

ShroffConnect Weekly Report

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Current news

World economy

- U.S. retail sales were unexpectedly flat in July as Americans cut back on discretionary spending, pointing to a moderation in consumption that could temper expectations of a sharp pickup in economic growth in the third quarter.
- U.S. worker productivity fell for the third straight quarter in the spring this year, suggesting that corporate profits may continue to decline and wage growth may remain sluggish.
- China's economic activity slowed in July, with investment growing at its slowest pace since the turn of the century, as the world's second-largest economy grappled with the painful restructuring of its older industrial sectors.
- Economic stagnation in France and Italy contributed to a slowdown in growth in the euro zone from April to June after a strong performance in the first three months of the year, estimates showed.
- Singapore downgraded its economic growth forecast as the economy expanded slower than initially estimated amid uncertainties about Brexit and weakening global demand, leaving the door open for additional policy stimulus.
- The U.S. government posted a \$113 billion budget deficit in July, a 24 percent drop from the same month last year, the Treasury Department said.

Indian economy

- Soaring food prices in July kept India's headline inflation above the Reserve Bank of India's (RBI) near-term target, underscoring the challenge facing the next central bank governor.
- Monsoon rains in India were 15 percent above average in the week ended Aug. 10, the weather office said.
- Raising concerns about cost of credit and pick up in economic activity, retail inflation soared to 23-month high of 6.07 percent in July on higher food prices, while factory output grew at a subdued rate of 2.1 percent in June.
- After rising for the first time in 18 months in June, exports shrank again in July, contracting 6.84 percent due to decline in shipments of engineering goods and petroleum products.
- Reflecting an upturn in economic activity, government's revenue collection showed an impressive growth in April-July period of this fiscal, with total direct and indirect tax mop-up rising to Rs 4.3 lakh crore.
- Indirect tax collections rose by 29.9 per cent during April-July period of the current fiscal to Rs 2,71,719 crore, mainly due to impressive growth in central excise duty mop-up while Direct tax collection registered a growth of 24.01 per cent to Rs 1.59 lakh crore during the April-July period.

MACRO ECONOMIC SNAPSHOT AS ON 13/08/2016

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	↓1.54	1.59

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	↓-0.44	-0.42

China	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	6.70	6.70
Inflation Rate	Monthly	↓1.80	1.90
Unemployment Rate	Monthly	4.05	4.04
Benchmark Interest Rate	Weekly	4.35	4.35
Govt. bond 10 year Rate	Weekly	↓2.69	2.78

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	↓-0.09	-0.05

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	↓0.53	0.67

India	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	7.90	7.30
Inflation Rate	Monthly	↑6.07	5.77
Unemployment Rate	Monthly	no data	
Benchmark Interest Rate	Weekly	6.50	6.50
Govt. bond 10 year Rate	Weekly	↓7.10	7.17

Brazil	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	-5.40	-5.90
Inflation Rate	Monthly	↓8.74	8.84
Unemployment Rate	Monthly	11.30	11.20
Benchmark Interest Rate	Weekly	14.25	14.25
Govt. bond 10 year Rate	Weekly	↑11.80	11.75

Russia	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	↑-0.60	-1.20
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	↓8.38	8.50

WORLD MARKETS - A SNAPSHOT

	Name	Description	Week ended 13th Aug 2016	% Change
STOCKS	Australia	Aus Ordinaries	5626.30	0.73
	Brazil	Bovespa	58298.41	1.11
	China	Shanghai	3050.67	2.48
	France	CAC	4500.19	2.03
	Germany	DAX	10713.43	3.34
	Hong Kong	HANGSENG	22766.91	2.80
	India	Sensex	28152.40	0.26
	Japan	Nikkei	16919.92	4.09
	UK	FTSE	6916.02	1.80
	USA	DJIA	18576.47	0.18
COMMODITIES	Copper	\$/Pound	2.14	(0.47)
	Crude	\$/Barrel	44.49	6.44
	Gold	\$/Troy Ounce	1343.20	(0.09)
	Natural Gas	\$/MMBtu	2.59	(6.50)
	Silver	\$/Troy Ounce	19.70	(0.61)
	Aluminium	\$/Tonne	1651.00	0.36
	Lead	\$/Tonne	1837.00	2.83
	Nickel	\$/Tonne	10295.00	(3.87)
	Zinc	\$/Tonne	2237.00	(1.30)
CURRENCIES	USD/GBP		1.29	(0.77)
	USD/EUR		1.11	0.91
	USD/AUD		0.76	0.00
	JPY/USD		101.25	(0.56)
	INR/USD		66.79	3.17
	HKD/USD		7.75	0.00
	BRL/USD		3.17	0.32
	CNY/USD		6.63	(0.30)

WORLD MARKETS - TECHNICAL SNAPSHOT

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

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

INDIAN MARKETS - A SNAPSHOT

	Name	Description	Week ended 13th Aug 2016	% Change
STOCKS	Nifty	Large Cap	8672.15	(0.13)
	Sensex	Large Cap	28152.40	0.26
	BSE Midcap	Mid Cap	12753.41	0.43
	BSE Smallcap	Small Cap	12214.23	(0.75)
Some Major Shares	ACC	Rs/share	1652.50	(3.98)
	Bharti Airtel		347.80	(4.45)
	HDFC Ltd		1382.15	2.98
	Infosys		1062.55	(0.51)
	L&T		1491.90	(1.34)
	Reliance Inds		1035.80	1.92
	Tata Motors		516.80	0.08
	Tata Steel		374.75	(1.82)
COMMODITIES	Aluminium	INR/Kg	110.15	0.18
	Copper	INR/Kg	317.10	(0.83)
	Crude	INR/Barrel	2971.00	6.64
	Gold	INR/10gms	31219.00	(0.20)
	Lead	INR/Kg	122.70	2.76
	Natural Gas	INR/1mmBtu	173.70	(6.66)
	Nickel	INR/Kg	688.70	(3.85)
	Silver	INR/Kg	46125.00	(0.22)
	Zinc	INR/Kg	149.65	(1.29)
CURRENCIES	INR/EUR		74.70	0.82
	INR/GBP		86.40	(1.08)
	INR/100 JPY		66.03	0.62
	INR/USD		66.79	3.17

INDIAN MARKETS - TECHNICAL SNAPSHOT

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

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

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