

# *ShroffConnect* Weekly Report

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# Current news

## World economy

- US economic growth slowed in the fourth quarter, but not as sharply as previously estimated, with fairly strong consumer spending offsetting the drag from efforts by businesses to reduce an inventory overhang.
- Singapore's core inflation gauge rose 0.5 percent in February from a year earlier, the fastest pace in five months, on the back of higher food prices, data showed on Wednesday.
- Hit by economic slowdown, profits of China's mighty state-owned enterprises (SOEs) nosedived by 14.2 percent to USD 34.2 billion in the first two months of this year, according to official data released.
- Economic recovery in the eurozone is set to continue in the coming months, but not as fast as hoped owing to global uncertainties and slowing growth in emerging economies, the European Central Bank said Thursday.
- Investment in renewable energy hit a record USD 286 billion in 2015, more than half of which came from developing countries for the first time, according to a UN report released.
- Egypt said that Saudi Arabia has offered USD 1.5 billion to help finance economic projects in the Sinai Peninsula, as Riyadh continues to bolster its ties with Cairo.

## Indian economy

- The Reserve Bank of India (RBI) is scheduled to announce its first bi-monthly monetary policy for 2016-17 on 5 April. While stock markets are hoping for a 50 basis points (bps) rate cut, bond markets expect easier liquidity.
- Sales of listed non-financial private companies continued to decline in the third quarter of this fiscal for the aggregate level and manufacturing mainly due to fall in petroleum products and iron and steel industry, according to the RBI data.
- Indian industries have managed to maintain and increase their market share in most of the sectors despite countries all over the world experiencing fall in exports, Union Commerce Secretary Rita Teotia said.
- India will cut oil imports by 10 percent in next six years by raising domestic output, conserving fuel and shifting to alternate sources like natural gas, Oil Minister Dharmendra Pradhan said.
- Continuing to purchase more US government securities, India's overall holding of such instruments climbed to USD 119.8 billion in January.
- The government hiked dearness allowance (DA) by 6 percent, benefiting over 1 crore central government employees and pensioners.

## MACRO ECONOMIC SNAPSHOT AS ON 26/03/2016

| USA                     | Period    | Current | Previous |
|-------------------------|-----------|---------|----------|
| GDP Annual Growth Rate  | Quarterly | 2.00    | 2.10     |
| Inflation Rate          | Monthly   | 1.00    | 1.40     |
| Unemployment Rate       | Monthly   | 4.90    | 4.90     |
| Benchmark Interest Rate | Weekly    | 0.50    | 0.50     |
| Govt. bond 10 year Rate | Weekly    | ↑1.90   | 1.87     |

| Euro Area               | Period    | Current | Previous |
|-------------------------|-----------|---------|----------|
| GDP Annual Growth Rate  | Quarterly | 1.60    | 1.60     |
| Inflation Rate          | Monthly   | -0.20   | 0.30     |
| Unemployment Rate       | Monthly   | 10.30   | 10.40    |
| Benchmark Interest Rate | Weekly    | 0.00    | 0.05     |
| Govt. bond 10 year Rate | Weekly    | -0.27   | -0.27    |

| China                   | Period    | Current | Previous |
|-------------------------|-----------|---------|----------|
| GDP Annual Growth Rate  | Quarterly | 6.80    | 6.90     |
| Inflation Rate          | Monthly   | 2.30    | 1.80     |
| Unemployment Rate       | Monthly   | 4.05    | 4.05     |
| Benchmark Interest Rate | Weekly    | 4.35    | 4.60     |
| Govt. bond 10 year Rate | Weekly    | ↑2.91   | 2.84     |

| Japan                   | Period    | Current | Previous |
|-------------------------|-----------|---------|----------|
| GDP Annual Growth Rate  | Quarterly | 0.70    | 1.70     |
| Inflation Rate          | Monthly   | ↑0.30   | 0.00     |
| Unemployment Rate       | Monthly   | 3.20    | 3.30     |
| Benchmark Interest Rate | Weekly    | -0.10   | -0.10    |
| Govt. bond 10 year Rate | Weekly    | -0.09   | -0.09    |

