

ShroffConnect Weekly Report

18th Oct, 2014



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Current news

World economy

- Chinese companies are on a pace to cut capital spending by around 7 percent this year, the biggest annual reduction since the global financial crisis, deepening an economic chill.
- The European Central Bank has reduced the haircut it applies on bonds submitted by Greek banks as collateral to borrow funds, in a move to boost their access to liquidity.
- Greek government bonds declined, pushing yields up this week by the most in more than two years, after the country's push to exit its bailout revived memories of the worst of Europe's sovereign-debt crisis.
- Global central bankers, eager to see the economy stand on its own feet, faced the rude reality this week of market turmoil threatening already faltering growth and prolonging world reliance on easy money.
- Russia's credit rating was cut to the second-lowest investment grade by Moody's Investors Service, which cited sluggish growth prospects worsened by the crisis in Ukraine and international sanctions.

Indian economy

- Reserve Bank of India (RBI) Governor Raghuram Rajan said India is seeing a pick-up in economic growth although more could be done to support that on a sustainable basis, while noting inflation was also easing.
- India's exports rose from a 5-month low in August to grow at 2.73 percent in September to USD 28.9 billion while registering a growth of 6.7 percent during the April-September period. However, the trade deficit in September more than doubled to USD 14.2 billion as against USD 6.12 billion in the same month last year.
- With international oil prices dropping to multi-year lows, government's oil subsidy bill is likely to be slashed by over 60 percent in the current fiscal year.
- Gold imports surged five-fold to \$3.75 billion in September on account of the ongoing festive season. Gold imports stood at \$682.5 million in the same month last year.
- India's foreign exchange reserves rose \$1.310 billion for the week to October 10, snapping a five week fall in a row.

MACRO ECONOMIC SNAPSHOT AS ON 18/10/2014

USA	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	2.60	1.90
Inflation Rate	Monthly	1.70	2.00
Unemployment Rate	Monthly	5.90	6.10
Benchmark Interest Rate	Weekly	0.25	0.25
Govt. bond 10 year Rate	Weekly	↓2.19	2.30

Euro Area	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	0.80	1.00
Inflation Rate	Monthly	0.30	0.40
Unemployment Rate	Monthly	11.50	11.50
Benchmark Interest Rate	Weekly	0.05	0.05
Govt. bond 10 year Rate	Weekly	↑0.25	0.24

China	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	7.50	7.40
Inflation Rate	Monthly	↓1.60	2.00
Unemployment Rate	Monthly	4.10	4.10
Benchmark Interest Rate	Weekly	6.00	6.00
Govt. bond 10 year Rate	Weekly	↓3.84	4.04

Japan	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	-0.10	3.00
Inflation Rate	Monthly	3.30	3.40
Unemployment Rate	Monthly	3.50	3.80
Benchmark Interest Rate	Weekly	0.00	0.00
Govt. bond 10 year Rate	Weekly	↓0.47	0.50

UK	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	3.20	2.90
Inflation Rate	Monthly	↓1.20	1.50
Unemployment Rate	Monthly	↓6.00	6.20
Benchmark Interest Rate	Weekly	0.50	0.50
Govt. bond 10 year Rate	Weekly	↓2.18	2.21

India	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	5.70	4.60
Inflation Rate	Monthly	↓6.46	7.73
Unemployment Rate	Monthly	no data	
Benchmark Interest Rate	Weekly	8.00	8.00
Govt. bond 10 year Rate	Weekly	↓8.39	8.45

Brazil	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	-0.90	1.90
Inflation Rate	Monthly	6.75	6.51
Unemployment Rate	Monthly	5.00	4.90
Benchmark Interest Rate	Weekly	11.00	11.00
Govt. bond 10 year Rate	Weekly	↓11.46	11.57

Russia	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	0.80	0.90
Inflation Rate	Monthly	8.00	7.60
Unemployment Rate	Monthly	↑4.90	4.80
Benchmark Interest Rate	Weekly	8.00	8.00
Govt. bond 10 year Rate	Weekly	↓9.78	9.90

