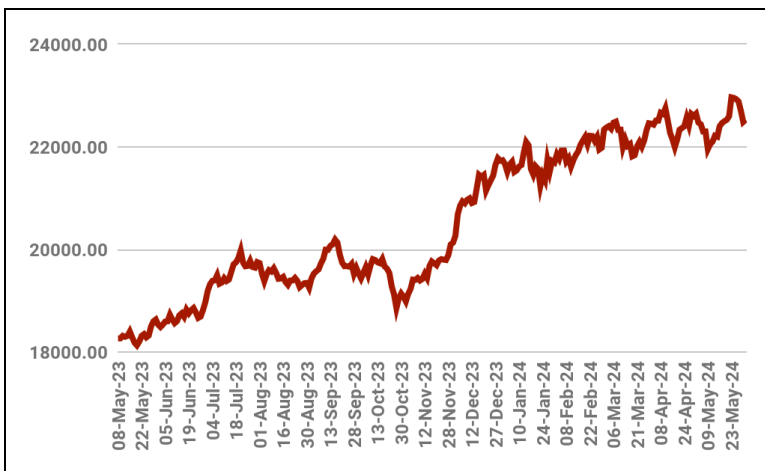


Nifty Movement



(Source: NSE)

Market Commentary

Indian market witnessed a downturn in May, lagged behind global peers, resulting in underperformance. At the beginning of May, the market experienced a surge in optimism, driven by several key factors. Positive sentiment was bolstered by strong Foreign Portfolio Investor (FPI) inflows, easing geopolitical tensions in the Middle East, and the expectation of continued political stability in the upcoming Lok Sabha elections. Mid- and small-cap stocks were also hit hard in the recent sell-off, leading them to trade at multi-week lows. The BSE Sensex down 521.47 points or 0.70% to close at 73961.31 and the NSE Nifty fell 74.15 points or 0.33% to settle at 22530.70. The BSE Mid-Cap index up 1.74% to settle at 42852.69. The BSE Small-Cap index decreased 0.11% to settle at 47263.66.

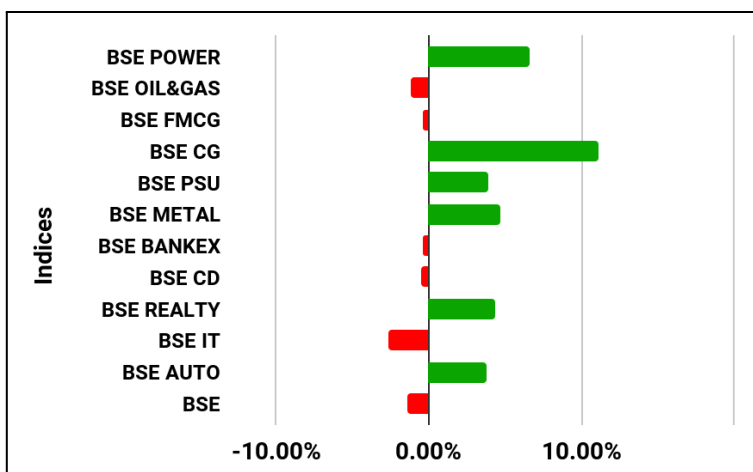
In May, foreign investors withdrew Rs. 28,885 crore from Indian equities, marking the largest outflow since January 2024, when Rs. 25,744 crore was withdrawn.

Gross domestic product grew 7.8% year-on-year following a revised 8.6% expansion in the December quarter. The GDP was 8.2% for the fiscal year 2023-24, earlier estimated at 7.6%.

Consumer price inflation posted an annual increase of 4.75% in May, slower than the 4.83% increase in April. On a monthly basis, consumer prices rose at a stable rate of 0.48% in May.

