

# *ShroffConnect* Weekly Report

## 23<sup>rd</sup> January, 2016



**Aditya Shroff**

Stock Broking Services

**Shroff Securities Pvt. Ltd.**

Portfolio Management Services

Kolkata: 033 22627829/40662165

Bangalore: 080 32996004/6005

Email: [contact@shroffsecurities.com](mailto:contact@shroffsecurities.com)

Web: [www.shroffsecurities.com](http://www.shroffsecurities.com)

(for private circulation only)

# Current news

## World economy

- U.S. consumer prices unexpectedly fell in December as the cost of energy products and food declined, offering signs of weak inflation that further diminish expectations of a Federal Reserve interest rate hike in March.
- The International Monetary Fund said on Wednesday it ended an exemption to its lending rules that had allowed it to make major loans to Greece, Ireland and Portugal in 2010 and 2011 to fight a growing euro-area sovereign debt crisis.
- Fading growth and inflation prospects will force the European Central Bank to review its policy stance in March, President Mario Draghi said on Thursday, a strong signal that more easing could be coming within months.
- The European Central Bank held its monetary policy steady at its first meeting of 2016 Thursday, but is expected to keep the door open for more stimulus later, in the face of recent financial market turmoil, analysts said.
- US oil prices crashed below USD 27 dollars a barrel on Wednesday for the first time since 2003, caught in a broad slump across world financial markets with traders also worried that the crude supply glut could last longer.

## Indian economy

- India's current account deficit may narrow to 0.5 percent of GDP in 2016 from 0.7 percent in 2015 owing to lower commodity prices, particularly oil, says a report.
- With crippling international sanctions against Iran ending, India is looking to increase crude oil imports from the Persian Gulf nation and get oilfield contracts but faces an immediate USD 5.8 billion payout in past oil dues.
- India's exports contracted for the 13th month in a row, dipping about 15 percent in December to USD 22.2 billion due to steep decline in engineering and petroleum shipments.
- The Centre on Wednesday unveiled a new power tariff policy which allows 100 percent expansion by existing power plants, passing on levies to consumers and purchase of 100 percent electricity produced from waste.
- The Budget may allocate about Rs 5,000 crore as discretionary fund at NITI Aayog's disposal for rewarding states undertaking economic reforms and making focused interventions to address local problems, sources said.

## MACRO ECONOMIC SNAPSHOT AS ON 23/01/2016

USA	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	2.10	2.70
Inflation Rate	Monthly	↑0.70	0.50
Unemployment Rate	Monthly	5.00	5.00
Benchmark Interest Rate	Weekly	0.50	0.25
Govt. bond 10 year Rate	Weekly	↑2.05	2.03

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	↓-0.21	-0.13

China	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	↓6.80	6.90
Inflation Rate	Monthly	1.60	1.50
Unemployment Rate	Monthly	4.05	4.05
Benchmark Interest Rate	Weekly	4.35	4.60
Govt. bond 10 year Rate	Weekly	↑2.84	2.70

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	↑0.24	0.21

UK	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	2.10	2.40
Inflation Rate	Monthly	↑0.20	0.10
Unemployment Rate	Monthly	↓5.10	5.20
Benchmark Interest Rate	Weekly	0.50	0.50
Govt. bond 10 year Rate	Weekly	↑1.71	1.66

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	↓7.78	7.81

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	↑16.76	16.33

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	↑10.98	10.52

## WORLD MARKETS - A SNAPSHOT

	Name	Description	Week ended 23rd Jan 2016	% Change
STOCKS	Australia	Aus Ordinaries	4969.56	0.43
	Brazil	Bovespa	38320.95	0.06
	China	Shanghai	2916.56	0.54
	France	CAC	4336.69	3.01
	Germany	DAX	9764.88	2.30
	Hong Kong	HANGSENG	19080.51	(2.26)
	India	Sensex	24435.66	(0.08)
	Japan	Nikkei	16958.53	(1.10)
	UK	FTSE	5900.01	1.65
	USA	DJIA	16093.51	0.66
COMMODITIES	Copper	\$/Pound	2.00	3.09
	Crude	\$/Barrel	32.19	9.42
	Gold	\$/Troy Ounce	1096.30	0.51
	Natural Gas	\$/MMBtu	2.14	1.90
	Silver	\$/Troy Ounce	14.06	1.15
	Aluminium	\$/Tonne	1479.50	0.48
	Lead	\$/Tonne	1643.00	2.82
	Nickel	\$/Tonne	8745.00	4.05
	Zinc	\$/Tonne	1509.00	2.27
CURRENCIES	USD/GBP		1.43	0.00
	USD/EUR		1.08	(0.92)
	USD/AUD		0.70	1.45
	JPY/USD		118.77	1.47
	INR/USD		67.54	(0.32)
	HKD/USD		7.80	0.13
	BRL/USD		4.09	0.99
	CNY/USD		6.58	0.00

## WORLD MARKETS - TECHNICAL SNAPSHOT

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

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

## INDIAN MARKETS - A SNAPSHOT

	Name	Description	Week ended 23rd Jan 2016	% Change
STOCKS	Nifty	Large Cap	7422.45	(0.21)
	Sensex	Large Cap	24435.66	(0.08)
	BSE Midcap	Mid Cap	10193.05	(1.46)
	BSE Smallcap	Small Cap	10598.38	(1.71)
Some Major Shares	ACC	Rs/share	1241.00	0.93
	Bharti Airtel		298.70	(2.42)
	HDFC Ltd		1158.45	0.75
	Infosys		1136.25	(0.32)
	L&T		1142.20	3.10
	Reliance Inds		1004.15	(6.44)
	Tata Motors		339.50	(0.53)
	Tata Steel		247.80	7.88
COMMODITIES	Aluminium	INR/Kg	100.75	0.30
	Copper	INR/Kg	301.25	2.24
	Crude	INR/Barrel	2158.00	8.12
	Gold	INR/10gms	26160.00	0.18
	Lead	INR/Kg	110.75	1.70
	Natural Gas	INR/1mmBtu	145.40	1.75
	Nickel	INR/Kg	582.90	1.89
	Silver	INR/Kg	34277.00	0.65
	Zinc	INR/Kg	102.00	1.85
CURRENCIES	INR/EUR		72.90	(1.43)
	INR/GBP		96.33	(0.27)
	INR/100 JPY		57.00	(1.64)
	INR/USD		67.54	(0.32)

INDIAN MARKETS - TECHNICAL SNAPSHOT



INDICES			Mid Cap		
			Nifty		
			Small Cap		
			Sensex		
SECTORS		Cons Durable	Auto	Cap Goods	Metal
		IT	Bankex ↑	Oil & Gas ↓	Realty
			FMCG	Power	
			Healthcare		
			Teck		
COMMODITIES			Gold	Aluminium	Copper
				Lead	Crude Oil
				Natural Gas	Nickel
				Silver	Zinc
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.