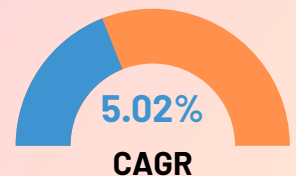
World's fastest-growing energy market:

- India is the 3rd largest energy and oil consumer in the World and the 4th largest importer of liquefied natural gas (LNG).
- India consumed 172.7 MMT of petroleum products and 49.5 BCM of natural gas in April-Dec'23.
- The India Oil And Gas Market size is estimated at 38.12 Billion cubic meters in 2024. It is expected to reach 49.12 Billion cubic meters by 2029, growing at a CAGR of 5.20% during the forecast period (2024-2029).
- As of April 2022, estimated crude oil reserves in India stood at 651.77 mn tonnes, and natural gas stood at 1138.67 bn cubic meters.
- India has set a target to raise the share of natural gas in the energy mix to 15% by 2030 from about 6.7% now.

Imports and domestic oil production in India (MBPD)



Key Metrics:



**Avg. EBITDA
Margin**
11.2%

Avg. ROE
14.1%

Valuation
**38.12
Billion
cubic
meter**



Key Players:



For more Information, visit here: https://www.ibef.org/download/1707221276_Oil-and-Gas-December-2023.pdf

"The goal isn't more money. The goal is living life on your terms."

- Chris Brogan

Concept of the Week

WHITE KNIGHT

In the world of corporate finance and mergers and acquisitions, the term "White Knight" holds significant weight. Symbolizing hope and salvation in times of distress, a White Knight refers to a friendly entity that intervenes in a hostile takeover attempt to rescue the target company from an unwanted suitor. This strategic maneuver not only safeguards the interests of the target company's stakeholders but also illustrates the intricate dynamics and strategies at play in the corporate battlefield.

the White Knight is a **friendly suitor**, typically a **competitor**, **strategic partner**, or **investor**, who offers an alternative acquisition proposal that is more palatable to the target company and its stakeholders. The White Knight's offer may include a **higher price**, **better terms**, or **strategic advantages** that *align with the target company's objectives and vision*.

A classic example of the White Knight in action is the case of Kraft's acquisition of Cadbury in 2010. When Cadbury became the target of a hostile takeover bid by Kraft Foods, it resisted the bid, citing concerns about preserving its legacy, culture, and independence. Sensing an opportunity, Mondelez International, a global snack and beverage company, emerged as a White Knight with a friendly acquisition proposal for Cadbury. Mondelez offered a higher bid and emphasized the strategic benefits of combining Cadbury's confectionery business with its portfolio of brands. Ultimately, Cadbury accepted Mondelez's offer, thwarting Kraft's hostile takeover attempt and securing a brighter future under new ownership.

The White Knight represents more than just a rescuer in corporate battles—it embodies the essence of **strategic partnership**, **value creation**, and **corporate stewardship**. As companies navigate the dynamic landscape of mergers and acquisitions, the White Knight stands as a beacon of hope, offering a path to salvation and prosperity amidst the turmoil of hostile takeover attempts.

More than just literature

1. Expense causes an decrease in owner's _____.

(QIUTEY)

2.The accounting _____is left side always equal to right side.

(AETQNUIO)

3. A debit will decrease the balance in a _____ account.

(EERUNVE)

4._____refers to the amount of outstanding stock, debt, and retained earnings.

(PTIACILZAATNOI)

5.All the _____ will be debit.

(PESSEXNE)

6._____ is the rate at which a stock's price increases or decreases over a specific period.

(AYTILLOIVT)

7._____ in an person or entity who has the ownership of at least a small part of company's stock.

(LAESDHEHSORR)

Upload your answers here -

**CLICK
HERE**






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