| UK                      | Period    | Current | Previous |
|-------------------------|-----------|---------|----------|
| GDP Annual Growth Rate  | Quarterly | 1.90    | 2.10     |
| Inflation Rate          | Monthly   | 0.30    | 0.30     |
| Unemployment Rate       | Monthly   | 5.10    | 5.10     |
| Benchmark Interest Rate | Weekly    | 0.50    | 0.50     |
| Govt. bond 10 year Rate | Weekly    | 1.45    | 1.45     |

| India                   | Period    | Current | Previous |
|-------------------------|-----------|---------|----------|
| GDP Annual Growth Rate  | Quarterly | 7.30    | 7.40     |
| Inflation Rate          | Monthly   | 5.18    | 5.69     |
| Unemployment Rate       | Monthly   | no data |          |
| Benchmark Interest Rate | Weekly    | 6.75    | 7.25     |
| Govt. bond 10 year Rate | Weekly    | ↓7.51   | 7.52     |

| Brazil                  | Period    | Current | Previous |
|-------------------------|-----------|---------|----------|
| GDP Annual Growth Rate  | Quarterly | -5.90   | -4.50    |
| Inflation Rate          | Monthly   | 10.36   | 10.71    |
| Unemployment Rate       | Monthly   | ↑8.20   | 7.60     |
| Benchmark Interest Rate | Weekly    | 14.25   | 14.25    |
| Govt. bond 10 year Rate | Weekly    | ↑14.06  | 14.03    |

| Russia                  | Period    | Current | Previous |
|-------------------------|-----------|---------|----------|
| GDP Annual Growth Rate  | Quarterly | -3.80   | -4.10    |
| Inflation Rate          | Monthly   | 8.10    | 9.80     |
| Unemployment Rate       | Monthly   | 5.80    | 5.80     |
| Benchmark Interest Rate | Weekly    | 11.00   | 11.00    |
| Govt. bond 10 year Rate | Weekly    | ↑9.30   | 9.19     |

## WORLD MARKETS - A SNAPSHOT

|             | Name        | Description    | Week ended<br>26th Mar 2016 | % Change |
|-------------|-------------|----------------|-----------------------------|----------|
| STOCKS      | Australia   | Aus Ordinaries | 5151.62                     | (1.67)   |
|             | Brazil      | Bovespa        | 49657.39                    | (2.28)   |
|             | China       | Shanghai       | 2979.43                     | 0.82     |
|             | France      | CAC            | 4358.17                     | (2.34)   |
|             | Germany     | DAX            | 9906.95                     | (0.44)   |
|             | Hong Kong   | HANGSENG       | 20345.61                    | (1.58)   |
|             | India       | Sensex         | 25337.56                    | 1.54     |
|             | Japan       | Nikkei         | 17002.75                    | 1.66     |
|             | UK          | FTSE           | 6135.56                     | (0.87)   |
|             | USA         | DJIA           | 17515.73                    | (0.49)   |
| COMMODITIES | Copper      | \$/Pound       | 2.23                        | (2.19)   |
|             | Crude       | \$/Barrel      | 39.46                       | (4.08)   |
|             | Gold        | \$/Troy Ounce  | 1221.60                     | (2.61)   |
|             | Natural Gas | \$/MMBtu       | 1.81                        | (5.24)   |
|             | Silver      | \$/Troy Ounce  | 15.20                       | (3.86)   |
|             | Aluminium   | \$/Tonne       | 1478.00                     | (2.73)   |
|             | Lead        | \$/Tonne       | 1772.00                     | (1.96)   |
|             | Nickel      | \$/Tonne       | 8650.00                     | (0.06)   |
|             | Zinc        | \$/Tonne       | 1790.50                     | (2.98)   |
| CURRENCIES  | USD/GBP     |                | 1.41                        | (2.76)   |
|             | USD/EUR     |                | 1.12                        | (0.88)   |
|             | USD/AUD     |                | 0.75                        | (1.32)   |
|             | JPY/USD     |                | 113.04                      | 1.34     |
|             | INR/USD     |                | 66.82                       | 0.68     |
|             | HKD/USD     |                | 7.76                        | 0.00     |
|             | BRL/USD     |                | 3.68                        | 1.66     |
|             | CNY/USD     |                | 6.51                        | 0.62     |

