



CHRIST
(DEEMED TO BE UNIVERSITY)
DELHI-NCR, INDIA

Money Mantra

MONTHLY FINANCE NEWSLETTER

Students special edition

Market Performance

By Anu Lawrance

Indicators	01-01-2021	29-Jan-21	Percentage change
BSE SENSEX	47,868.98	46,285.77	-3.31%
BSE MIDCAP	18,164.48	18,082.23	-0.45%
BSE Auto	20,985.85	22,127.69	5.44%
BSE Energy	5,948.64	5,955.30	0.11%
BSE Bankex	35,798.50	34,662.51	-3.17%
BSE FMCG	12,695.91	12,218.24	-3.76%
BSE Health Care	21,816.00	20,669.00	-5.26%
BSE IT (Small Cap)	19,008.20	18,919.47	-0.47%
BSE Oil and Gas	14,307.00	13,816.00	-3.43%
BSE Power	2,076.06	2,004.06	-3.47%
BSE Metal	11,606.63	11,031.12	-4.96%
BSE Realty	2,501.08	2,418.52	-3.30%
BSE Telecom	1,491.08	1,465.42	-1.72%

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Mentors

Dr. Joji Chandran
Dr. Sanjay Rastogi
Dr. Puja Kaura

Coordinators

Anu M Lawrance
Reneera Joseph
Rosh George
Sruthi Suresh

Union Budget 2020-21- Highlights

By Sruthi Suresh

India's 1st Digital Budget was announced on Feb 1, 2021, by Finance Minister Nirmala Sitharaman. Budget proposals for this financial year rest on six pillars — health and well-being, physical and financial capital and infrastructure, inclusive development for aspirational India, reinvigorating human capital, innovation, and R&D, and 'Minimum Government, Maximum Governance'.

Significant announcements included a slew of hikes in customs duty to benefit Make in India, a proposal to disinvest two more PSBs and a general insurance company, and numerous infrastructure pledges to poll-bound States. The fiscal deficit stands at 9.5% of the GDP and is estimated to be 6.8% in 2021-22. Personal income tax slabs remain to remain same.

Highlights

- The fiscal deficit stands at 9.5% of the GDP; estimated to be 6.8% in 2021-22
- The government of India assumes nominal GDP growth of 14.4% in FY 2022.
- Proposal to allow States to raise borrowings up to 4% of GSDP this year
- A Unified Securities Market Code to be created, consolidating provisions of the Sebi Act, Depositories Act, and two other laws.
- Proposal to increase FDI limit from 49% to 74%.
- An asset reconstruction company will be set up to take over stressed loans.
- Deposit insurance increased from Rs 1 lakh to Rs 5 lakh for bank depositors.
- Proposal to decriminalize the Limited Liability Partnership Act of 2008.
- Two PSU banks and one general insurance firm to be disinvested this financial year.
- An IPO of LIC to debut this financial year.
- Strategic sale of BPCL, IDBI Bank, Air India will be completed.
- More economic corridors in Tamil Nadu, Kerala, West Bengal, and Assam
- Extensions of tax holiday by one more year for startups
- Government plans Rs. 5.54 lakh cr Capex for FY22
- 100 Army schools, 75 Ekalavya schools in a tribal area, and a central university in Ladakh to be set up.
- National Asset Monetising Pipeline to be launched to monitor asset monetizing project
- No IT filing for people above 75 years who get pension and earn interest from deposits



Post covid recovery of Indian Economy

By Anu Lawrance

India is swiftly recovering from the economic disabling caused by Covid-19-related lockdowns. India's pathway to economic recovery and the government and the financial sector regulatory authorities' policy measures have ensured reduced contraction of GDP in Q2 of 2020-21. The economy contracted 23.9 percent in the June quarter of the current fiscal on account of the impact of the covid-19. In the 2nd quarter, the contraction was 7.5 percent.