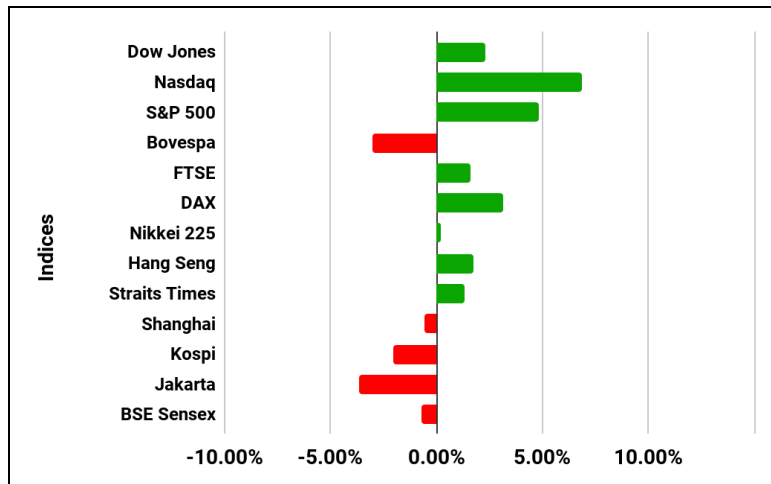
Wholesale prices climbed by 2.61% year-on-year in May 2024, accelerating from a 1.26% rise in the previous month. Monthly, wholesale prices were up 0.20%, easing from an upwardly revised 1.06% growth in April. Manufacturing prices recovered (0.78% vs -0.42%), fuel

Sectoral Indices(% change)



(Source: Investing.com)

Global Indices (% change)



(Source: [Investing.com](https://www.investing.com))

and power prices slowed slightly (1.35% vs 1.38%).

Industrial production posted an annual growth of 5.0% in April, weaker than March's 5.4% increase. Among three sectors, mining grew 6.7%, manufacturing advanced 3.9% and electricity output climbed 10.2% in April.

Trade deficit widened to \$23.78 billion in May, from \$19.1 billion in April 2024 and \$22.1 billion in May 2023. Exports increased by 9.1% to \$38.13 billion while imports up 7.7% to \$61.91 billion.

Eight core infrastructure sector, including coal, crude oil, steel, cement, electricity, fertilisers, refinery products, and natural gas, grew 6.2% in April, up from 6% in the previous month. The sector's output slowed to 7.6% in FY24, with coal output up 7.5% and electricity generation rising 9.4%. Fertilizer production contracted 0.8% for the fourth consecutive month.

In May, the Centre collected Rs 1.73 lakh crore in **GST**, a 10% annual increase. This is down from April's record Rs 2.1 lakh crore. The growth stemmed from a 15.3% rise in domestic transactions and a 4.3% decline in imports. Net GST revenue, after refunds, was Rs 1.44 lakh crore.

The **Unified Payments Interface** (UPI) network, operated by the National Payments Corporation of India (NPCI), has achieved a significant milestone by processing a record 14.04 billion transactions in May, surpassing the 13.3 billion transactions recorded in April. In terms of value, UPI facilitated transactions amounting to Rs. 20.45 lakh crore in May, compared to Rs. 19.64 lakh crore in April.

Global

Global Global shares fell in May, there was a marked difference between sectors, as enthusiasm over AI (Artificial Intelligence) boosted technology stocks. In economic news, survey data indicated further weakness in manufacturing sectors, with services still proving robust.

Chinese stock benchmark - Shanghai Composite Index fell 0.58%. In the US, the Dow Jones, S&P 500, and Nasdaq Composite all saw gains in May following a sharp downturn in April - the Dow Jones Industrial Average gained 2.30%, the S&P 500 up 4.80%, and the NASDAQ increased 6.88%.

China

The People's Bank of China conducted CNY 182 billion of one-year medium-term lending facility. The interest rate on the MLF was kept unchanged at 2.5%. The central bank also injected CNY 4 billion via seven-day reverse repos at an interest rate of 1.8%.

