

ShroffConnect Weekly Report

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Aditya Shroff

Stock Broking Services

Shroff Securities Pvt. Ltd.

Portfolio Management Services

Kolkata: 033 32933592/3658

Bangalore: 080 32996004/6005

Email: contact@shroffsecurities.com

Web: www.shroffsecurities.com

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Current news

World economy

- The Bank of Japan surprised global financial markets on Friday by expanding its massive stimulus spending in a stark admission that economic growth and inflation have not picked up as much as expected after a sales tax hike in April.
- The Federal Reserve on Wednesday ended its monthly bond purchase program and dropped a characterization of U.S. labor market slack as "significant" in a show of confidence in the economy's prospects.
- China's five biggest banks reported sharply rising bad loans for the third quarter as the economy slows, with one adding that a credit crunch squeezing small companies in the country's export-oriented eastern provinces may be spreading westwards.
- Euro-area inflation accelerated from a five-year low in October, offering some reprieve to European Central Bank policy makers struggling to prevent a spiral of price declines.

Indian economy

- India's fiscal deficit was 4.39 trillion rupees (\$71.5 billion) during April-September, or 82.6 percent of the full-year target, government data showed.
- The government bonds hit a 13-month high Thursday on hopes recent government reforms and likely rate cuts by the Reserve Bank of India (RBI) would help offset any impact of an earlier-than-expected increase in U.S. interest rates.
- Growth of core sector industries plunged to eight-month low of 1.9 per cent in September as output in crude oil, natural gas and fertiliser declined, raising concerns of subdued industrial production numbers.
- The process of unearthing crores of black money reached another milestone on Wednesday with the government submitting to the Supreme Court a list of 627 Indians who hold foreign bank accounts.

MACRO ECONOMIC SNAPSHOT AS ON 01/11/2014

USA	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	↓2.30	2.60
Inflation Rate	Monthly	1.70	1.70
Unemployment Rate	Monthly	5.90	6.10
Benchmark Interest Rate	Weekly	0.25	0.25
Govt. bond 10 year Rate	Weekly	↑2.33	2.27

Euro Area	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	0.80	1.00
Inflation Rate	Monthly	↑0.40	0.30
Unemployment Rate	Monthly	11.50	11.50
Benchmark Interest Rate	Weekly	0.05	0.05
Govt. bond 10 year Rate	Weekly	↓0.22	0.25

China	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	7.30	7.50
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	↓3.80	3.83

Japan	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	-0.10	3.00
Inflation Rate	Monthly	↓3.20	3.30
Unemployment Rate	Monthly	↑3.60	3.50
Benchmark Interest Rate	Weekly	0.00	0.00
Govt. bond 10 year Rate	Weekly	↓0.46	0.47

UK	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	3.00	3.20
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	↑2.24	2.22

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	↓8.27	8.35

Brazil	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	-0.90	1.90
Inflation Rate	Monthly	6.75	6.51
Unemployment Rate	Monthly	4.90	5.00
Benchmark Interest Rate	Weekly	↑11.25	11.00
Govt. bond 10 year Rate	Weekly	↓12.07	12.09

Russia	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	↓0.20	0.80
Inflation Rate	Monthly	8.00	7.60
Unemployment Rate	Monthly	4.90	4.80
Benchmark Interest Rate	Weekly	↑9.50	8.00
Govt. bond 10 year Rate	Weekly	↑9.99	9.85

WORLD MARKETS - A SNAPSHOT

	Name	Description	Week ended 1st Nov 2014	% Change
STOCKS	Brazil	Bovespa	54628.60	5.17
	China	Shanghai	2420.18	5.12
	France	CAC	4233.09	2.52
	Germany	DAX	9326.87	3.77
	India	Sensex	27865.83	3.78
	Japan	Nikkei	16413.76	7.34
	UK	FTSE	6546.47	2.47
	USA	DJIA	17390.52	3.48
COMMODITIES	Copper	\$/Pound	3.05	0.33
	Crude	\$/Barrel	80.54	(0.58)
	Gold	\$/Troy Ounce	1171.60	(4.89)
	Natural Gas	\$/MMBtu	3.87	6.91
	Silver	\$/Troy Ounce	16.11	(6.23)
	Aluminium	\$/Tonne	2037.00	3.57
	Lead	\$/Tonne	2005.25	0.49
	Nickel	\$/Tonne	15740.00	5.28
	Zinc	\$/Tonne	2307.00	2.26
CURRENCIES	USD/GBP		1.60	(0.62)
	USD/EUR		1.25	(1.57)
	USD/AUD		0.88	0.00
	JPY/USD		112.30	3.85
	INR/USD		61.39	0.38
	HKD/USD		7.75	(0.13)
	BRL/USD		2.48	0.40
BONDS	2 Year	US Treasury	109.78	(0.12)
	10 Year		126.36	(0.53)
	30 Year		141.09	(0.44)

WORLD MARKETS - TECHNICAL SNAPSHOT

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

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

INDIAN MARKETS - A SNAPSHOT

	Name	Description	Week ended 1st Nov 2014	% Change
STOCKS	Nifty	Large Cap	8322.20	3.84
	Sensex	Large Cap	27865.83	3.78
	BSE Midcap	Mid Cap	9834.60	1.67
	BSE Smallcap	Small Cap	10930.95	2.52
Some Major Shares	ACC	Rs/share	1499.25	1.07
	Bharti Airtel		398.90	(2.77)
	HDFC Ltd		1105.90	7.21
	Infosys		4051.25	6.47
	L&T		1655.45	6.22
	Reliance Inds		1000.55	5.02
	Tata Motors		535.85	3.92
	Tata Steel		490.00	6.73
COMMODITIES	Aluminium	INR/Kg	126.30	5.29
	Copper	INR/Kg	414.70	0.58
	Crude	INR/Barrel	4931.00	(0.74)
	Gold	INR/10gms	26135.00	(3.83)
	Lead	INR/Kg	123.70	1.89
	Natural Gas	INR/1mmBtu	239.90	8.80
	Nickel	INR/Kg	971.00	6.31
	Silver	INR/Kg	35797.00	(5.98)
	Zinc	INR/Kg	143.40	4.10
CURRENCIES	INR/EUR		76.89	(0.77)
	INR/GBP		98.19	(0.20)
	INR/100 JPY		55.00	(3.51)
	INR/USD		61.39	0.38

INDIAN MARKETS - TECHNICAL SNAPSHOT

		Very Bullish	Bullish	Neutral	Bearish	Very Bearish
INDICES	Mid Cap ↑ Nifty ↑ Sensex ↑ Small Cap					
SECTORS	Auto Bankex Cons Durable FMCG Healthcare IT ↑ Teck ↑		Cap Goods ↑ Power ↑	Oil & Gas	Metal	Realty ↓
COMMODITIES	Aluminium ↑ Zinc ↑				Copper ↓ Lead Natural Gas ↑	Crude Oil Gold ↓ Nickel Silver
CURRENCIES (against INR)			USD		GBP	EUR JPY

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

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