



The market is highly volatile. The elections are coming in next 3-4 months. On the other hand, the geopolitical concerns, volatile crude oil prices and slowing global growth are factors of worry. The upcoming budget announcement will be immediate major trigger for the market. It will be pre-election budget which can be populist. If it turns populist then further FII/ FPI outflows can be possible. There is more probability of a correction over the medium term. However, it is not possible to time the market and to invest exactly at the lowest point. Therefore, it is advisable to accumulate the suggested stocks in a staggered manner. Preferably the investor can do SIP kind of investment spread over a 12 months period so that the current crisis period can also get migrated. The investment horizon should be 3-5 years. The SIP can be done as a basket investment with 10-14 stocks with a periodicity of a month or fortnight.

SIP STOCKS

Sr No	Stocks	CMP (Rs) 14-Jan-2019	Market Cap (Rs bn)	EPS (Rs) (FY19E)	EPS (Rs) (FY20E)	P/E(x) (FY20E)
1	JSW Steel Ltd	284	686.2	33.3	31.0	9.2
2	Kotak Mahindra Bank Ltd	1212	2311.5	30.0	38.0	31.9
3	ITC Ltd	294	3603.9	10.1	11.4	25.9
4	Cochin Shipyard Ltd	371	50.4	33.1	33.7	11.0
5	Castrol India Ltd	159	156.7	6.9	7.3	21.7
6	Hindustan Petroleum Corp Ltd	234	356.5	30.7	31.5	7.4
7	Tata Chemicals Ltd	693	176.6	43.4	50.9	13.6
8	Page Industries Ltd	23818	265.7	392.1	471.1	50.6
9	Torrent Power Ltd	260	125.1	24.7	27.2	9.6
10	Cyient Ltd	601	67.9	42.1	49.7	12.1
11	Tata Elxsi Ltd	969	60.3	45.6	50.4	19.2
12	Gujarat State Fertilizers & Chemicals Ltd	110	44.0	12.9	14.2	7.8
13	Aurobindo Pharma	770	451.3	42.8	53.9	14.3
14	Hero MotoCorp	2867	572.6	184.7	205.5	14.0

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