

# ***Financial Buzz***

***November***  
***2023***



*Mutual fund investment are subject to market risks,read all scheme related documents carefully.*



## October Headlines

-  India invites Brazilian industries to become part of its growing supply chain
-  India's services sector activity expands again in September as PMI rises to 61.0
-  RBI retains GDP growth forecast of 6.5% for FY24 and FY25
-  India's power consumption grows nearly 8 pc to 847 billion units in first half of FY24
-  India's unemployment rate at 6-year low of 3.2% during July 2022-June 2023
-  Telecom cos invest Rs 2,419 crore under PLI scheme till 10th Oct 2023
-  India's crude steel output grows to 70 MT in April-September
-  Global solar projects set to win more than \$380 billion investment this year
-  7.41 crore ITRs filed, including 53 lakh first-time filers,





# Equity Update

## NIFTY 50

### Top 5 Gainers of the October 2023

Name	September 2023	October 2023	Change %
Nestle India Ltd.	22506.9	24234.8	7.68
Coal India Ltd	295.15	316.00	6.50
Bajaj Auto Ltd.	5063.7	5314.05	4.94
SBI Life Insurance Co.	1305.4	1367.85	4.78
Bajaj Finance Ltd.	7810.75	7492.65	4.07

## NIFTY 50

### Top 5 Losers of the October 2023

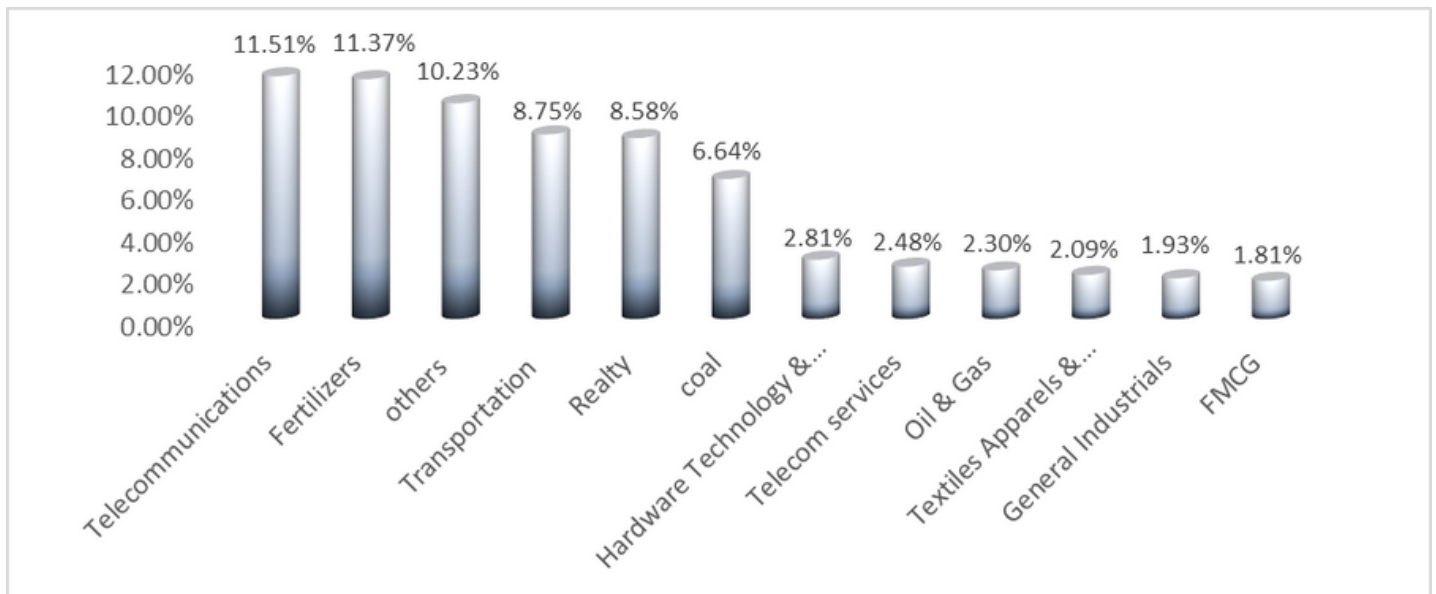
Name	September 2023	October 2023	Change %
Hindalco Industries Ltd.	492.65	459.50	-6.73
Tech Mahindra Ltd.	1222.8	1133.15	-7.33
Tata Steel Ltd.	128.9	118.75	-7.87
Divi's Laboratories Ltd.	3765.15	3388.35	-10.01
UPL Ltd.	616.25	540.50	-12.29





