

ShroffConnect Weekly Report

19th September, 2015



Aditya Shroff

Stock Broking Services

Shroff Securities Pvt. Ltd.

Portfolio Management Services

Kolkata: 033 22627829/40662165

Bangalore: 080 32996004/6005

Email: contact@shroffsecurities.com

Web: www.shroffsecurities.com

(for private circulation only)

Current news

World economy

- The U.S. Federal Reserve kept interest rates unchanged on Thursday in a bow to worries about the global economy, financial market volatility and sluggish inflation at home, but left open the possibility of a modest policy tightening later this year.
- China's policymakers think they can stem a rapid rundown of their foreign exchange reserves and ease pressure on the currency by pump-priming the economy to meet this year's growth target.
- The number of Americans filing new applications for unemployment benefits fell last week to the lowest level in eight weeks, suggesting the labour market continued to strengthen despite the recent tightening in financial market conditions.
- U.S. consumer prices unexpectedly fell in August as gasoline prices resumed their decline and a strong dollar curbed the cost of other goods, pointing to tame inflation.
- The OECD cut its world economic growth forecasts for 2015 and 2016 on Wednesday, warning of a dramatic slowdown in Brazil and a global outlook clouded by uncertainty over China.

Indian economy

- India requires sustained low inflation and a credible programme for fiscal rectitude to lower the cost of capital, Urjit Patel, a deputy governor of the Reserve Bank of India (RBI), said on Thursday, striking a hawkish note after government calls for interest rate cuts to boost the economy.
- India's summer-sown corn output is likely to drop more than 15 percent this year as the first back-to-back drought in three decades wilts crops and forces farmers to let land lie fallow, trade and industry officials said.
- India's wholesale prices fell for a tenth straight month in August, tumbling an annual 4.95 percent primarily on the back of a sharp cooling in fuel costs, government data showed.
- Continuing strong recovery, the rupee re-entered the psychologically important 65 zone against the US dollar to its highest level in three weeks amid heavy selling of the American currency by foreign banks as worries over US interest rates hike abated.
- Seeking to further relax foreign investment norms, the government is considering increasing the foreign direct investment (FDI) limit in private banks to 100 %, from the existing 74%.

MACRO ECONOMIC SNAPSHOT AS ON 19/09/2015

USA	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	2.70	2.90
Inflation Rate	Monthly	0.20	0.20
Unemployment Rate	Monthly	5.10	5.30
Benchmark Interest Rate	Weekly	0.25	0.25
Govt. bond 10 year Rate	Weekly	↓2.13	2.19

Euro Area	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	1.50	1.20
Inflation Rate	Monthly	↓0.10	0.20
Unemployment Rate	Monthly	10.90	11.10
Benchmark Interest Rate	Weekly	0.05	0.05
Govt. bond 10 year Rate	Weekly	↑0.06	0.01

China	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	7.00	7.00
Inflation Rate	Monthly	2.00	1.60
Unemployment Rate	Monthly	4.04	4.10
Benchmark Interest Rate	Weekly	4.60	4.85
Govt. bond 10 year Rate	Weekly	↓3.34	3.36

Japan	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	0.80	-0.80
Inflation Rate	Monthly	0.20	0.40
Unemployment Rate	Monthly	3.30	3.40
Benchmark Interest Rate	Weekly	0.00	0.00
Govt. bond 10 year Rate	Weekly	↓0.31	0.35

UK	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	2.60	2.90
Inflation Rate	Monthly	↓0.00	0.10
Unemployment Rate	Monthly	↓5.50	5.60
Benchmark Interest Rate	Weekly	0.50	0.50
Govt. bond 10 year Rate	Weekly	1.83	1.83

India	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	7.00	7.50
Inflation Rate	Monthly	↓3.66	3.78
Unemployment Rate	Monthly	no data	
Benchmark Interest Rate	Weekly	7.25	7.25
Govt. bond 10 year Rate	Weekly	↓7.70	7.77

