

# *ShroffConnect* Weekly Report

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# Current news

## World economy

- U.S. employment likely increased at a healthy clip in July, with wages picking up, which should help to underpin consumer spending and boost the economy.
- European Union hit China and Russia with anti-dumping duties on cold rolled steel imports after complaints by EU producers they were being forced out of the market.
- Euro zone business activity expanded a touch faster than expected last month as the region appeared, so far, to have largely shrugged off Britain's vote to leave the European Union, a survey found.
- Japanese Prime Minister Shinzo Abe's cabinet approved 13.5 trillion yen (\$132 billion) in fiscal measures on Tuesday even as the central bank fought market speculation that it is preparing to put the brakes on monetary stimulus for the world's third-biggest economy.
- The Bank of England cut interest rates for the first time since 2009 on Thursday and said it would buy 60 billion pounds of government debt to ease the blow from Britain's June 23 vote to leave the European Union.

## Indian economy

- India's services industry expanded at its fastest pace in three months in July as new business surged, driven by the first price cutting since October, a private survey showed on Wednesday.
- Indian economy is expected to clock a growth of 7.4 percent this fiscal, and on the policy front, the Reserve Bank is likely to leave key rates unchanged at its August meet, says a report.
- Moody's Investors Service on Thursday said the GST implementation will be positive for the country's economic growth without any significant impact on inflation, but cautioned that other "controversial reforms" may witness a slower progress.
- Employment growth has shown signs of slowdown in key labour-intensive and export-oriented sectors, despite GDP growth of up to 7.6 percent in the last three years, Parliament was informed Wednesday.
- Country's foreign exchange reserves rose by USD 2.81 billion to reach a life-time high of USD 365.49 billion in the week to July 29, helped by rise in foreign currency assets, the Reserve Bank said on Friday.

## MACRO ECONOMIC SNAPSHOT AS ON 06/08/2016

USA	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	1.20	1.60
Inflation Rate	Monthly	1.00	1.00
Unemployment Rate	Monthly	4.90	4.90
Benchmark Interest Rate	Weekly	0.50	0.50
Govt. bond 10 year Rate	Weekly	↑1.59	1.48

Euro Area	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	1.60	1.70
Inflation Rate	Monthly	0.20	0.10
Unemployment Rate	Monthly	10.10	10.10
Benchmark Interest Rate	Weekly	0.00	0.00
Govt. bond 10 year Rate	Weekly	↓-0.42	-0.41

China	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	6.70	6.70
Inflation Rate	Monthly	1.90	2.00
Unemployment Rate	Monthly	4.05	4.04
Benchmark Interest Rate	Weekly	4.35	4.35
Govt. bond 10 year Rate	Weekly	↓2.78	2.81

Japan	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	0.10	0.70
Inflation Rate	Monthly	-0.40	-0.40
Unemployment Rate	Monthly	3.10	3.20
Benchmark Interest Rate	Weekly	-0.10	-0.10
Govt. bond 10 year Rate	Weekly	↑-0.05	-0.14

UK	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	2.20	2.00
Inflation Rate	Monthly	0.50	0.30
Unemployment Rate	Monthly	4.90	5.00
Benchmark Interest Rate	Weekly	↓0.25	0.50
Govt. bond 10 year Rate	Weekly	↓0.67	0.69

India	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	7.90	7.30
Inflation Rate	Monthly	5.77	5.76
Unemployment Rate	Monthly	no data	
Benchmark Interest Rate	Weekly	6.50	6.75
Govt. bond 10 year Rate	Weekly	7.17	7.17

Brazil	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	-5.40	-5.90
Inflation Rate	Monthly	8.84	9.32
Unemployment Rate	Monthly	11.30	11.20
Benchmark Interest Rate	Weekly	14.25	14.25
Govt. bond 10 year Rate	Weekly	↓11.75	11.81