China's consumer prices were up 0.3% on year in May, unchanged from the previous month. On a monthly basis, inflation fell 0.1% after rising 0.1% in April. Producer prices dropped by 1.4% yoy in May 2024, following April's figure of a 2.5% decrease. On a monthly basis, producer prices rose 0.2%, the first increase in eight months, reversing from a 0.2% decline in April. The unemployment rate stood at 5% in May 2024, unchanged from April's five-month low.

Industrial production decelerated to 5.6% in May from 6.7% in April. Retail sales posted a faster expansion of 3.7% annually after rising 2.3% in April. Fixed asset investment increased 4.0% from the previous year, slower than the 4.2% rise posted in January to April period.

Exports posted an annual growth of 7.6% in May following a 1.5% rise in April while imports decelerated to 1.8% from 8.4% in the previous month. Consequently, the trade surplus increased significantly to \$82.62 billion from \$72.35 billion a month ago.

The Caixin composite output index posted 54.1 in May, up from 52.8 in April. The services PMI climbed to 54.0 in May from 52.5 in the previous month while the manufacturing PMI rose of 51.7 in May. That's up from 51.4 in April

Industrial profits registered an increase of 4.3% in the first four months of 2024 from the same period last year.

U.S.

U.S. gross domestic product climbed by 1.3% in the first quarter compared to the previously reported 1.6% jump.

Non-farm payroll employment surged by 272,000 jobs in May after climbing by a downwardly revised 165,000 jobs in April. The unemployment rate crept up to 4.0% in May from 3.9% in April.

ADP said private sector employment climbed by 152,000 jobs in May after jumping by a downwardly revised 188,000 jobs in April.

Consumer price index came in unchanged in May after rising by 0.3% in April. Core consumer prices rose by 0.2% in May after climbing by 0.3% in April.

The S&P Global final composite PMI rose to 54.5 from 51.3 in April. The services PMI to a one-year high of 54.8 in May from 51.3 in April while the manufacturing PMI rose to 51.3 in May.

Auto Sales May' 24

Maruti Suzuki India reported 2% year-on-year dip in total wholesales at 1,74,551 units in May 2024. The company had dispatched a total of 1,78,083 units to its dealers in the same month last year. Total domestic passenger vehicle sales rose marginally to 1,44,002 units last month from 1,43,708 units in the year-ago period. MSI said its exports last month declined to 17,367 units from 26,477 units in the same period last year.

Hero MotoCorp reported a 4% drop in sales, with 4,98,123 units sold overall. Compared to the same period last year, when the company sold 5,19,474 units, this result represented a decline. The company saw a nearly 6% fall in domestic sales. The corporation sold 4,79,450 units domestically in May, compared to little over 5 lakh units sold in the same month of the previous year. Exports increased significantly in May, rising by more than 67%. 18,673 automobiles were exported during the month, up from 11,165 during the same period in the previous fiscal year.

Tata Motors' reported 2% rise in total wholesales at 76,766 units in May as compared with 74,973 units in the same month last year. The total domestic sales stood at 75,173 units last month against 73,448 units in the year-ago period, a growth of 2%. Sales of passenger vehicles, including electric vehicles, in the domestic market, were up 2% at 47,075 units as compared to 45,984 units in the year-ago month. Total commercial vehicle sales too rose 2% to 29,691 units from 28,989 units in May 2023.

Bajaj Auto Ltd said its total sales remained flat at 3,55,323 units in May. The Pune-based automaker sold 3,55,148 vehicles in May 2023. Total domestic sales declined 1% to 2,25,087 units last month compared to 2,28,401 units sold in May 2023. Total exports during the month under review rose 3% at 1,30,236 units in May from 1,26,747 vehicles shipped out to overseas markets in the year-ago period.

Mahindra & Mahindra said its total wholesales increased 17% year-on-year to 71,682 units in May. The company's total dispatches to its dealers stood at 61,415 units in May 2023. Passenger vehicle sales in the domestic market rose 31% to 43,218 units last month against 32,886 units in May 2023. Exports rose 2% year-on-year to 2,671 units last month from 2,616 units in May 2023.