# Equity Update

Index	30-09-2023	31-10-2023	Change %
NIFTY 50	19638.3	19,079.60	-2.8
NIFTY SMALL CAP	12748.5	12,649.90	-0.8
NIFTY MID CAP 100	40537.05	38,876.95	-4.1
SENSEX	65828.41	63,874.93	-3.0
US \$	83.03	83.256	0.3
BITCOIN \$	26962.7	34,650.60	28.5
DOW JONES IN USD\$	33507.76	33,052.74	-1.4
SHANGHAI COMP \$	3110.48	3,018.77	-2.9
BRENT CRUDE OIL \$	95.31	85.02	-10.8
NASDAQ 100 IN \$	14715.24	14,409.78	-2.1
GOLD IN	57,061	61,077	7.0
10 YEAR GOVT BOND	7.21	7.369	2.2



# Debt Update

Items	Sep-23	Oct-23	1 Month change	Apr-22	1 year change
Reverse repo	3.35%	3.35%	0.00%	3.35%	0.00%
Repo	6.50%	6.50%	0.00%	4%	2.50%
CRR	4.50%	4.50%	0.00%	3%	1.50%
SLR	18%	18%	0.00%	18%	0.00%
Mibor Overnight	6.82%	6.84%	0.02%	3.93%	2.91%
Call ON	6.75%	6.74%	-0.01%	3.4%	3.34%
Treps	6.75%	6.76%	0.01%	3.84%	2.92%
1 Yr TBILL	5.47%	5.44%	-0.03%	4.76%	0.68%
10 Gsec	7.21%	7.35%	0.14%	7.14%	0.21%
5 Year AAA	7.23%	7.34%	0.11%	6.96%	0.38%
USD/INR	₹83.03	₹83.25%	0.22%	₹76.42	6.83%

Source :- Investing.com



# Five Mistakes to Dodge When Investing in Mutual Funds

As markets continue to evolve, investors should be aware of potential pitfalls that could impact their mutual fund investments. By understanding these pitfalls, investors can make smarter investment choices and secure a brighter financial future.



## 1. Stopping your SIP



SIP has been gaining popularity among Indian investors; it is thought to be the most convenient way to invest in mutual funds. However, many investors stop their SIPs because they let themselves be influenced by factors such as a lack of patience and short-term market volatility. Unplanned and sudden exits from your investment not only make you lose precious returns but also indicates a lack of focus and commitment.



For instance, during sharp market falls (Global Financial Crisis and COVID), many investors out of fear stopped their SIPs, which had a detrimental impact on their investment goals and missed opportunities for wealth creation. Below table shows example of two individuals, Mr. A and Mr. B, both started their SIP for an amount of Rs. 10,000 per month in HDFC Flexi Cap Fund on 1st April 2018. During the beginning of COVID 19, Mr A paused his SIP for 6 months (driven by fear of COVID 19 impact on markets) while Mr. B continued with his disciplined approach of investing regularly. Here are the results:

Particular	A	B
SIP Start Date	1st April 2018	1st April 2018
SIP Pause	Yes	No
Pause Period	6 Months	NA
Amount Invested	3,00,000	3,60,000
Market value as on 31st May 2023	5,57,069.1	6,94,268.8
Difference in return (A-B)	-	1,37,200

Past Performance may or may not be sustained in the future.

