

# *ShroffConnect* Weekly Report

## 8<sup>th</sup> October, 2016



**Aditya Shroff**

Stock Broking Services

**Shroff Securities Pvt. Ltd.**

Portfolio Management Services

Kolkata: 033 40662165/22627829

Bangalore: 080 25588305/25588306

Email: [contact@shroffsecurities.com](mailto:contact@shroffsecurities.com)

Web: [www.shroffsecurities.com](http://www.shroffsecurities.com)

(for private circulation only)

# Current news

## World economy

- China will continue to use monetary, fiscal and structural reform policies to boost infrastructure investment and transform the country's economy into a consumption-driven one, People's Bank of China Deputy Governor Yi Gang said on Thursday.
- Euro zone business growth fell last month to its weakest since the beginning of 2015, according to surveys.
- The International Monetary Fund maintained its forecast for weak global growth on Tuesday and warned that further stagnation will fuel more populist sentiment against trade and immigration that would stifle activity, productivity and innovation.
- U.S. factories ramped up activity in September, shaking off a one-month contraction in a sign America was resisting the downward pull of the sluggish global economy.
- The pound suffered a "flash crash" Friday morning, its biggest drop since Britain voted in June to leave the EU, with confused traders scrambling to understand the reason for the sharp sell-off.

## Indian economy

- India plans to transfer the central bank's responsibilities for managing public debt on behalf of the government to a new independent agency in the next two years, the finance ministry said.
- The Reserve Bank of India has embarked on a significant but potentially risky shift towards greater tolerance of higher inflation under new governor Urjit Patel, prompting markets to price in another rate cut.
- India's services industry lost momentum last month from August's robust performance as growth in domestic and foreign demand waned, a survey showed.
- Indian factory activity cooled in September on slowing growth in new orders and production and as manufacturers charged slightly higher prices, although muted inflation should give the central bank room to ease policy further, a survey showed.
- India, the world's largest remittance recipient in 2015, may receive a remittance of USD 65.5 billion this year, a drop of 5 percent, the World Bank has said in a new report citing weak economic growth in remittances-source countries and cyclic low oil prices.

## MACRO ECONOMIC SNAPSHOT AS ON 08/10/2016

USA	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	1.30	1.60
Inflation Rate	Monthly	1.10	0.80
Unemployment Rate	Monthly	↑5.00	4.90
Benchmark Interest Rate	Weekly	0.50	0.50
Govt. bond 10 year Rate	Weekly	↑1.74	1.59

Euro Area	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	1.60	1.70
Inflation Rate	Monthly	0.40	0.20
Unemployment Rate	Monthly	10.10	10.10
Benchmark Interest Rate	Weekly	0.00	0.00
Govt. bond 10 year Rate	Weekly	↑-0.42	-0.45

China	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	6.70	6.70
Inflation Rate	Monthly	1.30	1.80
Unemployment Rate	Monthly	4.05	4.04
Benchmark Interest Rate	Weekly	4.35	4.35
Govt. bond 10 year Rate	Weekly	↓ 2.74	2.77

Japan	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	0.80	0.20
Inflation Rate	Monthly	-0.50	-0.40
Unemployment Rate	Monthly	3.10	3.00
Benchmark Interest Rate	Weekly	-0.10	-0.10
Govt. bond 10 year Rate	Weekly	↑-0.06	-0.09

UK	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	2.10	2.00
Inflation Rate	Monthly	0.60	0.60
Unemployment Rate	Monthly	4.90	4.90
Benchmark Interest Rate	Weekly	0.25	0.25
Govt. bond 10 year Rate	Weekly	↑ 0.87	0.75

India	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	7.10	7.90
Inflation Rate	Monthly	5.05	6.07
Unemployment Rate	Monthly	no data	
Benchmark Interest Rate	Weekly	↓6.25	6.50
Govt. bond 10 year Rate	Weekly	6.82	6.82

Brazil	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	-3.80	-5.40
Inflation Rate	Monthly	↓8.48	8.97
Unemployment Rate	Monthly	11.80	11.60
Benchmark Interest Rate	Weekly	14.25	14.25
Govt. bond 10 year Rate	Weekly	↓11.50	11.58

Russia	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	-0.60	-1.20
Inflation Rate	Monthly	↓6.40	6.90
Unemployment Rate	Monthly	5.20	5.30
Benchmark Interest Rate	Weekly	10.00	10.50
Govt. bond 10 year Rate	Weekly	↑8.20	8.15

## WORLD MARKETS - A SNAPSHOT

	Name	Description	Week ended 8th Oct 2016	% Change
STOCKS	Australia	Aus Ordinaries	5548.47	0.42
	Brazil	Bovespa	61108.98	4.70
	China	Shanghai	3004.70	0.00
	France	CAC	4449.91	0.04
	Germany	DAX	10490.86	(0.19)
	Hong Kong	HANGSENG	23851.82	2.38
	India	Sensex	28061.14	0.70
	Japan	Nikkei	16860.09	2.49
	UK	FTSE	7044.39	2.10
	USA	DJIA	18240.49	(0.37)
COMMODITIES	Copper	\$/Pound	2.16	(2.26)
	Crude	\$/Barrel	49.81	3.25
	Gold	\$/Troy Ounce	1251.90	(4.95)
	Natural Gas	\$/MMBtu	3.19	10.00
	Silver	\$/Troy Ounce	17.38	(9.53)
	Aluminium	\$/Tonne	1674.00	0.06
	Lead	\$/Tonne	2084.00	(2.16)
	Nickel	\$/Tonne	10220.00	(2.81)
	Zinc	\$/Tonne	2329.50	(2.00)
CURRENCIES	USD/GBP		1.24	(3.88)
	USD/EUR		1.12	0.00
	USD/AUD		0.76	0.00
	JPY/USD		102.90	1.56
	INR/USD		66.59	0.06
	HKD/USD		7.76	0.13
	BRL/USD		3.22	(1.23)
	CNY/USD		6.67	0.15

## WORLD MARKETS - TECHNICAL SNAPSHOT

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

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

## INDIAN MARKETS - A SNAPSHOT

	Name	Description	Week ended 8th Oct 2016	% Change
STOCKS	Nifty	Large Cap	8697.60	1.00
	Sensex	Large Cap	28061.14	0.70
	BSE Midcap	Mid Cap	13542.62	2.86
	BSE Smallcap	Small Cap	13222.40	3.46
Some Major Shares	ACC	Rs/share	1625.40	1.60
	Bharti Airtel		319.45	1.74
	HDFC Ltd		1403.70	0.74
	Infosys		1012.55	(2.27)
	L&T		1456.95	1.66
	Reliance Inds		1109.00	2.33
	Tata Motors		565.70	5.77
	Tata Steel		406.55	8.63
COMMODITIES	Aluminium	INR/Kg	111.35	0.72
	Copper	INR/Kg	321.55	(2.13)
	Crude	INR/Barrel	3323.00	3.46
	Gold	INR/10gms	29578.00	(3.79)
	Lead	INR/Kg	138.55	(1.28)
	Natural Gas	INR/1mmBtu	212.40	9.48
	Nickel	INR/Kg	680.90	(2.32)
	Silver	INR/Kg	41865.00	(8.44)
	Zinc	INR/Kg	155.10	(2.15)
CURRENCIES	INR/EUR		74.58	(0.44)
	INR/GBP		82.79	(4.22)
	INR/100 JPY		64.70	(1.57)
	INR/USD		66.59	0.06

INDIAN MARKETS - TECHNICAL SNAPSHOT

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

↑ = 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.