

# *ShroffConnect* Weekly Report

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# Current news

## World economy

- U.S. economic growth likely accelerated in the third quarter as consumers maintained a strong pace of spending and exports surged, potentially keeping the Federal Reserve on track to raise interest rates in December.
- As his term winds down, Bank of Japan Governor Haruhiko Kuroda has retreated from both the radical policies and rhetoric of his early tenure, suggesting there will be no further monetary easing except in response to a big external shock.
- British consumers turned less optimistic this month as sterling's slump began to eat into their disposable income, according to two surveys on Friday which will raise concerns about the strength of future spending growth.
- Japan's core consumer prices fell for a seventh straight month and household spending slumped in September, endorsing the central bank's view it will take some time for inflation to accelerate to its 2 percent target as the economy stagnates.
- Profit growth in China's industrial firms slowed sharply as some key manufacturing sectors stumbled on weak activity and rising debt, suggesting the world's second-biggest economy remains underpowered despite emerging signs of stability.

## Indian economy

- India may turn into a net importer of fuel oil as its state-owned refiners are making multi-billion dollar investments to upgrade their refineries and produce more profitable refined products such as gasoline or diesel.
- Pinning hopes on a slew of government reforms, Economic Affairs Secretary Shaktikanta Das on Tuesday said the GDP growth will be around 8 percent this fiscal while the agriculture sector is expected to grow over 4 percent.
- Amid calls from some quarters for boycott of Chinese goods in ongoing Diwali season, China said any such move will negatively impact the India-bound investments from its enterprises and also the bilateral cooperation between the two countries.
- The Union Cabinet gave in-principle approval to NITI Aayog's proposal for strategic sale in over a dozen public sector undertakings (PSUs) including those that are making profits.
- The Reserve Bank may be going all-out to bring down inflation to 4 percent, but it probably "cannot do so sustainably" as health and education prices will keep the consumer price index (CPI) above the targetted level, says a report.

## MACRO ECONOMIC SNAPSHOT AS ON 29/10/2016

USA	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	↑1.50	1.30
Inflation Rate	Monthly	1.50	1.10
Unemployment Rate	Monthly	5.00	4.90
Benchmark Interest Rate	Weekly	0.50	0.50
Govt. bond 10 year Rate	Weekly	↑1.84	1.75

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	↑-0.38	-0.40

China	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	6.70	6.70
Inflation Rate	Monthly	1.90	1.30
Unemployment Rate	Monthly	↓4.04	4.05
Benchmark Interest Rate	Weekly	4.35	4.35
Govt. bond 10 year Rate	Weekly	↑ 2.72	2.65

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

UK	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	↑2.30	2.10
Inflation Rate	Monthly	1.00	0.60
Unemployment Rate	Monthly	4.90	4.90
Benchmark Interest Rate	Weekly	0.25	0.25
Govt. bond 10 year Rate	Weekly	↑ 1.26	1.09

India	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	7.10	7.90
Inflation Rate	Monthly	4.31	5.05
Unemployment Rate	Monthly	no data	
Benchmark Interest Rate	Weekly	6.25	6.50
Govt. bond 10 year Rate	Weekly	↑6.89	6.75

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	11.80
Benchmark Interest Rate	Weekly	14.00	14.25
Govt. bond 10 year Rate	Weekly	↑11.42	11.09

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	5.20
Benchmark Interest Rate	Weekly	10.00	10.00
Govt. bond 10 year Rate	Weekly	↑8.52	8.42

## WORLD MARKETS - A SNAPSHOT

	Name	Description	Week ended 29th Oct 2016	% Change
STOCKS	Australia	Aus Ordinaries	5370.90	(2.59)
	Brazil	Bovespa	64307.63	0.31
	China	Shanghai	3104.27	0.43
	France	CAC	4548.58	0.28
	Germany	DAX	10696.19	(0.14)
	Hong Kong	HANGSENG	22954.81	(1.80)
	India	Sensex	27941.51	(0.48)
	Japan	Nikkei	17446.41	1.52
	UK	FTSE	6996.26	(0.34)
	USA	DJIA	18161.19	0.09
COMMODITIES	Copper	\$/Pound	2.19	4.78
	Crude	\$/Barrel	48.70	(4.23)
	Gold	\$/Troy Ounce	1276.80	0.72
	Natural Gas	\$/MMBtu	3.11	4.01
	Silver	\$/Troy Ounce	17.80	1.77
	Aluminium	\$/Tonne	1715.50	5.47
	Lead	\$/Tonne	2068.00	3.25
	Nickel	\$/Tonne	10380.00	4.06
	Zinc	\$/Tonne	2398.95	6.29
CURRENCIES	USD/GBP		1.22	0.00
	USD/EUR		1.10	1.85
	USD/AUD		0.76	0.00
	JPY/USD		104.69	0.86
	INR/USD		66.77	(0.19)
	HKD/USD		7.75	(0.13)
	BRL/USD		3.20	1.59
	CNY/USD		6.78	0.30

## WORLD MARKETS - TECHNICAL SNAPSHOT

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

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

## INDIAN MARKETS - A SNAPSHOT

	Name	Description	Week ended 29th Oct 2016	% Change
STOCKS	Nifty	Large Cap	8638.00	(0.63)
	Sensex	Large Cap	27941.51	(0.48)
	BSE Midcap	Mid Cap	13408.27	(1.43)
	BSE Smallcap	Small Cap	13454.03	0.16
Some Major Shares	ACC	Rs/share	1516.70	(3.16)
	Bharti Airtel		318.85	2.94
	HDFC Ltd		1391.70	4.13
	Infosys		997.50	(3.93)
	L&T		1480.70	(2.00)
	Reliance Inds		1054.95	(0.87)
	Tata Motors		537.00	(1.38)
	Tata Steel		405.45	(5.09)
COMMODITIES	Aluminium	INR/Kg	114.90	5.75
	Copper	INR/Kg	324.95	4.50
	Crude	INR/Barrel	3283.00	(3.50)
	Gold	INR/10gms	30082.00	0.45
	Lead	INR/Kg	137.70	3.26
	Natural Gas	INR/1mmBtu	207.60	3.03
	Nickel	INR/Kg	692.40	3.87
	Silver	INR/Kg	42541.00	1.39
	Zinc	INR/Kg	160.15	6.24
CURRENCIES	INR/EUR		73.33	0.65
	INR/GBP		81.33	(0.61)
	INR/100 JPY		63.76	(1.10)
	INR/USD		66.77	(0.19)

## INDIAN MARKETS - TECHNICAL SNAPSHOT

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

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

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