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HELLO FRIENDS,

I THOUGHT THIS WILL BE USEFUL TO ALL MEMBERS IN THIS FORUM - WHAT ARE ALL MAJOR FACTORS THAT AFFECT STOCK PRICES FOR ALL SECTORS OR A PARTICULAR SECTOR...

SO FAR I HAVE HEARD/SEEN/WITNESSED FOLLOWING...

- CRUDE/OIL/GAS PRICE :- NOT SURE HOW THROUGH AND WHICH SECTORS AND WHICH WAY IT IS POSITIVE/NEGETIVE.
- IIP :- INDUSTRY PRODUCTION INDEX (NOT SURE HOW THROUGH AND WHICH SECTORS AND WHICH WAY IT IS POSITIVE/NEGETIVE).
- INFLATION INDEX :- NOT SURE HOW THROUGH AND WHICH SECTORS AND WHICH WAY IT IS POSITIVE/NEGETIVE.
- GOVT STABILITIES :- NOT SURE HOW THROUGH AND WHICH SECTORS AND WHICH WAY IT IS POSITIVE/NEGETIVE.
- RBI REPO RATES :- I HAVE HEARD THIS WILL IMPACT BANKING AND REAL ESTATE
- INDUSTRIES AS THIS MEANS MORE INTEREST RATE LESS PROFIT....BUT WHICH WAY IT IS POSITIVE/NEGETIVE.
- DRAUGHT :- NOT SURE HOW THROUGH AND WHICH SECTORS AND WHICH WAY IT IS POSITIVE/NEGETIVE.
- COMPANY EPS/EP/SMA/EMA ETC ETC
- GLOBAL CUES
- FIIS ACTIVITIES
- OPERATORS MANIPULATIONS
- RESULTS
- AQUISITIONS
- MONEY MARKET FLACTUATIONS
- BULK ORDER
- CORPORATE RESULTS
- BUY BACK NEWS FROM GOOD COMPANIES.
- TAX BENEFITS
- MERGER AND DEMERGER
- SPLITTING
- CHANGE OF GROUPS FOR EG. FROM GROUP B1 TO A

- **NEW PROJECTS OR CONTRACTS GOT BY COMPANIES**
- **LISTING OF COMPANIES IN NASDAQ,NYSE ETC. AND THEIR PERFORMANCE THEIR.**
- **SHORT AND LONG COVERING**
- **TAKING OVER OF COMPETITORS BUSINESS.**
- **BEFORE RIGHTS AND PUBLIC ISSUES.**
- **WINNIN OR LOSING A CASE OF SUIT**
- **STRIKES**
- **DEMAND FOR PRODUCTS OF THE COMPANY**
- **AVAILABILITY OF RAW MATERIAL**
- **POLITCAL SITUATION**
- **FEAR OF WAR**
- **GOOD MONSOON RAINS**
- **GDP**
- **INDUSTRIAL GROWTH**
- **FAVOURABLE INDUSTRIAL POLICIES FROM GOVT**
- **INFLATION**
- **INTEREST RATES**
- **CRUDEOIL**
- **CHANGE IN THE VALUE OF RUPEE**
- **RBI MONETARY POLICY**
- **CONTINUOUS HOLIDAYS**
- **TERRORIST ATTACKS**

& YES I AGREE ITS THE US MARKET, BUT ITS MORE COMPLEX THAN THAT.

1. INDIAN COMPANIES ARE MORE DEPENDANT ON LOCAL CONSUMPTION THAN US MARKETS IN GENERAL. OUR COMPANIES ARE DOING A SUBSTANTIAL BUSINESS IN THE ASIAN, MIDDLE EASTERN AND EUROPEAN MARKETS.

2. THE PROBLEM IS MORE TO DO WITH THE US DOLLAR THAN THE REAL BUSINESS DEALING. WE ARE SITTING ON A PILE OF DOLLAR RESERVES THAT IS DRAGGING DOWN THE BOTTOM LINES. OTHER COUNTRIES WITH HUGE RESERVES HAVE A REAL PLAN IN DEALING WITH THE RESERVES, FOR EXAMPLE CHINA'S MEGA FUND, JAPANS REINVESTMENT OF DOLLARS IN CREATING PLANTS WITHIN THE US ITSELF AND MIDDLE EASTS FRENZY BUYING OF BANKS, REAL ESTATE AND FINANCIAL INSTITUTIONS ACROSS US AND EUROPE. WE DONT HAVE A SOUND NATIONAL PLAN FOR THE DISPOSITION OF THESE RESERVES. INFACT, THE POLICY SEEMS TO BE TO ARTIFICALLY MAINTAIN RUPEE VALUE VERSUS THE DOLLAR, THIS MAY BACKFIRE WITH VENGANCE CONSIDERING THE DOLLAR IS A FALLEN CURRENCY. THE FEDERAL RESERVE IN US IS PRINTING DOLLARS FASTER THAN COUNTING THEIR LOSSES, THIS IS UNSUSTAINABLE CONSIDERING THAT THE US LIABILITIES ARE REACHING ALMOST 10% OF THEIR GDP. THERE IS ONLY ONE WAY DOLLAR IS GOING - DOWN. THIS WILL HURT INDIA WHEN EVERYONE GETS TO PULL OUT OF THE DOLLAR AND WE ARE LEFT HOLDING THE BAG OF SEASHELLS.

3. IN MY VIEW THE REAL OBSTACLE TO INDIAN MARKETS IS THE REPOSITIONING OF INVESTEMNTS BY FIIS. INDIA IS AMONG THE ONLY FEW OPPORTUNITIES LEFT WITH 7-8% GROWTH AND LOTS OF MONEY ON THE SIDELINES. FIIS WILL TAKE FULL ADVANTAGE OF THIS AND PROP UP THE MARKET TO LURE IN RETAILERS AND THEN BAIL OUT ON A DIME, THIS WILL TRULY HURT INDIAN MARKETS BECAUSE THE MARKETS DO NOT HAVE A CASH COMMITMENT EVEN FOR MEDIUM TERM. THE LOSSES HAVE BEEN HUGE FOR GLOBAL INVESTORS AND THEY WILL MILK OUT THE EMERGING MARKETS FOR PROFITS AT EVERY OPPORTUNITY. BE WARE OF THE CREATED FALSE RALLIES.