## 2. Having No Emergency fund



The covid-19 pandemic has taught us that an emergency can happen anytime, at any point in one's life. While covid is one such example, many other unforeseen circumstances can occur in the lives of individuals.

Creating a safety net in the event of job loss or uncertainty is always essential. This is where the need for an emergency fund comes in. An emergency fund is essentially money that's been set aside to cover life's unexpected events. The money will allow you to live for a few months if an unforeseen event occurs. Investors should maintain at least 6 months living expenses in an emergency fund and can consider investing in liquid or overnight funds for such contingencies.

## 3. Not Diversifying the Portfolio



Imagine you're planning a picnic, and you have a variety of delicious food to choose from. Now, if you were to put all your food in one basket, you'd be taking a big risk.



## What if something happened to that basket?

Investing in mutual funds works in a similar way. Instead of putting all your money into just one fund or asset, it's smarter to spread your investments across different options.

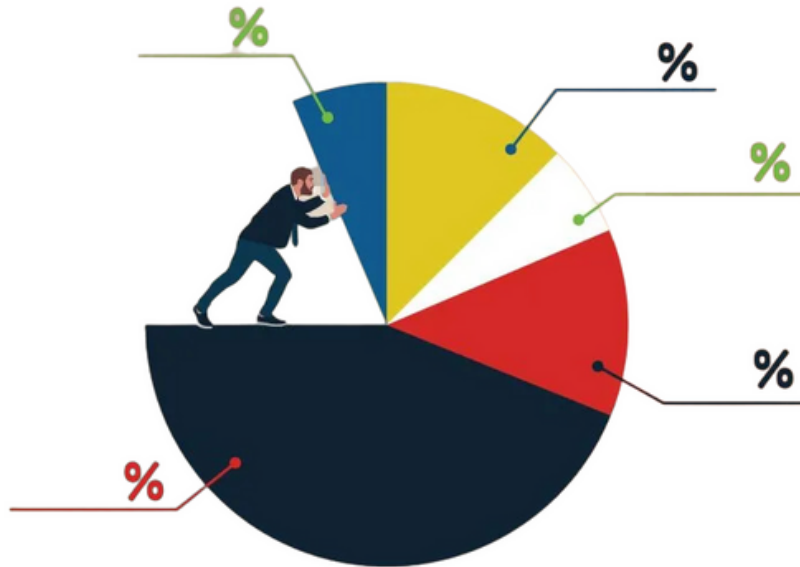
Investors often get swayed towards the most trending sector/market cap segment. For example, in 2018, the rally in mid and small cap segments saw many investors having a higher exposure towards that segment. The result was a bad investment experience over the ensuing period. Investors should focus on diversification rather than concentration.

## 4. Focusing on the returns and ignoring the risk



One common mistake investors make when investing in mutual funds is focusing solely on the potential returns and overlooking the associated risks. While returns are an important aspect to consider, it is equally crucial to assess the risk profile of the mutual funds. You should invest in mutual funds that meet the level of risk you are willing and can afford to take.

## 5. Making changes in asset allocation abruptly



It is often said that asset allocation is the foundation of any investment portfolio. While asset allocation explains over 90% of the portfolio returns over the long term, investors should not get carried away with market movements and make changes to asset allocation overnight.