Ways to increase funds to finance India's recovery from the post-Covid:

- Gold Disclosure Scheme will mobilize taxes, unlock capital lying in the black economy and upgrade India's sovereign
- rating; by targeting 10% of the stock of gold has the potential to raise Rs 3,50,000 crore in taxes and release capital of Rs 10,50,000 crore.
- To convert gold import duty to GST will increase tax revenues as smuggled gold gives way to official imports.
- To bring the black market economy to white economies, like Indian's are large spenders on the IPL, Casinos, and other events. Legalizing such activities with necessary safeguards will
- transit criminal activities to responsible businesses, raise taxes, cut off funding to criminals, and support the tourism industry that has been the hardest hit by Covid-19.
- To unblock capital stuck in commercial disputes.
- To allow PSUs to manage treasury on a commercial basis, better treasury management will help PSUs pay more dividends and re-rate valuations.



Ways to economic recovery from Covid-19 pandemic:

- In its efforts to revive the economy, the government must accord its highest priority to the agriculture sector as it has been least affected due to the pandemic and the lockdown.
- Kisan Yojana shifted direct cash transfers to around ten crore farmers, distributing about Rs 90,000 crore since its commencement in December 2018, a significant part of it paid during the Covid-19 lockdown.
- To bring migrant workers back to the cities after the relaxation of the lockdown.



Major Bites of the Month

By Rosh George

1. Govt increases reliance on costly small savings to fund India Budget

The govt estimates it will borrow about ₹5 trillion in the year through March 31 from this pool meant to support households and pensioners, double the ₹2.5 trillion initially budgeted.

2. Crypto assets and digital government currency

The success of govt's proposed digital currency bill will depend on the details, particularly the definition of what the bill calls 'private cryptocurrencies', says Rahul Pagidipati. A cryptocurrency exchange executive on Saturday lauded the digital currency bill proposed by the Indian government while asking what the bill means by "private cryptocurrencies".



3. Economic Survey sees V-shaped recovery, but stimulus key

Take fiscal steps without fearing 'noisy/biased' credit rating action, says CEA. The Economic Survey has made a strong case for the government to offer further fiscal stimulus to avoid risking the temporary weakness in demand resulting in lower potential growth.

4. India's GDP growth to contract by 8% in FY21, says IMF

IMF also revised upward its projections for FY22 to 11.5% from 8.8% estimated earlier. IMF has projected world economy to recover a little faster and grow at 5.5% in 2021 after contracting 3.5% in 2020. The International Monetary Fund (IMF) on Tuesday upgraded its GDP projection for India to a contraction of 8% in FY21 from its earlier estimate of 10.3%.



5. RBI policies helped to ease the severe economic impact of the COVID-19 pandemic.

The Reserve Bank of India remains steadfast to take any further measures as may be required to support growth without compromising on financial stability, governor Shaktikanta Das said. In the future, financial institutions in India have to walk a tightrope in nurturing the economic recovery within the overarching objective of preserving long-term stability of the financial system, Das said

6. HDFC Bank reports 18% growth in Q3 profit, recasts 0.5% of loan book.

Private sector lender HDFC Bank on Saturday reported an 18% year-on-year (y-o-y) rise in net profit to ₹8,758.29 crores for the three months to December owing to higher net interest income and other income. HDFC Bank's asset quality improved in the December quarter

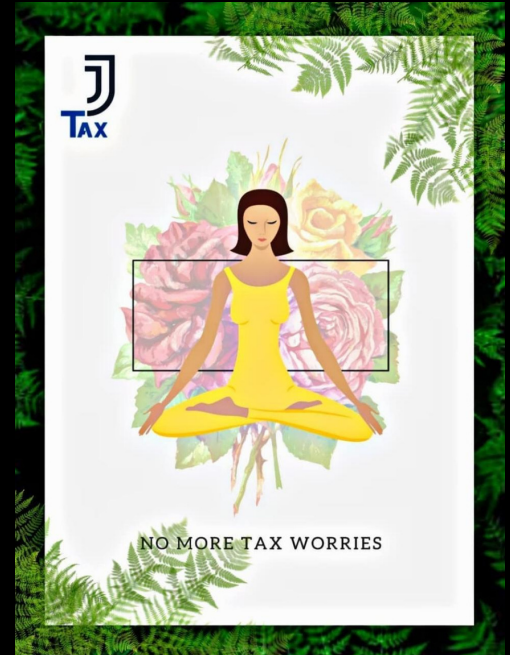


Finance and Technology: Tax help on your Finger Tip

By Reneera Joseph

JJTax is a chat-based mobile application that provides a wide range of solutions to Direct Taxation, Goods and Service Tax, Accounting, and allied services available on Google Play Store and iOS App Store by JJ Fintax Solution Pvt Ltd. It provides qualitative and expert professional services to its clients. The company focus on maintaining a strong, long-term relationship with their clients delivering quality services consistently.

