

ShroffConnect Weekly Report

17th Jan, 2015



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

(for private circulation only)

Current news

World economy

- China announced fresh support measures on Friday for its slowing economy after data showed a worrying drop in bank lending and foreign investment growth falling to a two-year low.
- Tumbling oil prices have strengthened rather than weakened the Federal Reserve's resolve to start raising interest rates around midyear even as volatile markets and a softening U.S. inflation outlook made investors push back the timing of the "liftoff."
- Japanese Prime Minister Shinzo Abe's cabinet approved on Wednesday a record \$812 billion budget for the fiscal year starting on April 1, while cutting new borrowing for a third straight year in a bid to balance growth and fiscal reform.
- The World Bank lowered its global growth forecast for 2015 and next year due to disappointing economic prospects in the euro zone, Japan and some major emerging economies that offset the benefit of lower oil prices.

Indian economy

- India's trade deficit shrank to a 10-month low in December as global oil prices tumbled and demand for gold fell, auguring well for Indian current account balance and the rupee.
- The Reserve Bank of India (RBI) surprised markets with a 25 basis point reduction in interest rates on Thursday and signalled it could cut further, amid signs of cooling inflation and what it said was a government commitment to contain the fiscal deficit.
- The government hiked excise duty on petrol and diesel by Rs 2 per litre each to take away gains coming by way of global oil prices dipping to six-year lows.
- India Inc raised \$637.29 million from overseas markets in December 2014, up 13.65 per cent from year-ago period, according to the RBI data.
- Gold imports fell sharply in December 2014 to \$1.34 billion -- less than one-fourth of \$5.61 billion in the previous month -- notwithstanding the easing of import curbs for the precious metal.

MACRO ECONOMIC SNAPSHOT AS ON 17/01/2015

USA	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	2.70	2.40
Inflation Rate	Monthly	↓0.80	1.30
Unemployment Rate	Monthly	5.60	5.80
Benchmark Interest Rate	Weekly	0.25	0.25
Govt. bond 10 year Rate	Weekly	↓1.77	2.01

Euro Area	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	0.80	0.80
Inflation Rate	Monthly	-0.20	0.30
Unemployment Rate	Monthly	11.50	11.50
Benchmark Interest Rate	Weekly	0.05	0.05
Govt. bond 10 year Rate	Weekly	↓0.06	0.11

China	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	7.30	7.30
Inflation Rate	Monthly	1.50	1.40
Unemployment Rate	Monthly	4.10	4.10
Benchmark Interest Rate	Weekly	5.60	6.00
Govt. bond 10 year Rate	Weekly	↓3.52	3.67

Japan	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	-1.20	-0.20
Inflation Rate	Monthly	2.40	2.90
Unemployment Rate	Monthly	3.50	3.60
Benchmark Interest Rate	Weekly	0.00	0.00
Govt. bond 10 year Rate	Weekly	↓0.24	0.28

UK	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	2.60	3.00
Inflation Rate	Monthly	↓0.50	1.00
Unemployment Rate	Monthly	6.00	6.00
Benchmark Interest Rate	Weekly	0.50	0.50
Govt. bond 10 year Rate	Weekly	↓1.54	1.60

India	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	5.30	5.70
Inflation Rate	Monthly	↑5.00	4.38
Unemployment Rate	Monthly	no data	
Benchmark Interest Rate	Weekly	↓7.75	8.00
Govt. bond 10 year Rate	Weekly	↓7.70	7.84

Brazil	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	-0.20	-0.90
Inflation Rate	Monthly	6.41	6.56
Unemployment Rate	Monthly	4.80	4.70
Benchmark Interest Rate	Weekly	11.75	11.25
Govt. bond 10 year Rate	Weekly	↓12.03	12.18

Russia	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	0.70	0.80
Inflation Rate	Monthly	11.40	9.10
Unemployment Rate	Monthly	5.20	5.10
Benchmark Interest Rate	Weekly	17.00	10.50
Govt. bond 10 year Rate	Weekly	↑14.39	14.09