WORLD MARKETS - TECHNICAL SNAPSHOT



STOCKS

USA

- Australia
- Brazil ↓
- China
- France
- Germany
- HongKong
- India
- Japan
- UK

COMMODITIES

- |      |             |
|------|-------------|
| Gold | Aluminium   |
| Zinc | Copper      |
|      | Crude Oil   |
|      | Lead ↓      |
|      | Natural Gas |
|      | Nickel      |
|      | Silver ↓    |

CURRENCIES  
(against USD)

HKD

- AUD
- EUR
- JPY

- BRL
- CNY ↓
- INR

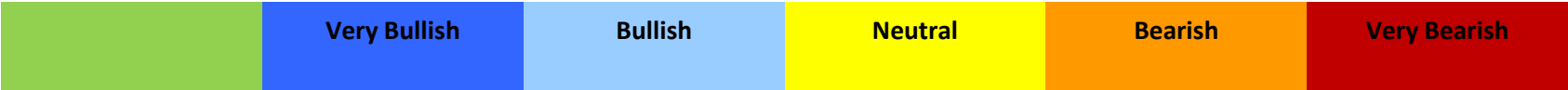
GBP ↓

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

## INDIAN MARKETS - A SNAPSHOT

|                      | Name          | Description | Week ended<br>26th Mar 2016 | % Change |
|----------------------|---------------|-------------|-----------------------------|----------|
| STOCKS               | Nifty         | Large Cap   | 7716.50                     | 1.47     |
|                      | Sensex        | Large Cap   | 25337.56                    | 1.54     |
|                      | BSE Midcap    | Mid Cap     | 10524.47                    | 2.18     |
|                      | BSE Smallcap  | Small Cap   | 10501.80                    | 1.87     |
| Some Major<br>Shares | ACC           | Rs/share    | 1372.65                     | 2.65     |
|                      | Bharti Airtel |             | 358.20                      | 4.04     |
|                      | HDFC Ltd      |             | 1162.75                     | 2.96     |
|                      | Infosys       |             | 1207.80                     | 1.21     |
|                      | L&T           |             | 1242.55                     | 3.61     |
|                      | Reliance Inds |             | 1029.20                     | 0.19     |
|                      | Tata Motors   |             | 377.00                      | 2.99     |
|                      | Tata Steel    |             | 317.20                      | 4.96     |
| COMMODITIES          | Aluminium     | INR/Kg      | 98.75                       | (1.30)   |
|                      | Copper        | INR/Kg      | 332.05                      | (1.63)   |
|                      | Crude         | INR/Barrel  | 2658.00                     | 1.18     |
|                      | Gold          | INR/10gms   | 28599.00                    | (1.83)   |
|                      | Lead          | INR/Kg      | 117.95                      | (1.87)   |
|                      | Natural Gas   | INR/1mmBtu  | 120.80                      | (5.11)   |
|                      | Nickel        | INR/Kg      | 581.00                      | 1.20     |
|                      | Silver        | INR/Kg      | 36669.00                    | (2.88)   |
|                      | Zinc          | INR/Kg      | 119.65                      | (2.29)   |
| CURRENCIES           | INR/EUR       |             | 74.59                       | (0.25)   |
|                      | INR/GBP       |             | 94.50                       | (1.66)   |
|                      | INR/100 JPY   |             | 59.14                       | (0.69)   |
|                      | INR/USD       |             | 66.82                       | 0.68     |

INDIAN MARKETS - TECHNICAL SNAPSHOT



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

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

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