TVS Motor Company achieved a 12% sales increase in May 2024, selling 369,914 units compared to 330,609 units in May 2023. Two-wheeler sales grew 13%, reaching 3.59 lakh units in May 2024, up from 3.19 lakh units in May 2023. Domestic two-wheeler sales rose by 7% to 2.71 lakh units from 2.52 lakh units. Motorcycle sales increased by 7%, with 1.73 lakh units sold compared to 1.62 lakh units last year. Exports jumped 27%, with 96,966 units shipped in May 2024 compared to 76,607 units last year.

Eicher Motors Limited's Royal Enfield reported sales of motorcycles decreased by 8% in May to 71,010 units from 77,461 units in the same month of the previous year. Overseas business demonstrated tenacity in the face of local market volatility, recording a 12% gain in sales to reach 7,479 units, up from 6,666 units year over year.

Escorts Kubota Limited Agri Machinery Division in May 2024 sold 8,612 tractors as against 9,167 tractors sold in May 2023. Domestic tractor sales in May 2024 were at 8,232 tractors as against 8,704 tractors sold in May 2023. Export

tractor sales in May 2024 were at 380 tractors as against 463 tractors sold in May 2023.

Ashok Leyland reported a 12% increase in total vehicle sales in May 2024. Total vehicle sales rose to 14,682 units from 13,134 units in May 2023. Domestic sales climbed 12% to 13,852 units, compared to the same period last year.

AUTO SALES DATA (Y-o-Y)

Company	TOTAL SALES		% Ch	DOMESTIC SALES		% Ch	EXPORTS		% Ch
	MAY-24	MAY-23		MAY-24	MAY-23		MAY-24	MAY-23	
MARUTI	174551	178083	-1.98	17367	26477	-34.41	157184	151606	3.68
HEROMOTOCO	498123	519474	-4.11	18673	11165	67.25	479450	508309	-5.68
TATAMOTORS	76766	74973	2.39	1593	1525	4.46	75173	73448	2.35
BAJAJ-AUTO	355323	355148	0.05	130236	126747	2.75	225087	228401	-1.45
M&M	71682	61415	16.72	2671	2616	2.10	69011	58799	17.37
TVSMOTOR	369914	330609	11.89	96966	76607	26.58	272948	254002	7.46
EICHERMOT	71010	77461	-8.33	7479	6666	12.20	63531	70795	-10.26
ESCORTS	8612	9167	-6.05	380	463	-17.93	8232	8704	-5.42
ASHOKLEY	14682	13134	11.79	830	756	9.79	13852	12378	11.91

(Source:BSE)

AUTO SALES DATA (M-o-M)

Company	TOTAL SALES		% Ch	DOMESTIC SALES		% Ch	EXPORTS		% Ch
	MAY-24	APR-24		MAY-24	APR-24		MAY-24	APR-24	
MARUTI	174551	168089	3.84	17367	22160	-21.63	157184	145929	7.71
HEROMOTOCO	498123	533585	-6.65	18673	20289	-7.96	479450	513296	-6.59
TATAMOTORS	76766	77521	-0.97	1593	1122	41.98	75173	76399	-1.60
BAJAJ-AUTO	355323	388256	-8.48	130236	139173	-6.42	225087	249083	-9.63
M&M	71682	70471	1.72	2671	1857	43.83	69011	68614	0.58
TVSMOTOR	369914	383615	-3.57	96966	80508	20.44	272948	303107	-9.95
EICHERMOT	71010	81870	-13.26	7479	6832	9.47	63531	75038	-15.33
ESCORTS	8612	7515	14.60	380	347	9.51	8232	7168	14.84
ASHOKLEY	14682	14271	2.88	830	825	0.61	13852	13446	3.02

(Source:BSE)