Two aspiring CAs Mehak Malik and Leesha Arya were the masterminds behind developing an app for tax consultation. This has brought a revolution in this industry. More than 500000 customers use this app for their tax queries



In addition to resolving Income Tax, TDS, Advance Tax, GST, Wills, Accounting, and other finance-related queries, the app is also offering free services for CA students, who can get revision test papers, upload answers and get them checked by experts.

Mutual Funds Performance

By Sruthi Suresh

MUTUAL FUND SCHEMES TO INVEST (Performance as on 1st Feb, 2021)									
SCHEMES	RETURNS (%)			DATE OF LAUNCH	AUM (₹ Cr.)	EXPENSE RATIO (%)	EXIT LOAD (%)	PORTFOLIO BETA	NAV (₹ PER UNIT)
	6 Months	1 Year	3 Year						
LARGE CAP EQUITY SCHEMES									
ICICI Prudential Bluechip Fund	1.64	18.79	7.84	1 st Feb, 2021	26695.09	1.70	1.0	0.8	33.2
Axis Blue Chip Fund	2.69	17.88	13.94	1 st Feb, 2021	22854.36	1.03	1.0	0.77	28.90
MID CAP EQUITY SCHEMES									
SBI Midcap Direct-G	2.73	19.35	8.14	1 st Feb, 2021	26117.77	0.55	1.0	0.73	42.59
Mirae Asset Mid Cap Fund	1.83	18.39	8.63	1 st Feb, 2021	22674.11	0.99	1.0	1.0	55.16
SMALL CAP EQUITY SCHEM									
SBI Small Cap Direct-G	2.18	17.74	4.30	1 st Feb, 2021	19483.39	0.89	1.0	0.77	55.12

Disclaimer – The recommendations and reviews do not guarantee fund performance, nor should they be viewed as an assessment of any funds. Mutual fund investments are subject to market risks.



Students Corner

By Sruthi Suresh



LinkedIn learning – Become a Financial Analyst

LinkedIn Learning, a subsidiary of LinkedIn offers various video courses taught by industry experts in software, creative and business skills. ‘ Become a Financial Analyst’ is a series of 10 different courses that include strategic planning, financial accounting, financial modeling, forecasting, analyzing and visualizing cash flows, financial ratios, financial statement analysis, and managerial economics. Learners will get certificates after completing each course.

Suitability: This course is apt for beginners as well as professionals

EY CAFTA

CAFTA (Certified in Applied Finance, Treasury and Analytics) is a certification program exclusively designed by EY professionals having varied industry experience in banking, consulting, corporates, NBFC, Insurance, etc. This course has 7 core modules and 7 basic modules. It has been structurally designed for participants who want to learn and apply concepts of treasury and finance in solving business problems and get practitioners’ insight. It also provides opportunities to the participants to witness real life scenarios that the changing industry faces due to the technology trends.

Suitability: This course is suitable for entry level and mid-level working professionals.



