

ShroffConnect Weekly Report

30th 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

Web: www.shroffsecurities.com

(for private circulation only)

Current news

World economy

- U.S. economic growth likely braked sharply in the fourth quarter as businesses doubled down on efforts to reduce an inventory glut and unseasonably mild weather cut into consumer spending on utilities and apparel.
- Asian shares jumped and the yen swooned after the Bank of Japan stunned markets on Friday by adopting negative interest rates in its boldest step yet to reinflate the economy.
- Singapore's total bank lending in December fell from the previous month as loans to general commerce and financial institutions declined, central bank data showed.
- South Korea's exports are expected to extend their slump in January as the global economy shows little sign of improving sharply, while inflation is seen likely to have cooled this month as global oil prices fall further.
- Marking a "historic" change at IMF, India, China and other emerging economies will now have more voting rights at the multilateral funding agency with the implementation of long pending quota reforms.
- China's central bank said it was injecting 440 billion yuan (\$67 billion) into the money market, seeking to ease tight liquidity ahead of the Lunar New Year holiday when demand for funds surges.

Indian economy

- India's fiscal deficit was 4.88 trillion rupees (\$71.90 billion) during April-December, or 87.9 percent of the full-year target, government data showed.
- The Reserve Bank of India (RBI) is expected to leave its key interest rate steady at 6.75 percent next week and only make one cut this year as rising inflation ties its hands.
- The government said it is focusing on improving ease of doing business for micro, small and medium enterprises (M SME s) to increase exports from the country.
- Government is planning to create coastal economic zones along the country's 7,500-km long coastline covering many states, ports and special economic zones having uniform policy to further boost manufacturing.
- Indian economy is less vulnerable to external shocks as it is mainly driven by household consumption and government spending, and not dependent on hot money which can move out quickly, Standard & Poor's Rating Services said.
- Taking advantage of low valuations, domestic mutual funds pumped in a staggering Rs 5,000 crore so far in the stock market in the New Year, even as overseas investors pulled back from equities.

MACRO ECONOMIC SNAPSHOT AS ON 30/01/2016

USA	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	↓1.80	2.10
Inflation Rate	Monthly	0.70	0.50
Unemployment Rate	Monthly	5.00	5.00
Benchmark Interest Rate	Weekly	0.50	0.50
Govt. bond 10 year Rate	Weekly	↓1.93	2.05

Euro Area	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	1.60	1.50
Inflation Rate	Monthly	↑0.40	0.20
Unemployment Rate	Monthly	10.50	10.60
Benchmark Interest Rate	Weekly	0.05	0.05
Govt. bond 10 year Rate	Weekly	↑-0.20	-0.21

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	↑2.95	2.84

Japan	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	1.60	0.70
Inflation Rate	Monthly	↓0.20	0.30
Unemployment Rate	Monthly	3.30	3.30
Benchmark Interest Rate	Weekly	↓-0.10	0.00
Govt. bond 10 year Rate	Weekly	↓0.07	0.24

UK	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	↓1.90	2.10
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	↓1.56	1.71

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	7.78

Brazil	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	-4.50	-3.00
Inflation Rate	Monthly	10.67	10.48
Unemployment Rate	Monthly	↓6.90	7.50
Benchmark Interest Rate	Weekly	14.25	14.25
Govt. bond 10 year Rate	Weekly	↓16.19	16.76

Russia	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	↑-3.80	-4.10
Inflation Rate	Monthly	12.90	15.00
Unemployment Rate	Monthly	5.80	5.80
Benchmark Interest Rate	Weekly	11.00	11.00
Govt. bond 10 year Rate	Weekly	↓10.19	10.98

WORLD MARKETS - A SNAPSHOT

	Name	Description	Week ended 30th Jan 2016	% Change
STOCKS	Australia	Aus Ordinaries	5056.60	1.75
	Brazil	Bovespa	39331.91	2.64
	China	Shanghai	2737.60	(6.14)
	France	CAC	4417.02	1.85
	Germany	DAX	9798.11	0.34
	Hong Kong	HANGSENG	19683.11	3.16
	India	Sensex	24870.69	1.78
	Japan	Nikkei	17518.30	3.30
	UK	FTSE	6083.79	3.11
	USA	DJIA	16466.30	2.32
COMMODITIES	Copper	\$/Pound	2.07	3.50
	Crude	\$/Barrel	33.62	4.44
	Gold	\$/Troy Ounce	1116.40	1.83
	Natural Gas	\$/MMBtu	2.30	7.48
	Silver	\$/Troy Ounce	14.24	1.28
	Aluminium	\$/Tonne	1515.00	2.40
	Lead	\$/Tonne	1715.00	4.38
	Nickel	\$/Tonne	8610.00	(1.54)
	Zinc	\$/Tonne	1618.00	7.22
CURRENCIES	USD/GBP		1.42	(0.70)
	USD/EUR		1.08	0.00
	USD/AUD		0.71	1.43
	JPY/USD		121.03	1.90
	INR/USD		67.87	0.49
	HKD/USD		7.78	(0.26)
	BRL/USD		4.00	(2.20)
	CNY/USD		6.58	0.00

WORLD MARKETS - TECHNICAL SNAPSHOT

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

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

INDIAN MARKETS - A SNAPSHOT

	Name	Description	Week ended 30th Jan 2016	% Change
STOCKS	Nifty	Large Cap	7563.55	1.90
	Sensex	Large Cap	24870.69	1.78
	BSE Midcap	Mid Cap	10417.26	2.20
	BSE Smallcap	Small Cap	10869.84	2.56
Some Major Shares	ACC	Rs/share	1240.05	(0.08)
	Bharti Airtel		289.90	(2.95)
	HDFC Ltd		1180.00	1.86
	Infosys		1164.90	2.52
	L&T		1101.65	(3.55)
	Reliance Inds		1035.40	3.11
	Tata Motors		336.90	(0.77)
	Tata Steel		249.70	0.77
COMMODITIES	Aluminium	INR/Kg	103.80	3.03
	Copper	INR/Kg	311.60	3.44
	Crude	INR/Barrel	2286.00	5.93
	Gold	INR/10gms	26638.00	1.83
	Lead	INR/Kg	116.15	4.88
	Natural Gas	INR/1mmBtu	155.90	7.22
	Nickel	INR/Kg	579.80	(0.53)
	Silver	INR/Kg	34750.00	1.38
	Zinc	INR/Kg	109.25	7.11
CURRENCIES	INR/EUR		73.53	0.86
	INR/GBP		96.68	0.36
	INR/100 JPY		56.03	(1.70)
	INR/USD		67.87	0.49

INDIAN MARKETS - TECHNICAL SNAPSHOT



INDICES					
			Mid Cap		
			Nifty		
			Small Cap		
			Sensex		

SECTORS					
	Cons Durable ↑	Healthcare ↑	Auto	Cap Goods	Metal
		IT	Bankex	Power	Realty
		Teck ↑	FMCG		
			Oil & Gas ↑		

COMMODITIES					
			Aluminium ↑	Copper ↑	Crude Oil
			Gold	Natural Gas	Nickel
			Lead ↑	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.