ELECTRIC 2-WHEELER RETAIL SALES

COMPANY	MAY-24	APR-24	MAY-23	% (Y-o-Y)	% (M-o-M)
OLA ELECTRIC	37215	34037	28742	29.48	9.34
TVS MOTOR	11776	7741	20434	-42.37	52.13
BAJAJ AUTO LTD	9199	7556	10097	-8.89	21.74
ATHER ENERGY	6025	4117	15430	-60.95	46.34
AMPERE/GREAVES ELECTRIC	2059	2675	10776	-80.89	-23.03
HERO MOTOCORP	2454	955	751	226.76	156.96

(Source:BSE)

ELECTRIC 4-WHEELER RETAIL SALES

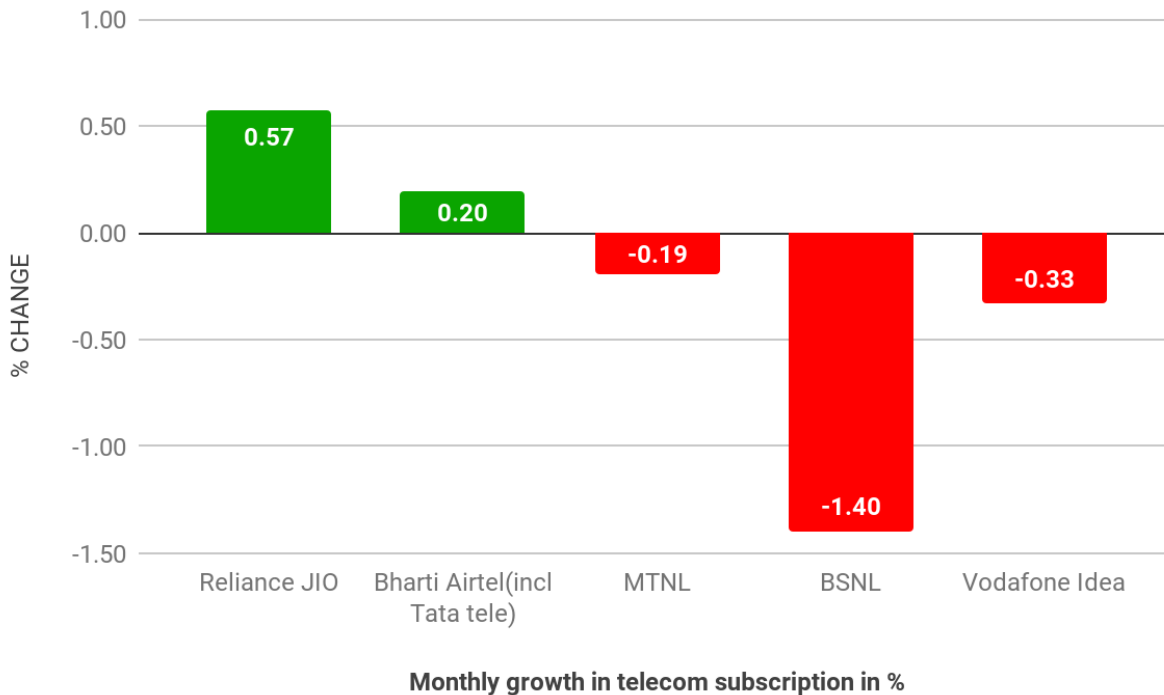
COMPANY	MAY-24	APR-24	% (M-o-M)
TATA MOTORS	5049	5129	-1.56
MAHINDRA & MAHINDRA	557	659	-15.48

(Source:BSE)

Telecom Subscription Data as on 30th April 24

The number of telephone subscribers in India increased from 1,199.28 million at the end of March-24 to 1,201.22 million at the end of April-24, thereby showing a monthly growth rate of 0.16%. Urban telephone subscription decreased from 665.38 million at the end of March-24 to 664.89 million at the end of April-24 however the rural subscription increased from 533.90 million to 536.33 million during the same period. The monthly growth rates of urban and rural telephone subscription were -0.07% and 0.45% respectively during the month of April-24.

Service Provider wise growth in total subscribers (March 24 - April 24)



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