Russia	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	-1.20	-3.80
Inflation Rate	Monthly	↓7.20	7.50
Unemployment Rate	Monthly	5.40	5.60
Benchmark Interest Rate	Weekly	10.50	10.50
Govt. bond 10 year Rate	Weekly	↓8.50	8.57

## WORLD MARKETS - A SNAPSHOT

	Name	Description	Week ended 6th Aug 2016	% Change
STOCKS	Australia	Aus Ordinaries	5585.63	(1.03)
	Brazil	Bovespa	57661.14	0.62
	China	Shanghai	2976.70	(0.09)
	France	CAC	4410.55	(0.66)
	Germany	DAX	10367.21	0.29
	Hong Kong	HANGSENG	22146.09	1.16
	India	Sensex	28078.35	0.09
	Japan	Nikkei	16254.45	(1.90)
	UK	FTSE	6793.47	1.03
	USA	DJIA	18543.53	0.60
COMMODITIES	Copper	\$/Pound	2.15	(3.15)
	Crude	\$/Barrel	41.80	0.48
	Gold	\$/Troy Ounce	1344.40	(0.97)
	Natural Gas	\$/MMBtu	2.77	(3.82)
	Silver	\$/Troy Ounce	19.82	(2.60)
	Aluminium	\$/Tonne	1645.00	0.34
	Lead	\$/Tonne	1786.50	(2.16)
	Nickel	\$/Tonne	10710.00	0.71
	Zinc	\$/Tonne	2266.50	0.89
CURRENCIES	USD/GBP		1.30	(1.52)
	USD/EUR		1.10	(0.90)
	USD/AUD		0.76	0.00
	JPY/USD		101.82	(0.22)
	INR/USD		64.74	(2.82)
	HKD/USD		7.75	0.00
	BRL/USD		3.16	(2.47)
	CNY/USD		6.65	0.15

## WORLD MARKETS - TECHNICAL SNAPSHOT

		Very Bullish	Bullish	Neutral	Bearish	Very Bearish
STOCKS	Australia					
	India					
	UK					
	USA					
COMMODITIES						
	Zinc ↑					
CURRENCIES (against USD)						

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

## INDIAN MARKETS - A SNAPSHOT

	Name	Description	Week ended 6th Aug 2016	% Change
STOCKS	Nifty	Large Cap	8683.15	0.52
	Sensex	Large Cap	28078.35	0.09
	BSE Midcap	Mid Cap	12698.44	0.30
	BSE Smallcap	Small Cap	12306.59	(0.03)
Some Major Shares	ACC	Rs/share	1721.05	1.92
	Bharti Airtel		364.00	0.54
	HDFC Ltd		1342.10	(2.36)
	Infosys		1068.00	(0.54)
	L&T		1512.20	(2.99)
	Reliance Inds		1016.25	0.13
	Tata Motors		516.40	2.62
	Tata Steel		381.70	7.51
COMMODITIES	Aluminium	INR/Kg	109.95	1.52
	Copper	INR/Kg	319.75	(3.02)
	Crude	INR/Barrel	2786.00	0.14
	Gold	INR/10gms	31283.00	(0.84)
	Lead	INR/Kg	119.40	(0.13)
	Natural Gas	INR/1mmBtu	186.10	(3.53)
	Nickel	INR/Kg	716.30	2.33
	Silver	INR/Kg	46225.00	(2.64)
	Zinc	INR/Kg	151.60	1.88
CURRENCIES	INR/EUR		74.09	(0.70)
	INR/GBP		87.34	(1.09)
	INR/100 JPY		65.62	0.35
	INR/USD		64.74	(2.82)

# INDIAN MARKETS - TECHNICAL SNAPSHOT

	Very Bullish	Bullish	Neutral	Bearish	Very Bearish
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INDICES	Mid Cap				
	Nifty				
	Sensex				
	Small Cap				

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

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

CURRENCIES (against INR)		JPY	EUR USD ↓	GBP	
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↑ = moved up from last week, ↓ = moved dn from last week

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