

ShroffConnect Weekly Report

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Current news

World economy

- United Nations has downgraded its GDP growth forecast for India for 2016 to 7.5 percent from 8.2 percent estimated earlier, largely due to slow progress in implementing reform policies.
- The U.S. economy continued to show mixed signals from late November to early January, with improvements in the labour market and consumer spending offset by the drag of a strong dollar and low energy prices, the Federal Reserve said on Wednesday.
- China's total trade in December shrank much less than expected, but still likely consigned the economy to its weakest annual growth in 25 years.
- Japan's core machinery orders fell 14.4 percent in November from the previous month, down for the first time in three months and underscoring the fragility of business investment.
- South Korea's import prices in won terms fell at their slowest pace in 13 months as the currency weakened against the dollar, while falls in oil prices eased slightly, central bank data showed.
- The European financial powerhouse could be facing a huge financial crisis which would have devastating implications for Britain as a lethal storm of economic problems brews in Germany.

Indian economy

- India's wholesale prices fell for a 14th straight month in December, declining an annual 0.73 percent, driven down by tumbling oil prices, government data showed.
- Plagued by poor investor appetite for state-owned assets, India's government is likely to scale back its revenue targets from planned divestments, following already huge shortfalls from planned asset sales in recent years.
- Dragged by poor manufacturing output, industrial production plunged to an over four-year low, contracting 3.2 percent in November, while retail inflation inched up in December, a set of data which RBI will consider in its monetary policy review next month.
- Aimed at curbing demand for physical gold, the government said banks will launch the second tranche of the sovereign gold bond scheme on January 18.
- India's trade deficit with China touched a whopping USD 44.87 billion last year and its exports shrank to USD 13.38 billion as bilateral trade registered a marginal increase, totalling USD 71.64 billion, missing the USD 100 billion target set by the leaders of the two nations.

MACRO ECONOMIC SNAPSHOT AS ON 16/01/2016

USA	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	2.10	2.70
Inflation Rate	Monthly	0.50	0.20
Unemployment Rate	Monthly	5.00	5.00
Benchmark Interest Rate	Weekly	0.50	0.25
Govt. bond 10 year Rate	Weekly	↓2.03	2.12

Euro Area	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	1.60	1.50
Inflation Rate	Monthly	0.20	0.20
Unemployment Rate	Monthly	10.50	10.60
Benchmark Interest Rate	Weekly	0.05	0.05
Govt. bond 10 year Rate	Weekly	↑-0.13	-0.15

China	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	6.90	7.00
Inflation Rate	Monthly	1.60	1.50
Unemployment Rate	Monthly	4.05	4.04
Benchmark Interest Rate	Weekly	4.35	4.60
Govt. bond 10 year Rate	Weekly	↓2.70	2.91

Japan	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	1.60	0.70
Inflation Rate	Monthly	0.30	0.30
Unemployment Rate	Monthly	3.30	3.10
Benchmark Interest Rate	Weekly	0.00	0.00
Govt. bond 10 year Rate	Weekly	↓0.21	0.23

UK	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	2.10	2.40
Inflation Rate	Monthly	0.10	-0.10
Unemployment Rate	Monthly	5.20	5.30
Benchmark Interest Rate	Weekly	0.50	0.50
Govt. bond 10 year Rate	Weekly	↓1.66	1.77

India	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	7.40	7.00
Inflation Rate	Monthly	↑5.61	5.41
Unemployment Rate	Monthly	no data	
Benchmark Interest Rate	Weekly	6.75	7.25
Govt. bond 10 year Rate	Weekly	↑7.81	7.74

Brazil	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	-4.50	-3.00
Inflation Rate	Monthly	10.67	10.48
Unemployment Rate	Monthly	7.50	7.90
Benchmark Interest Rate	Weekly	14.25	14.25
Govt. bond 10 year Rate	Weekly	↑16.33	16.18

Russia	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	-4.10	-4.60
Inflation Rate	Monthly	12.90	15.00
Unemployment Rate	Monthly	5.80	5.50
Benchmark Interest Rate	Weekly	11.00	11.00
Govt. bond 10 year Rate	Weekly	↑10.52	9.83

WORLD MARKETS - A SNAPSHOT

	Name	Description	Week ended 16th Jan 2016	% Change
STOCKS	Australia	Aus Ordinaries	4948.50	(2.37)
	Brazil	Bovespa	38298.68	(6.31)
	China	Shanghai	2900.97	(8.96)
	France	CAC	4210.16	(2.85)
	Germany	DAX	9545.27	(3.09)
	Hong Kong	HANGSENG	19520.77	(4.56)
	India	Sensex	24455.04	(1.92)
	Japan	Nikkei	17147.11	(3.11)
	UK	FTSE	5804.10	(1.83)
	USA	DJIA	15988.08	(2.19)
COMMODITIES	Copper	\$/Pound	1.94	(3.96)
	Crude	\$/Barrel	29.42	(11.57)
	Gold	\$/Troy Ounce	1090.70	(1.54)
	Natural Gas	\$/MMBtu	2.10	(11.76)
	Silver	\$/Troy Ounce	13.90	(3.07)
	Aluminium	\$/Tonne	1472.50	(1.07)
	Lead	\$/Tonne	1598.00	(1.48)
	Nickel	\$/Tonne	8405.00	(1.00)
	Zinc	\$/Tonne	1475.50	(1.83)
CURRENCIES	USD/GBP		1.43	(2.05)
	USD/EUR		1.09	0.00
	USD/AUD		0.69	(1.43)
	JPY/USD		117.05	(0.52)
	INR/USD		67.76	1.32
	HKD/USD		7.79	0.39
	BRL/USD		4.05	0.25
	CNY/USD		6.58	(0.15)

WORLD MARKETS - TECHNICAL SNAPSHOT

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

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

INDIAN MARKETS - A SNAPSHOT

	Name	Description	Week ended 16th Jan 2016	% Change
STOCKS	Nifty	Large Cap	7437.80	(2.15)
	Sensex	Large Cap	24455.04	(1.92)
	BSE Midcap	Mid Cap	10343.73	(5.90)
	BSE Smallcap	Small Cap	10782.88	(7.46)
Some Major Shares	ACC	Rs/share	1229.60	(5.11)
	Bharti Airtel		306.10	(5.48)
	HDFC Ltd		1149.80	(2.09)
	Infosys		1139.90	7.20
	L&T		1107.90	(6.04)
	Reliance Inds		1073.30	4.64
	Tata Motors		341.30	(3.41)
	Tata Steel		229.70	(9.42)
COMMODITIES	Aluminium	INR/Kg	100.45	0.30
	Copper	INR/Kg	294.65	(2.24)
	Crude	INR/Barrel	1996.00	(11.05)
	Gold	INR/10gms	26112.00	0.50
	Lead	INR/Kg	108.90	(0.27)
	Natural Gas	INR/1mmBtu	142.90	(12.60)
	Nickel	INR/Kg	572.10	0.40
	Silver	INR/Kg	34054.00	0.68
	Zinc	INR/Kg	100.15	(0.60)
CURRENCIES	INR/EUR		73.96	1.13
	INR/GBP		96.59	(1.19)
	INR/100 JPY		57.95	1.85
	INR/USD		67.76	1.32

INDIAN MARKETS - TECHNICAL SNAPSHOT



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

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

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