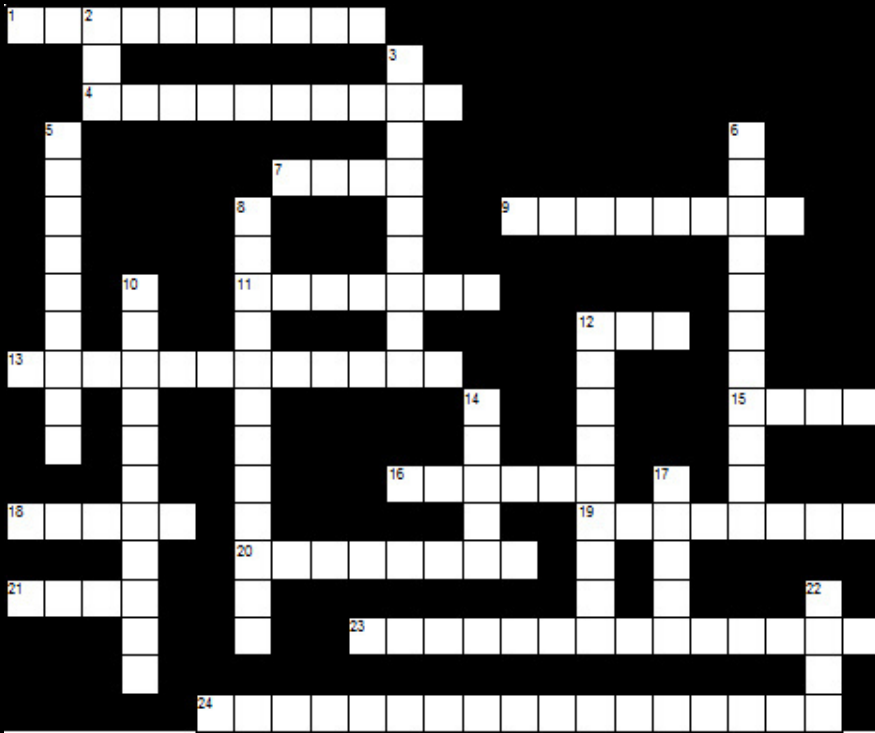
Learning Tips

Do you face difficulty in learning concepts related to finance? Do you face difficulty in remembering that concept? Are you afraid of technical financial terms? Here we are with learning tips for studying finance.

1. Understand the concepts using video lessons and make notes.
2. Read a lot from text books, online materials, journals, newspaper,s, etc.
3. Maintain a separate notebook for difficult terminologies related to finance and read it frequently.
4. Be a patient listener in class.
5. Clear your doubts from your teachers.
6. Feel free to ask questions to your teachers.
7. Discuss recent news related to the industry with your friends and try to get more insights.



Crossword Puzzle



Across

1. Term used for a physical deformity
4. Repaying your loan before its due date
7. Returns after reducing taxes and inflation
9. Term used to describe a stock market that is not stable
11. What is paid to an insurance company by the policyholder to continue his insurance policy
12. First offer made by a company of its shares to the public (acronym)
13. A mutual fund scheme that invests in debt and equity in nearly equal proportion
15. Possibility of loss
16. Flagship index of Bombay Stock Exchange
19. Interest rate that is not fixed throughout the term of the loan
- 20 . What is paid by a borrower to the lender
23. Amount received on cancelling an insurance policy
- 24 . Converting shares back to paper form

Down

2. Investing a fixed sum at regular intervals (acronym),
3. Term used for rise in prices,
5. Not primary market, 6. Wall street of India,
8. Fall in value of an asset over time,
10. Extra days offered by an insurance company to the policyholder to pay a premium,
- 12 . Mutual fund scheme that invests in shares forming an index
- 14 . Shares offered by a company to its shareholders for free,
17. Protection offered by an insurance company to its policyholders,
22. China's currency



Hearty Welcome to Batch 2020-22 to C-FAC

Best Wishes

About us

Christ Financial Analysis Cell(C-FAC) is established with the purpose to enable the students to translate the classroom learning into real-time financial and market analysis and investment decisions. The analyses the capital market daily, based on news related to economy, business, politics, interactional trade, and business, etc. And forecast the market movement for the next day and week. Based on their analysis the cell prepares and publishes a report named "Money Mantra". In this report, they also recommend the stocks for investment and trade. The cell also gives these advisory services to the students of the other domain, faculty, and the staff on the investment financial planning decisions.

Address:

Ground Floor, Christ (Deemed to be University), Mariam Nagar, Meerut Road, Delhi NCR Ghaziabad-201003, Ph. No. +91 120 2986765, 1800123-3212(Toll Free),
Mob No. : +91 921244011

Disclaimer: investment securities Market is subjected to market risk. These recommendations are only for education purposes. Please contact C- FAC before taking investment decision s based on magazine references

References: Money Control, Equity Master, Business Standard, Live Mint, Bloomberg Quint, Investing.com, RBI, Crisil, AMFI

