

# *ShroffConnect* Weekly Report

## 18<sup>th</sup> June, 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

- The U.S. Federal Reserve kept interest rates unchanged on Wednesday and signalled it still planned to raise rates twice in 2016, though it said slower economic growth would crimp the pace of monetary policy tightening in future years.
- China's economic outlook is uncertain with corporate debt and an opaque financial sector contributing to looming vulnerabilities, an International Monetary Fund Official said.
- Singapore's exports unexpectedly jumped in May, helped by growth in non-electronic shipments such as gold and pharmaceuticals, although analysts remain pessimistic about the trade outlook amid persistently sluggish global demand.
- Japan's government kept its assessment of the economy unchanged this month but warned that consumer prices are rising at a slower pace, casting more doubt on policymakers' three-year effort to shake off deflation.
- The IMF called for the creation of a fund to help finance structural reforms in the euro zone, echoing ideas floated by the European Commission in 2012 but subsequently dropped in the face of German opposition.

## Indian economy

- India's monsoon is expected to dump above-average rainfall on the South Asian nation after two years of drought, cutting its use of diesel for irrigation pumps and generators over the third quarter and potentially rejuvenating exports of the oil product.
- India's trade deficit widened in May to \$6.27 billion, its highest in three months, exports shrank an annual 0.79 percent to \$22.17 billion last month. Imports dropped 13.16 percent year-on-year to \$28.44 billion, the data showed.
- Economic growth in the first quarter of the current fiscal may have decelerated and is unlikely to pick up for rest of the year due to slowing private capex and restricted bank credit, a report said.
- Direct investments by Indian firms overseas increased by 48.2 per cent year-on-year to \$2.69 billion in May, according to the RBI data.
- India recorded a 10-year low in investments in public-private sector in the year 2015, adding to contraction that pulled down the global investment to below its five-year average of \$124.1 billion, the World Bank has said.

## MACRO ECONOMIC SNAPSHOT AS ON 18/06/2016

USA	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	2.00	2.00
Inflation Rate	Monthly	↓1.00	1.10
Unemployment Rate	Monthly	4.70	5.00
Benchmark Interest Rate	Weekly	0.50	0.50
Govt. bond 10 year Rate	Weekly	↓1.64	1.67

Euro Area	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	1.70	1.60
Inflation Rate	Monthly	-0.10	-0.20
Unemployment Rate	Monthly	10.20	10.20
Benchmark Interest Rate	Weekly	0.00	0.00
Govt. bond 10 year Rate	Weekly	↓-0.35	-0.32

China	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	6.70	6.80
Inflation Rate	Monthly	2.00	2.30
Unemployment Rate	Monthly	4.04	4.05
Benchmark Interest Rate	Weekly	4.35	4.60
Govt. bond 10 year Rate	Weekly	↓2.97	3.02

Japan	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	0.10	1.70
Inflation Rate	Monthly	-0.30	-0.10
Unemployment Rate	Monthly	3.20	3.20
Benchmark Interest Rate	Weekly	-0.10	-0.10
Govt. bond 10 year Rate	Weekly	↓-0.14	-0.13

UK	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	2.00	2.10
Inflation Rate	Monthly	0.30	0.30
Unemployment Rate	Monthly	↓5.00	5.10
Benchmark Interest Rate	Weekly	0.50	0.50
Govt. bond 10 year Rate	Weekly	↓1.14	1.24

India	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	7.90	7.30
Inflation Rate	Monthly	↑5.76	5.39
Unemployment Rate	Monthly	no data	
Benchmark Interest Rate	Weekly	6.50	6.75
Govt. bond 10 year Rate	Weekly	↑7.50	7.49

Brazil	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	-5.40	-5.90
Inflation Rate	Monthly	9.32	9.28
Unemployment Rate	Monthly	11.20	10.90
Benchmark Interest Rate	Weekly	14.25	14.25
Govt. bond 10 year Rate	Weekly	↑12.72	12.44

Russia	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	-1.20	-3.80
Inflation Rate	Monthly	7.30	7.30
Unemployment Rate	Monthly	5.90	6.00
Benchmark Interest Rate	Weekly	10.50	11.00
Govt. bond 10 year Rate	Weekly	↑8.76	8.69

## WORLD MARKETS - A SNAPSHOT

	Name	Description	Week ended 18th June 2016	% Change
STOCKS	Australia	Aus Ordinaries	5248.28	(2.66)
	Brazil	Bovespa	49533.84	0.23
	China	Shanghai	2885.10	(1.44)
	France	CAC	4193.83	(2.62)
	Germany	DAX	9631.36	(2.07)
	Hong Kong	HANGSENG	20169.98	(4.15)
	India	Sensex	26625.91	(0.04)
	Japan	Nikkei	15599.66	(6.03)
	UK	FTSE	6021.09	(1.55)
	USA	DJIA	17675.16	(1.06)
COMMODITIES	Copper	\$/Pound	2.05	0.99
	Crude	\$/Barrel	47.98	(2.22)
	Gold	\$/Troy Ounce	1294.80	1.48
	Natural Gas	\$/MMBtu	2.62	2.34
	Silver	\$/Troy Ounce	17.41	0.46
	Aluminium	\$/Tonne	1615.00	2.60
	Lead	\$/Tonne	1701.50	0.21
	Nickel	\$/Tonne	9030.00	1.23
	Zinc	\$/Tonne	1979.50	(5.22)
CURRENCIES	USD/GBP		1.44	0.70
	USD/EUR		1.13	0.89
	USD/AUD		0.74	0.00
	JPY/USD		104.10	(2.67)
	INR/USD		67.06	0.18
	HKD/USD		7.76	0.00
	BRL/USD		3.42	0.00
	CNY/USD		6.58	0.30

## WORLD MARKETS - TECHNICAL SNAPSHOT

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

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

## INDIAN MARKETS - A SNAPSHOT

	Name	Description	Week ended 18th June 2016	% Change
STOCKS	Nifty	Large Cap	8170.20	0.00
	Sensex	Large Cap	26625.91	(0.04)
	BSE Midcap	Mid Cap	11359.06	(0.15)
	BSE Smallcap	Small Cap	11435.16	0.64
Some Major Shares	ACC	Rs/share	1555.40	(0.02)
	Bharti Airtel		357.00	1.68
	HDFC Ltd		1227.30	(0.25)
	Infosys		1179.50	(0.09)
	L&T		1480.25	(0.50)
	Reliance Inds		974.90	(0.18)
	Tata Motors		464.40	1.63
	Tata Steel		325.45	(2.68)
COMMODITIES	Aluminium	INR/Kg	108.05	2.81
	Copper	INR/Kg	305.00	1.21
	Crude	INR/Barrel	3190.00	(3.27)
	Gold	INR/10gms	30602.00	1.72
	Lead	INR/Kg	114.15	(0.09)
	Natural Gas	INR/1mmBtu	175.60	2.09
	Nickel	INR/Kg	606.50	1.49
	Silver	INR/Kg	41362.00	0.72
	Zinc	INR/Kg	132.60	(4.88)
CURRENCIES	INR/EUR		75.61	0.41
	INR/GBP		96.28	0.89
	INR/100 JPY		64.41	2.86
	INR/USD		67.06	0.18

## INDIAN MARKETS - TECHNICAL SNAPSHOT

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

↑ = 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.