WORLD MARKETS - A SNAPSHOT

	Name	Description	Week ended 17th Jan 2015	% Change
STOCKS	Brazil	Bovespa	49016.52	0.36
	China	Shanghai	3376.50	2.77
	France	CAC	4379.62	4.80
	Germany	DAX	10167.77	5.38
	India	Sensex	28121.89	2.42
	Japan	Nikkei	16864.16	(1.94)
	UK	FTSE	6550.27	0.76
	USA	DJIA	17511.57	(1.27)
COMMODITIES	Copper	\$/Pound	2.62	(4.73)
	Crude	\$/Barrel	48.69	0.68
	Gold	\$/Troy Ounce	1276.90	5.00
	Natural Gas	\$/MMBtu	3.13	6.10
	Silver	\$/Troy Ounce	17.75	8.10
	Aluminium	\$/Tonne	1845.00	1.93
	Lead	\$/Tonne	1845.25	(0.79)
	Nickel	\$/Tonne	14780.00	(3.40)
	Zinc	\$/Tonne	2097.50	(2.71)
CURRENCIES	USD/GBP		1.51	(0.66)
	USD/EUR		1.16	(1.69)
	USD/AUD		0.82	0.00
	JPY/USD		117.61	(0.75)
	INR/USD		61.87	(0.77)
	HKD/USD		7.75	0.00
	BRL/USD		2.62	(0.38)
BONDS	2 Year	US Treasury	109.77	0.21
	10 Year		129.86	1.00
	30 Year		149.53	1.36

WORLD MARKETS - TECHNICAL SNAPSHOT

		Very Bullish	Bullish	Neutral	Bearish	Very Bearish
STOCKS	China		Germany ↑ India ↑ Japan ↓ USA ↓	France	UK	Brazil
COMMODITIES				Gold Silver ↑	Zinc	Aluminium Copper Crude Oil Lead Natural Gas Nickel
CURRENCIES (against USD)			HKD ↑			AUD BRL EUR GBP INR 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 17th Jan 2015	% Change
STOCKS	Nifty	Large Cap	8513.80	2.77
	Sensex	Large Cap	28121.89	2.42
	BSE Midcap	Mid Cap	10633.11	1.99
	BSE Smallcap	Small Cap	11309.93	1.00
Some Major Shares	ACC	Rs/share	1518.35	8.57
	Bharti Airtel		342.85	(3.64)
	HDFC Ltd		1194.55	7.30
	Infosys		2118.30	2.11
	L&T		1591.75	6.10
	Reliance Inds		869.70	1.09
	Tata Motors		525.75	0.66
	Tata Steel		383.40	(4.07)
COMMODITIES	Aluminium	INR/Kg	113.30	0.94
	Copper	INR/Kg	358.95	(6.07)
	Crude	INR/Barrel	2971.00	(0.40)
	Gold	INR/10gms	27654.00	3.19
	Lead	INR/Kg	113.80	(1.51)
	Natural Gas	INR/1mmBtu	192.80	4.84
	Nickel	INR/Kg	909.50	(4.28)
	Silver	INR/Kg	39061.00	6.05
	Zinc	INR/Kg	129.20	(3.40)
CURRENCIES	INR/EUR		71.56	(3.05)
	INR/GBP		93.71	(0.84)
	INR/100 JPY		53.00	0.00
	INR/USD		61.87	(0.77)

INDIAN MARKETS - TECHNICAL SNAPSHOT



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

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

Disclaimer

- This report or newsletter (collectively called 'Report') is for private circulation only. The content, information, statements, opinion, statistics, newsletters, reports and material (collectively called 'Content') contained in this Report does not constitute a recommendation, advice, an offer or solicitation for the purchase or sale of any stocks, commodities, foreign exchange, bonds, mutual funds, debt instruments, financial instruments or any investment products (collectively called 'Securities').
- All Content contained herein are provided "as is" for informational purposes only, and is not intended for trading purposes or advice. The Content provided is based on historical data. The past is not necessarily a guide to the future values and prices. No guarantee, representation or warranty whatsoever is made by M/s Aditya Shroff or M/s Shroff Securities Private Limited, their subsidiaries, group entities, owners, directors, partners, officers or employees (collectively called 'the Companies & Others') regarding the timeliness, quality, completeness, accuracy, adequacy, fullness, functionality or reliability of the Content contained in this Report or of the results obtained from the use of such Content and no warranties whether express or implied, responsibility or liability, contingent or otherwise of any kind and nature whatsoever regarding the accuracy, quality, performance, merchantability and/or fitness for a particular purpose of the Content contained herein or of the results obtained from the use of such Content, the security suitability for the investor, accounting and tax consequences of investing in Securities or the future value developments of such Securities.
- The Content provided in this report thus provides non-binding Content for which the Companies & Others disclaim liability. Transacting in Securities carries a great deal of risk. Readers and recipients should take independent professional advice before doing any transaction(s). The Companies & Others shall not be liable for any informational errors, incompleteness, or delays, or for any actions taken in reliance on Content contained herein.