Brazil	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	-2.60	-1.60
Inflation Rate	Monthly	9.53	9.56
Unemployment Rate	Monthly	7.50	6.90
Benchmark Interest Rate	Weekly	14.25	14.25
Govt. bond 10 year Rate	Weekly	↑15.85	15.27

Russia	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	-4.60	-2.20
Inflation Rate	Monthly	15.80	15.60
Unemployment Rate	Monthly	5.30	5.30
Benchmark Interest Rate	Weekly	11.00	11.00
Govt. bond 10 year Rate	Weekly	↓11.37	11.58

WORLD MARKETS - A SNAPSHOT

	Name	Description	Week ended 19th Sep 2015	% Change
STOCKS	Australia	Aus Ordinaries	5194.32	1.92
	Brazil	Bovespa	47264.08	1.75
	China	Shanghai	3097.92	(3.20)
	France	CAC	4535.85	(0.28)
	Germany	DAX	9916.16	(2.05)
	Hong Kong	HANGSENG	21920.83	1.94
	India	Sensex	26218.91	2.38
	Japan	Nikkei	18070.21	(1.06)
	UK	FTSE	6104.11	(0.22)
	USA	DJIA	16384.58	(0.30)
COMMODITIES	Copper	\$/Pound	2.39	(2.45)
	Crude	\$/Barrel	45.02	0.87
	Gold	\$/Troy Ounce	1137.80	3.13
	Natural Gas	\$/MMBtu	2.61	(2.97)
	Silver	\$/Troy Ounce	15.16	4.48
	Aluminium	\$/Tonne	1621.00	(1.40)
	Lead	\$/Tonne	1683.50	(1.20)
	Nickel	\$/Tonne	9700.00	(5.73)
	Zinc	\$/Tonne	1678.00	(7.75)
CURRENCIES	USD/GBP		1.55	0.65
	USD/EUR		1.13	0.00
	USD/AUD		0.72	1.41
	JPY/USD		119.98	(0.47)
	INR/USD		65.86	(0.56)
	HKD/USD		7.75	0.00
	BRL/USD		3.94	1.81
	CNY/USD		6.36	(0.16)

WORLD MARKETS - TECHNICAL SNAPSHOT

		Very Bullish	Bullish	Neutral	Bearish	Very Bearish
STOCKS				Australia ↑ France Germany India Japan USA	China HongKong ↑ UK	Brazil
COMMODITIES					Gold ↑ Natural Gas Silver ↑	Aluminium ↓ Copper ↓ Crude Oil Lead Nickel Zinc
CURRENCIES (against USD)				GBP ↑ HKD	AUD ↑ CNY EUR JPY	BRL INR

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

INDIAN MARKETS - A SNAPSHOT

	Name	Description	Week ended 19th Sep 2015	% Change
STOCKS	Nifty	Large Cap	7981.90	2.47
	Sensex	Large Cap	26218.91	2.38
	BSE Midcap	Mid Cap	10646.06	1.20
	BSE Smallcap	Small Cap	10804.06	0.99
Some Major Shares	ACC	Rs/share	1375.20	0.63
	Bharti Airtel		356.90	2.35
	HDFC Ltd		1207.05	2.61
	Infosys		1104.45	1.26
	L&T		1540.60	(3.89)
	Reliance Inds		895.40	4.00
	Tata Motors		330.25	(4.16)
	Tata Steel		228.10	(2.08)
COMMODITIES	Aluminium	INR/Kg	106.55	(1.93)
	Copper	INR/Kg	350.55	(3.73)
	Crude	INR/Barrel	2969.00	(1.03)
	Gold	INR/10gms	26469.00	1.93
	Lead	INR/Kg	110.50	(2.39)
	Natural Gas	INR/1mmBtu	172.20	(4.28)
	Nickel	INR/Kg	640.60	(6.45)
	Silver	INR/Kg	36077.00	3.15
	Zinc	INR/Kg	110.00	(8.86)
CURRENCIES	INR/EUR		74.45	(0.87)
	INR/GBP		102.28	0.10
	INR/100 JPY		54.88	(0.29)
	INR/USD		65.86	(0.56)

INDIAN MARKETS - TECHNICAL SNAPSHOT

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