

ShroffConnect Weekly Report

4th February, 2017



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

- Growth in Britain's services sector slowed for the first time in four months in January, dipping just below its long-run average, as businesses battled the sharpest rise in costs in more than five years, a closely watched survey showed on Friday.
- China's manufacturing sector expanded for the sixth month in a row in January as the world's second-largest economy continued to benefit from record bank lending and a construction boom.
- China's central bank surprised financial markets on Friday by raising short-term interest rates on the first day back from a long holiday, in a further sign of policy tightening as the economy shows signs of steadying.
- Inflation in the euro zone has risen to just below the European Central Bank's target, economic growth is accelerating at greater speed than in the United States, and unemployment has hit a more than seven-year low.
- U.S. President Donald Trump reiterated his concerns about the North American Free Trade Agreement (NAFTA) deal on Thursday and said he would like to speed up talks to either renegotiate or replace the deal.

Indian economy

- Demand for gold in India rose this week as many jewellers resumed purchases after having stayed away for a few weeks hoping for an import duty cut in the government budget.
- India's services languished, with new business orders falling for the third straight month, amid muted inflationary pressure that could offer RBI much room to remain accommodative in its next policy meet next week, says a monthly survey.
- India unveiled a budget on Wednesday to help the poor with hikes in government spending and cuts in taxes as Prime Minister Narendra Modi seeks to win back the sympathy of voters hit hard by his recent crackdown on "black money".
- Indian industry stakeholders have hailed the Union Budget 2017-18, especially the measures announced by Finance Minister Arun Jaitley for infrastructure push, on affordable housing and for expansion of the BharatNet project among others.
- In his speech while presenting the Budget for 2017-18, Finance Minister Arun Jaitley announced that the minimum tax slab wholly exempt would be raised from the current 2.5 lakh to 3 lakh. He also slashed tax rate by 5% for those in the income bracket between 2.5-5 lakh per annum.

MACRO ECONOMIC SNAPSHOT AS ON 04/02/2017

USA	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	1.90	1.70
Inflation Rate	Monthly	2.10	1.70
Unemployment Rate	Monthly	↑4.80	4.70
Benchmark Interest Rate	Weekly	0.75	0.75
Govt. bond 10 year Rate	Weekly	↓2.45	2.46

Euro Area	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	1.80	1.80
Inflation Rate	Monthly	↑1.80	1.10
Unemployment Rate	Monthly	↓9.60	9.70
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	6.80	6.70
Inflation Rate	Monthly	2.10	2.30
Unemployment Rate	Monthly	↓4.02	4.04
Benchmark Interest Rate	Weekly	4.35	4.35
Govt. bond 10 year Rate	Weekly	↑3.41	3.40

Japan	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	1.10	0.90
Inflation Rate	Monthly	0.30	0.50
Unemployment Rate	Monthly	3.10	3.10
Benchmark Interest Rate	Weekly	-0.10	-0.10
Govt. bond 10 year Rate	Weekly	↑0.11	0.09

UK	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	2.20	2.20
Inflation Rate	Monthly	1.60	1.20
Unemployment Rate	Monthly	4.80	4.80
Benchmark Interest Rate	Weekly	0.25	0.25
Govt. bond 10 year Rate	Weekly	↓1.35	1.47

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	↑6.41	6.40

Brazil	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	-2.90	-3.60
Inflation Rate	Monthly	6.29	6.99
Unemployment Rate	Monthly	↑12.00	11.90
Benchmark Interest Rate	Weekly	13.00	13.75
Govt. bond 10 year Rate	Weekly	↓10.60	10.80

Russia	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	-0.40	-0.60
Inflation Rate	Monthly	5.40	5.40
Unemployment Rate	Monthly	5.30	5.40
Benchmark Interest Rate	Weekly	10.00	10.00
Govt. bond 10 year Rate	Weekly	↓8.06	8.27

WORLD MARKETS - A SNAPSHOT

	Name	Description	Week ended 4th Feb 2017	% Change
STOCKS	Australia	Aus Ordinaries	5672.48	(1.61)
	Brazil	Bovespa	64953.93	(1.64)
	China	Shanghai	3140.17	(0.60)
	France	CAC	4825.42	(0.30)
	Germany	DAX	11651.49	(1.38)
	Hong Kong	HANGSENG	23129.21	(0.99)
	India	Sensex	28240.52	1.28
	Japan	Nikkei	18918.20	(2.82)
	UK	FTSE	7188.30	0.05
	USA	DJIA	20071.46	(0.11)
COMMODITIES	Copper	\$/Pound	2.62	(2.60)
	Crude	\$/Barrel	53.83	1.18
	Gold	\$/Troy Ounce	1220.80	2.50
	Natural Gas	\$/MMBtu	3.06	(9.73)
	Silver	\$/Troy Ounce	17.48	1.92
	Aluminium	\$/Tonne	1840.00	0.88
	Lead	\$/Tonne	2322.00	2.07
	Nickel	\$/Tonne	10280.00	7.64
	Zinc	\$/Tonne	2785.00	0.83
CURRENCIES	USD/GBP		1.25	0.00
	USD/EUR		1.08	1.89
	USD/AUD		0.77	2.67
	JPY/USD		112.70	(2.06)
	INR/USD		67.18	(1.34)
	HKD/USD		7.76	0.00
	BRL/USD		3.12	(0.64)
	CNY/USD		6.86	(0.15)

WORLD MARKETS - TECHNICAL SNAPSHOT

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

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

INDIAN MARKETS - A SNAPSHOT

	Name	Description	Week ended 4th Feb 2017	% Change
STOCKS	Nifty	Large Cap	8740.95	1.15
	Sensex	Large Cap	28240.52	1.28
	BSE Midcap	Mid Cap	13285.41	2.47
	BSE Smallcap	Small Cap	13422.10	2.36
Some Major Shares	ACC	Rs/share	1423.90	(0.47)
	Bharti Airtel		353.80	9.28
	HDFC Ltd		1397.45	1.73
	Infosys		936.10	(0.64)
	L&T		1480.70	2.83
	Reliance Inds		1033.65	0.83
	Tata Motors		522.60	(3.57)
	Tata Steel		472.80	0.75
COMMODITIES	Aluminium	INR/Kg	122.80	(1.05)
	Copper	INR/Kg	387.75	(4.12)
	Crude	INR/Barrel	3614.00	0.17
	Gold	INR/10gms	29071.00	2.53
	Lead	INR/Kg	156.35	0.06
	Natural Gas	INR/1mmBtu	206.20	(9.92)
	Nickel	INR/Kg	689.60	6.90
	Silver	INR/Kg	41797.00	0.88
	Zinc	INR/Kg	186.80	(0.21)
CURRENCIES	INR/EUR		72.42	(0.60)
	INR/GBP		83.87	(1.80)
	INR/100 JPY		59.60	0.76
	INR/USD		67.18	(1.34)

INDIAN MARKETS - TECHNICAL SNAPSHOT

		Very Bullish	Bullish	Neutral	Bearish	Very Bearish
INDICES	Mid Cap ↑ Nifty ↑ Sensex ↑ Small Cap					
SECTORS	Auto Bankex ↑ Cons Durable FMCG ↑ Oil & Gas	Cap Goods Metal Power	Healthcare IT Realty Teck			
COMMODITIES	Aluminium Lead Zinc	Gold ↑	Copper ↓ Crude Oil Natural Gas 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.