

ShroffConnect Weekly Report

9th July, 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

- Voters in Germany, France, Sweden and Finland think Britain should not be given a generous deal when it tries to renegotiate its ties with the European Union, an opinion poll published on Friday showed.
- U.S. job growth surged in June as manufacturers and other employers boosted hiring, confirming the economy has regained speed after a first-quarter lull, but tepid wages suggested the Federal Reserve will probably not raise interest rates soon.
- Japan's current account surplus narrowed slightly in May from a month earlier as a strong yen curbed gains from investment overseas, while travel income hit a record surplus due to a rise in foreign tourists, government data showed.
- New orders for U.S. factory goods fell in May on weak demand for transportation and defence capital goods, but growing order backlogs and lean inventories suggested the worst of the manufacturing downturn was probably over.
- The International Monetary Fund on Friday cut its euro zone growth outlook for the next two years over uncertainties sparked by Britain's vote to leave the European Union, and warned that the conditions could worsen if confusion continues to reign in financial markets.

Indian economy

- Growth in India's services sector slowed to a seven-month low in June as new orders continued to soften, a business survey showed.
- Reflecting an upturn in economic activity, government's revenue collection showed an impressive growth in April-June quarter with total tax mop-up rising to Rs 3.24 lakh crore.
- Government is expected to go ahead with the strategic divestment in public sector units (PSUs) within the next six months besides closing down sick firms that are beyond revival.
- India's growth over the coming years will be challenged by lacklustre global demand, high corporate leverage and impaired credit supply, Moody's Investors Service said.
- For the first time this season, monsoon has registered a marginal rise of 1% above normal with a good amount of rainfall across the country.
- Power generation growth has been 9.5 percent this year so far, which is almost double of 5.65 percent achieved during a decade-long UPA rule from 2004 to 2014.
- Country's foreign exchange reserves surged by USD 2.37 billion to USD 363.17 billion in the week to July 1, on account of increase in Foreign Currency Asset, RBI said.

MACRO ECONOMIC SNAPSHOT AS ON 09/07/2016

USA	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	2.10	2.00
Inflation Rate	Monthly	1.00	1.10
Unemployment Rate	Monthly	↑4.90	4.70
Benchmark Interest Rate	Weekly	0.50	0.50
Govt. bond 10 year Rate	Weekly	↓1.37	1.44

Euro Area	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	1.70	1.60
Inflation Rate	Monthly	0.10	-0.10
Unemployment Rate	Monthly	10.10	10.20
Benchmark Interest Rate	Weekly	0.00	0.00
Govt. bond 10 year Rate	Weekly	-0.39	-0.39

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	4.35
Govt. bond 10 year Rate	Weekly	2.88	2.88

Japan	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	0.10	0.70
Inflation Rate	Monthly	-0.40	-0.30
Unemployment Rate	Monthly	3.20	3.20
Benchmark Interest Rate	Weekly	-0.10	-0.10
Govt. bond 10 year Rate	Weekly	↓-0.27	-0.26

UK	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	2.00	1.80
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	↓0.74	0.86

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	↓7.39	7.42

Brazil	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	-5.40	-5.90
Inflation Rate	Monthly	↓8.84	9.32
Unemployment Rate	Monthly	11.20	11.20
Benchmark Interest Rate	Weekly	14.25	14.25
Govt. bond 10 year Rate	Weekly	↓12.05	12.17

Russia	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	-1.20	-3.80
Inflation Rate	Monthly	↑7.50	7.30
Unemployment Rate	Monthly	5.60	5.90
Benchmark Interest Rate	Weekly	10.50	11.00
Govt. bond 10 year Rate	Weekly	8.43	8.43

WORLD MARKETS - A SNAPSHOT

	Name	Description	Week ended 9th July 2016	% Change
STOCKS	Australia	Aus Ordinaries	5315.55	1.50
	Brazil	Bovespa	53140.74	1.74
	China	Shanghai	2988.09	1.90
	France	CAC	4190.68	(1.95)
	Germany	DAX	9629.66	(1.50)
	Hong Kong	HANGSENG	20564.17	(1.11)
	India	Sensex	27126.90	(0.07)
	Japan	Nikkei	15106.98	(3.67)
	UK	FTSE	6590.64	0.19
	USA	DJIA	18146.74	1.10
COMMODITIES	Copper	\$/Pound	2.12	(4.50)
	Crude	\$/Barrel	45.41	(7.31)
	Gold	\$/Troy Ounce	1358.40	(2.90)
	Natural Gas	\$/MMBtu	2.80	(6.35)
	Silver	\$/Troy Ounce	20.10	2.60
	Aluminium	\$/Tonne	1660.00	0.12
	Lead	\$/Tonne	1811.00	(2.27)
	Nickel	\$/Tonne	9870.00	(0.65)
	Zinc	\$/Tonne	2143.00	(0.26)
CURRENCIES	USD/GBP		1.29	(2.27)
	USD/EUR		1.10	(0.90)
	USD/AUD		0.75	0.00
	JPY/USD		100.50	(1.97)
	INR/USD		67.15	0.00
	HKD/USD		7.75	0.00
	BRL/USD		3.29	2.49
	CNY/USD		6.59	(0.90)

WORLD MARKETS - TECHNICAL SNAPSHOT

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

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

INDIAN MARKETS - A SNAPSHOT

	Name	Description	Week ended 9th July 2016	% Change
STOCKS	Nifty	Large Cap	8323.20	(0.06)
	Sensex	Large Cap	27126.90	(0.07)
	BSE Midcap	Mid Cap	11880.37	0.19
	BSE Smallcap	Small Cap	11976.74	0.77
Some Major Shares	ACC	Rs/share	1597.65	(1.22)
	Bharti Airtel		355.05	(3.61)
	HDFC Ltd		1286.90	3.59
	Infosys		1158.20	(1.21)
	L&T		1532.65	(0.65)
	Reliance Inds		978.40	0.51
	Tata Motors		466.30	1.83
	Tata Steel		318.35	(2.97)
COMMODITIES	Aluminium	INR/Kg	111.25	(0.45)
	Copper	INR/Kg	317.80	(4.61)
	Crude	INR/Barrel	3059.00	(6.48)
	Gold	INR/10gms	31719.00	0.81
	Lead	INR/Kg	121.65	(2.68)
	Natural Gas	INR/1mmBtu	188.30	(5.47)
	Nickel	INR/Kg	663.60	(1.12)
	Silver	INR/Kg	47487.00	4.23
	Zinc	INR/Kg	143.90	(0.31)
CURRENCIES	INR/EUR		74.24	(0.80)
	INR/GBP		86.95	(2.45)
	INR/100 JPY		66.80	1.95
	INR/USD		67.15	0.00

INDIAN MARKETS - TECHNICAL SNAPSHOT

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