

ShroffConnect Weekly Report

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Current news

World economy

- China's steel exports fell in 2016 from a record in the previous year, dragged down by improved demand at home and Beijing's resolve to tackle overcapacity, in a relief for steelmakers elsewhere that have been hit by cheap Chinese shipments.
- Federal Reserve officials cautioned that the fiscal and tax plans sketched out by the incoming Trump administration could trade a short-term economic boost for longer-run inflation and debt problems they might have to counteract.
- Britain's finance industry has given up on efforts to keep full access to the European Union after Brexit and is pushing instead for a more limited trade deal that would potentially exclude some financial products.
- Euro zone industrial output increased by much more than expected in November as firms sharply stepped up the production of non-durable consumer goods, such as clothing or foodstuff, a sign of better growth in the last quarter of 2016.
- The German economy expanded at the fastest pace in five years in 2016 and the growth momentum is expected to continue this year as rising private and state spending help Germany cement its position as the locomotive of the euro zone.

Indian economy

- India's retail inflation hit a two-year low in December as businesses resorted to price discounting to boost flagging sales following the government's cash crackdown, fuelling hopes of an interest rate cut by the central bank.
- India's annual oil imports from Iran surged to a record high in 2016 as some refiners resumed purchases after the lifting of sanctions against Tehran, according to ship tracking data and a report .
- The government has managed to garner over Rs 23,500 crore through selling its stake in public sector enterprises during the first nine months of the current fiscal, representing nearly 60 percent of the disinvestment target.
- With the government taking steps to improve business climate, total FDI inflows in the last two-and-a-half years have touched USD 130 billion, Prime Minister Narendra Modi said.
- After recording an average revenue growth of 6.3% for three consecutive quarters, corporate earnings for key sectors will likely dip to 4% for the October-December period of 2016-17, owing to the Government's demonetisation drive, a report said.

MACRO ECONOMIC SNAPSHOT AS ON 14/01/2017

USA	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	1.70	1.30
Inflation Rate	Monthly	1.70	1.60
Unemployment Rate	Monthly	4.70	4.60
Benchmark Interest Rate	Weekly	0.75	0.50
Govt. bond 10 year Rate	Weekly	↓2.40	2.42

Euro Area	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	1.70	1.70
Inflation Rate	Monthly	1.10	0.60
Unemployment Rate	Monthly	9.80	9.80
Benchmark Interest Rate	Weekly	0.00	0.00
Govt. bond 10 year Rate	Weekly	↓-0.49	-0.47

China	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	6.70	6.70
Inflation Rate	Monthly	↓2.10	2.30
Unemployment Rate	Monthly	4.04	4.05
Benchmark Interest Rate	Weekly	4.35	4.35
Govt. bond 10 year Rate	Weekly	↓3.21	3.25

Japan	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	1.10	0.90
Inflation Rate	Monthly	0.50	0.10
Unemployment Rate	Monthly	3.10	3.00
Benchmark Interest Rate	Weekly	-0.10	-0.10
Govt. bond 10 year Rate	Weekly	↓0.05	0.06

UK	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	2.20	2.00
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	↓1.36	1.38

India	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	7.30	7.10
Inflation Rate	Monthly	↓3.41	3.63
Unemployment Rate	Monthly	no data	
Benchmark Interest Rate	Weekly	6.25	6.25
Govt. bond 10 year Rate	Weekly	↑6.42	6.39

Brazil	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	-2.90	-3.60
Inflation Rate	Monthly	↓6.29	6.99
Unemployment Rate	Monthly	11.90	11.80
Benchmark Interest Rate	Weekly	↓13.00	13.75
Govt. bond 10 year Rate	Weekly	↓11.06	11.37

Russia	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	-0.40	-0.60
Inflation Rate	Monthly	5.40	5.40
Unemployment Rate	Monthly	5.40	5.40
Benchmark Interest Rate	Weekly	10.00	10.00
Govt. bond 10 year Rate	Weekly	↓8.00	8.38

WORLD MARKETS - A SNAPSHOT

	Name	Description	Week ended 14th Jan 2017	% Change
STOCKS	Australia	Aus Ordinaries	5776.80	(0.55)
	Brazil	Bovespa	63651.52	3.22
	China	Shanghai	3112.76	(1.32)
	France	CAC	4922.49	0.26
	Germany	DAX	11629.18	0.26
	Hong Kong	HANGSENG	22937.38	1.93
	India	Sensex	27238.06	1.79
	Japan	Nikkei	19287.28	(0.86)
	UK	FTSE	7337.81	1.77
	USA	DJIA	19885.73	(0.39)
COMMODITIES	Copper	\$/Pound	2.67	5.12
	Crude	\$/Barrel	52.37	(2.48)
	Gold	\$/Troy Ounce	1196.20	1.99
	Natural Gas	\$/MMBtu	3.42	4.91
	Silver	\$/Troy Ounce	16.76	1.51
	Aluminium	\$/Tonne	1813.00	5.53
	Lead	\$/Tonne	2290.00	10.65
	Nickel	\$/Tonne	10405.00	1.07
	Zinc	\$/Tonne	2791.00	6.32
CURRENCIES	USD/GBP		1.22	0.00
	USD/EUR		1.06	0.95
	USD/AUD		0.75	2.74
	JPY/USD		114.51	(2.13)
	INR/USD		68.16	0.12
	HKD/USD		7.75	0.00
	BRL/USD		3.22	0.00
	CNY/USD		6.90	(0.29)

WORLD MARKETS - TECHNICAL SNAPSHOT

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

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

INDIAN MARKETS - A SNAPSHOT

	Name	Description	Week ended 14th Jan 2017	% Change
STOCKS	Nifty	Large Cap	8400.35	1.90
	Sensex	Large Cap	27238.06	1.79
	BSE Midcap	Mid Cap	12639.03	2.58
	BSE Smallcap	Small Cap	12689.85	2.01
Some Major Shares	ACC	Rs/share	1329.50	(0.33)
	Bharti Airtel		320.20	0.14
	HDFC Ltd		1247.50	2.06
	Infosys		975.80	0.37
	L&T		1438.75	3.44
	Reliance Inds		1090.40	1.44
	Tata Motors		514.85	3.44
	Tata Steel		446.35	6.39
COMMODITIES	Aluminium	INR/Kg	123.45	5.83
	Copper	INR/Kg	405.25	5.66
	Crude	INR/Barrel	3586.00	(2.61)
	Gold	INR/10gms	28380.00	1.77
	Lead	INR/Kg	156.50	11.31
	Natural Gas	INR/1mmBtu	233.10	3.92
	Nickel	INR/Kg	710.00	1.36
	Silver	INR/Kg	40887.00	1.35
	Zinc	INR/Kg	189.30	6.32
CURRENCIES	INR/EUR		72.53	1.12
	INR/GBP		82.99	(0.77)
	INR/100 JPY		59.50	2.27
	INR/USD		68.16	0.12

INDIAN MARKETS - TECHNICAL SNAPSHOT



INDICES

Mid Cap
Nifty
Sensex
Small Cap

SECTORS

Oil & Gas

Auto
Bankex
Cons Durable ↑
FMCG

Cap Goods
Healthcare
IT
Metal
Power
Realty ↑
Teck

COMMODITIES

Aluminium ↑
Lead ↑
Zinc

Copper

Crude Oil
Gold ↑
Natural Gas
Nickel
Silver ↑

CURRENCIES (against INR)

USD

EUR ↑
JPY ↑

GBP

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

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