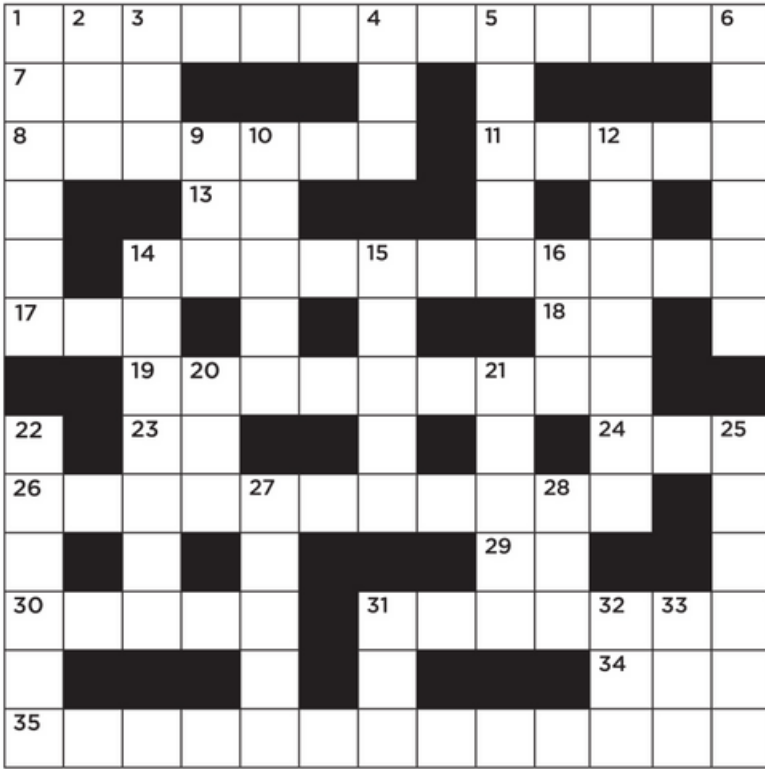
For instance, if an investor has 10% exposure to equities and due to changes in the circumstances wants to increase the allocation to 40%, the change from 10% to 40% should ideally be gradual and with the help of a financial advisor.

Experience is making mistakes and learning from them. We all make mistakes and it is fine to do mistakes. We also know that as we age our risk taking ability decreases. So, starting early to invest and learning from our mistakes in our 20's can help us manage finances better when one enters their 30's or 40's.

**#Happy Investing**



# Crossword puzzle



## ACROSS

- 1. Titular artifact in a classic mystery
- 7. Thurman of *Kill Bill*
- 8. Greatest quantity possible
- 11. Cut into cubes
- 13. It's between la and do
- 14. The best of both worlds in men's undergarments
- 17. \_\_\_ Marie Saint
- 18. The chemical element selenium, for short
- 19. Swimmer with nine Olympic gold medals
- 23. Wong of *Law & Order: SVU*
- 24. Little devil
- 26. 1950s fashion

- 29. Duo at the top of the roulette board
- 30. Right under our \_\_\_\_\_
- 31. Nomadic insect
- 34. Soap ingredient
- 35. Singer Ruth, Anita, or June

## DOWN

- 1. Mutter
- 2. Physicians' organization, in brief
- 3. Loose about rules
- 4. Street where Freddy wreaked havoc
- 5. Passion
- 6. Birthday suit lover
- 9. O.J. trial judge
- 10. Get-together
- 12. Orange snack square
- 14. Fast-growing grasses
- 15. Pitfalls
- 16. Suffix
- 20. Recipe instruction
- 21. Peculiar expression

- 22. Share one's feelings
- 25. Tinker
- 27. Composer Franz
- 28. Rogers or Orbison
- 31. \_\_\_ Lingus
- 32. Ctrl + \_\_\_ + Del
- 33. Science guy Bill

## Solution of October 2023 crossword puzzle



### LESSONS IN INVESTING

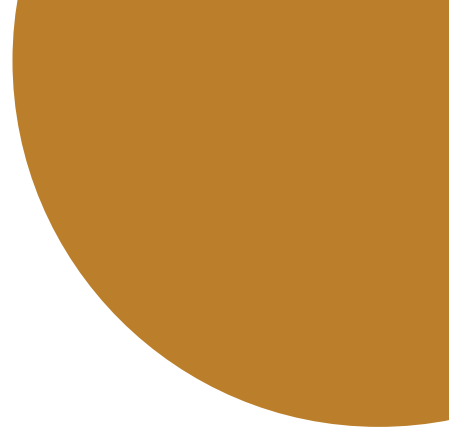


NORTH



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