WORLD MARKETS - A SNAPSHOT

	Name	Description	Week ended 18th Oct 2014	% Change
STOCKS	Brazil	Bovespa	55723.79	0.75
	China	Shanghai	2341.18	(1.40)
	France	CAC	4033.18	(0.99)
	Germany	DAX	8850.27	0.70
	India	Sensex	26108.53	(0.72)
	Japan	Nikkei	14532.51	(5.02)
	UK	FTSE	6310.29	(0.47)
	USA	DJIA	16380.41	(0.99)
COMMODITIES	Copper	\$/Pound	3.00	(1.32)
	Crude	\$/Barrel	82.06	(4.38)
	Gold	\$/Troy Ounce	1239.00	1.42
	Natural Gas	\$/MMBtu	3.77	(2.33)
	Silver	\$/Troy Ounce	17.33	0.17
	Aluminium	\$/Tonne	1965.00	1.81
	Lead	\$/Tonne	2032.50	(1.57)
	Nickel	\$/Tonne	15700.00	(4.38)
CURRENCIES	Zinc	\$/Tonne	2252.00	(2.68)
	USD/GBP		1.61	0.00
	USD/EUR		1.28	1.59
	USD/AUD		0.87	0.00
	JPY/USD		106.87	(0.72)
	INR/USD		61.35	0.13
	HKD/USD		7.76	0.00
	BRL/USD		2.43	0.00
BONDS	2 Year	US Treasury	109.91	0.13
	10 Year		127.64	0.86
	30 Year		142.91	1.15

WORLD MARKETS - TECHNICAL SNAPSHOT

		Very Bullish	Bullish	Neutral	Bearish	Very Bearish
STOCKS	China		India ↓	Brazil ↓ Japan ↓	France ↓ Germany ↓ UK ↓ USA ↓	
COMMODITIES				Aluminium Zinc ↓	Copper ↓ Gold ↑	Crude Oil Lead ↓ Natural Gas ↓ Nickel ↓ Silver
CURRENCIES (against USD)				HKD	INR	AUD ↓ BRL EUR GBP JPY
BONDS (US Treasury)	30 Year ↑		10 Year ↑	2 Year ↑		

↑ = moved up from last week, ↓ = moved dn from last week

INDIAN MARKETS - A SNAPSHOT

	Name	Description	Week ended 18th Oct 2014	% Change
STOCKS	Nifty	Large Cap	7779.70	(1.02)
	Sensex	Large Cap	26108.53	(0.72)
	BSE Midcap	Mid Cap	9272.49	(1.82)
	BSE Smallcap	Small Cap	10313.97	(2.80)
Some Major Shares	ACC	Rs/share	1406.85	0.25
	Bharti Airtel		395.95	0.93
	HDFC Ltd		997.15	(0.92)
	Infosys		3851.65	(0.95)
	L&T		1452.90	(0.60)
	Reliance Inds		937.90	(2.37)
	Tata Motors		475.80	(3.43)
	Tata Steel		447.55	(0.11)
COMMODITIES	Aluminium	INR/Kg	120.20	2.21
	Copper	INR/Kg	409.25	(1.24)
	Crude	INR/Barrel	5095.00	(3.58)
	Gold	INR/10gms	27256.00	1.08
	Lead	INR/Kg	124.20	(1.82)
	Natural Gas	INR/1mmBtu	230.90	(2.16)
	Nickel	INR/Kg	960.80	(4.55)
	Silver	INR/Kg	38399.00	(0.29)
	Zinc	INR/Kg	138.05	(3.12)
CURRENCIES	INR/EUR		78.29	1.19
	INR/GBP		98.72	0.23
	INR/100 JPY		57.00	0.00
	INR/USD		61.35	0.13

INDIAN MARKETS - TECHNICAL SNAPSHOT



INDICES

Mid Cap ↓
Nifty ↓
Sensex ↓
Small Cap ↓

SECTORS

Auto
Cons Durable
FMCG
Healthcare
Teck

Bankex ↓
IT ↓

Cap Goods
Oil & Gas

Metal ↓
Power
Realty

COMMODITIES

Zinc

Aluminium ↓
Copper
Lead

Gold ↑
Nickel ↓

Crude Oil
Natural Gas ↓
Silver

CURRENCIES

(against INR)

USD

JPY ↑

EUR
GBP ↓

↑ = moved up from last week, ↓ = moved dn from last week

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