

ShroffConnect Weekly Report

17th December, 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

Web: www.shroffsecurities.com

(for private circulation only)

Current news

World economy

- The increase in the federal funds rate to a range of between 0.50 percent and 0.75 percent was widely expected. But the prospect of a brisker monetary tightening contributed to a selloff in shorter-dated U.S. Treasuries and stocks.
- U.S. retail sales barely rose in November and industrial production recorded its biggest drop in eight months, suggesting some loss of momentum in economic growth in the fourth quarter.
- The World Bank said that 48 governments have ratcheted up the fight against extreme poverty by committing \$75 billion in new funds to the International Development Association, the bank's fund for the poorest countries.
- Japanese manufacturing activity grew at the fastest pace in almost a year in December as new orders improved in a sign that domestic demand is gathering strength, a survey showed.
- Brexit could hit trade relations between Britain and the U.S, with nearly 40 percent of American firms considering moving their British office to the EU and two-thirds saying the vote is impacting investment choices, according to a survey.

Indian economy

- India's trade deficit widened to \$13 billion in November from a provisional \$10.16 billion last month, government data showed on Thursday.
- The Reserve Bank of India has infused more than 5 trillion rupees (\$73.66 billion) of currency notes into the banking system since Nov. 8
- Expanding for the third straight month, exports rose 2.29 percent to USD 20 billion in November on account of healthy growth in shipments of petroleum products and engineering goods.
- The annual rate of inflation, based on monthly WPI, stood at 3.15 percent (provisional) for the month of November, 2016 (over November, 2015) as compared to 3.39 percent (provisional) for the previous month and -2.04 percent during the corresponding month of the previous year.
- As the differences between the Centre and States over the draft GST Bill persist, it has started becoming likely that the Goods and Service Tax may not be rolled out from April 1, as targeted earlier by the government.
- Pinning hopes on a slew of FDI reforms unveiled by the government in 2016, the government expects that the momentum of high FDI inflows will continue in the new year.

MACRO ECONOMIC SNAPSHOT AS ON 17/12/2016

USA	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	1.60	1.30
Inflation Rate	Monthly	↑1.70	1.60
Unemployment Rate	Monthly	4.60	4.90
Benchmark Interest Rate	Weekly	↑0.75	0.50
Govt. bond 10 year Rate	Weekly	↑2.58	2.49

Euro Area	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	1.70	1.70
Inflation Rate	Monthly	0.60	0.50
Unemployment Rate	Monthly	9.80	9.90
Benchmark Interest Rate	Weekly	0.00	0.00
Govt. bond 10 year Rate	Weekly	-0.45	-0.45

China	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	6.70	6.70
Inflation Rate	Monthly	2.30	2.10
Unemployment Rate	Monthly	4.04	4.05
Benchmark Interest Rate	Weekly	4.35	4.35
Govt. bond 10 year Rate	Weekly	↑ 3.42	3.10

Japan	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	1.10	0.90
Inflation Rate	Monthly	0.10	-0.50
Unemployment Rate	Monthly	3.00	3.00
Benchmark Interest Rate	Weekly	-0.10	-0.10
Govt. bond 10 year Rate	Weekly	↑0.08	0.06

UK	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	2.30	2.10
Inflation Rate	Monthly	↑1.20	0.90
Unemployment Rate	Monthly	4.80	4.80
Benchmark Interest Rate	Weekly	0.25	0.25
Govt. bond 10 year Rate	Weekly	↓1.44	1.45

India	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	7.30	7.10
Inflation Rate	Monthly	↓3.63	4.20
Unemployment Rate	Monthly	no data	
Benchmark Interest Rate	Weekly	6.25	6.25
Govt. bond 10 year Rate	Weekly	↑6.51	6.44

Brazil	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	-2.90	-3.60
Inflation Rate	Monthly	6.99	7.87
Unemployment Rate	Monthly	11.80	11.80
Benchmark Interest Rate	Weekly	13.75	14.00
Govt. bond 10 year Rate	Weekly	↑11.97	11.88

Russia	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	-0.40	-0.60
Inflation Rate	Monthly	5.80	6.10
Unemployment Rate	Monthly	5.40	5.20
Benchmark Interest Rate	Weekly	10.00	10.00
Govt. bond 10 year Rate	Weekly	↓8.51	8.55

WORLD MARKETS - A SNAPSHOT

	Name	Description	Week ended 17th Dec 2016	% Change
STOCKS	Australia	Aus Ordinaries	5589.68	(0.46)
	Brazil	Bovespa	58389.04	(3.49)
	China	Shanghai	3122.98	(3.40)
	France	CAC	4833.27	1.45
	Germany	DAX	11404.01	1.79
	Hong Kong	HANGSENG	22020.75	(3.25)
	India	Sensex	26489.56	(0.96)
	Japan	Nikkei	19401.15	2.13
	UK	FTSE	7011.64	0.83
	USA	DJIA	19843.41	0.44
COMMODITIES	Copper	\$/Pound	2.54	(4.15)
	Crude	\$/Barrel	52.03	1.07
	Gold	\$/Troy Ounce	1136.8	(2.12)
	Natural Gas	\$/MMBtu	3.38	(9.14)
	Silver	\$/Troy Ounce	16.14	(4.55)
	Aluminium	\$/Tonne	1716	(1.58)
	Lead	\$/Tonne	2238.5	(3.14)
	Nickel	\$/Tonne	11180	(2.53)
	Zinc	\$/Tonne	2733.5	1.03
CURRENCIES	USD/GBP		1.24	(1.59)
	USD/EUR		1.04	(0.95)
	USD/AUD		0.72	(2.70)
	JPY/USD		117.96	2.32
	INR/USD		67.85	0.55
	HKD/USD		7.76	0.00
	BRL/USD		3.39	0.59
	CNY/USD		6.96	0.87

WORLD MARKETS - TECHNICAL SNAPSHOT

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

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

INDIAN MARKETS - A SNAPSHOT

	Name	Description	Week ended 17th Dec 2016	% Change
STOCKS	Nifty	Large Cap	8139.45	(1.48)
	Sensex	Large Cap	26489.56	(0.96)
	BSE Midcap	Mid Cap	12236.57	(2.38)
	BSE Smallcap	Small Cap	12113.52	(1.68)
Some Major Shares	ACC	Rs/share	1294.15	1.17
	Bharti Airtel		310.25	(6.55)
	HDFC Ltd		1269.15	0.07
	Infosys		1005.15	1.60
	L&T		1360.60	(0.12)
	Reliance Inds		1057.15	2.74
	Tata Motors		473.15	1.95
	Tata Steel		414.05	(3.83)
COMMODITIES	Aluminium	INR/Kg	117.05	(0.97)
	Copper	INR/Kg	385.2	(2.80)
	Crude	INR/Barrel	3510	1.04
	Gold	INR/10gms	27164	(1.49)
	Lead	INR/Kg	152.05	(2.59)
	Natural Gas	INR/1mmBtu	229.9	(7.67)
	Nickel	INR/Kg	758.3	(1.85)
	Silver	INR/Kg	39694	(3.70)
	Zinc	INR/Kg	184.45	1.26
CURRENCIES	INR/EUR		70.91	(0.48)
	INR/GBP		84.64	(0.20)
	INR/100 JPY		57.51	(1.69)
	INR/USD		67.85	0.55

INDIAN MARKETS - TECHNICAL SNAPSHOT

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