

ShroffConnect Weekly Report

27th May, 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

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Current news

World economy

- Ministers from OPEC and non-OPEC oil-exporting countries agreed on Thursday to extend existing production cuts for a further nine months to the end of March 2018.
- Factory activity in China is expected to have grown at its slowest pace in eight months, as previous stimulus fades and policymakers focus on tackling rising debt - a sign the cooldown in manufacturing will persist through 2017.
- Confidence among Japanese manufacturers receded in May for the first time in nine months after hitting a decade-high level April, showing guarded optimism in a nascent export-led economic recovery.
- Businesses across the euro zone maintained April's blistering growth rate this month as firms struggled to meet growing demand, suggesting the bloc's economic momentum is being sustained, a survey showed.
- US President Donald Trump is aiming to balance the federal budget in a decade with substantial cuts to safety-net programmes, combined with a tax overhaul to speed up the economy and achieve an ambitious growth rate of three per cent, the White House has said.

Indian economy

- India retained its numero uno position being the world's top most greenfield FDI investment destination for the second consecutive year, attracting USD 62.3 billion in 2016, says a report.
- Engineering exports to Israel grew up by more than six times in April this year over the same month in 2016, a key economic development which augurs very well for the Prime Minister Narendra Modi's impending visit to the country, engineering exporters' apex body EEPC India said.
- The government may offer incentives to exporters to offset potential losses after goods and services tax (GST) kicks in from July, which will do away with a string of exemptions that traders currently enjoy.
- The GST rollout will add 40 bps to GDP, lower than earlier estimates as multiple tax rates and exemptions announced under it are far from an 'ideal' structure and could blunt the growth impact of the reform process, says a report.
- India's gold imports could plunge in 2017 during the traditional period of peak demand in the second half of the year, after jewellers have aggressively restocked inventory ahead of a national sales tax that takes effect on July 1.

MACRO ECONOMIC SNAPSHOT AS ON 27/05/2017

USA	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	2.00	2.00
Inflation Rate	Monthly	2.20	2.40
Unemployment Rate	Monthly	4.40	4.50
Benchmark Interest Rate	Weekly	1.00	1.00
Govt. bond 10 year Rate	Weekly	2.25	2.25

Euro Area	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	1.70	1.80
Inflation Rate	Monthly	1.90	1.50
Unemployment Rate	Monthly	9.50	9.50
Benchmark Interest Rate	Weekly	0.00	0.00
Govt. bond 10 year Rate	Weekly	↓-0.44	-0.42

China	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	6.90	6.80
Inflation Rate	Monthly	1.20	0.90
Unemployment Rate	Monthly	3.97	4.02
Benchmark Interest Rate	Weekly	4.35	4.35
Govt. bond 10 year Rate	Weekly	↑3.67	3.63

Japan	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	1.60	1.70
Inflation Rate	Monthly	↑0.40	0.20
Unemployment Rate	Monthly	2.80	2.80
Benchmark Interest Rate	Weekly	-0.10	-0.10
Govt. bond 10 year Rate	Weekly	0.04	0.04

UK	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	2.00	1.90
Inflation Rate	Monthly	2.70	2.30
Unemployment Rate	Monthly	4.60	4.70
Benchmark Interest Rate	Weekly	0.25	0.25
Govt. bond 10 year Rate	Weekly	↓1.01	1.09

India	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	7.00	7.40
Inflation Rate	Monthly	2.99	3.81
Unemployment Rate	Monthly	no data	
Benchmark Interest Rate	Weekly	6.25	6.25
Govt. bond 10 year Rate	Weekly	↓6.65	6.71

Brazil	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	-2.50	-2.90
Inflation Rate	Monthly	4.08	4.57
Unemployment Rate	Monthly	13.70	13.20
Benchmark Interest Rate	Weekly	11.25	12.25
Govt. bond 10 year Rate	Weekly	↓10.90	11.49

Russia	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	0.50	0.30
Inflation Rate	Monthly	4.10	4.30
Unemployment Rate	Monthly	↓5.30	5.40
Benchmark Interest Rate	Weekly	9.25	9.75
Govt. bond 10 year Rate	Weekly	↑7.62	7.50

WORLD MARKETS - A SNAPSHOT

	Name	Description	Week ended 27th May 2017	% Change
STOCKS	Australia	Aus Ordinaries	5792.06	0.40
	Brazil	Bovespa	64085.41	2.31
	China	Shanghai	3110.06	0.63
	France	CAC	5336.64	0.23
	Germany	DAX	12602.18	(0.29)
	Hong Kong	HANGSENG	25639.27	1.84
	India	Sensex	31028.21	1.85
	Japan	Nikkei	19686.84	0.49
	UK	FTSE	7547.63	1.03
	USA	DJIA	21080.28	1.32
COMMODITIES	Copper	\$/Pound	2.56	(0.78)
	Crude	\$/Barrel	49.80	(1.05)
	Gold	\$/Troy Ounce	1268.10	1.16
	Natural Gas	\$/MMBtu	3.23	(0.92)
	Silver	\$/Troy Ounce	17.32	3.10
	Aluminium	\$/Tonne	1951.00	0.39
	Lead	\$/Tonne	2122.00	1.34
	Nickel	\$/Tonne	9080.00	(2.99)
	Zinc	\$/Tonne	2640.00	0.92
CURRENCIES	USD/GBP		1.28	(1.54)
	USD/EUR		1.12	0.00
	USD/AUD		0.74	0.00
	JPY/USD		111.31	(0.13)
	INR/USD		64.53	(0.02)
	HKD/USD		7.79	(0.13)
	BRL/USD		3.26	(0.31)
	CNY/USD		6.85	0.44

WORLD MARKETS - TECHNICAL SNAPSHOT

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

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

INDIAN MARKETS - A SNAPSHOT

	Name	Description	Week ended 27th May 2017	% Change
STOCKS	Nifty	Large Cap	9595.10	1.77
	Sensex	Large Cap	31028.21	1.85
	BSE Midcap	Mid Cap	14519.90	(0.85)
	BSE Smallcap	Small Cap	15086.26	(0.92)
Some Major Shares	ACC	Rs/share	1632.35	(2.57)
	Bharti Airtel		373.60	0.23
	HDFC Ltd		1547.90	1.80
	Infosys		995.70	3.94
	L&T		1787.60	3.66
	Reliance Inds		1337.30	1.40
	Tata Motors		481.10	8.51
	Tata Steel		511.75	4.55
COMMODITIES	Aluminium	INR/Kg	125.90	0.44
	Copper	INR/Kg	367.40	(0.58)
	Crude	INR/Barrel	3213.00	(1.77)
	Gold	INR/10gms	28888.00	0.88
	Lead	INR/Kg	136.05	0.26
	Natural Gas	INR/1mmBtu	214.20	1.71
	Nickel	INR/Kg	584.80	(2.94)
	Silver	INR/Kg	40091.00	2.51
	Zinc	INR/Kg	170.25	0.27
CURRENCIES	INR/EUR		72.14	0.32
	INR/GBP		82.55	1.84
	INR/100 JPY		57.92	0.24
	INR/USD		64.53	(0.02)

INDIAN MARKETS - TECHNICAL SNAPSHOT



INDICES	Mid Cap				
	Nifty				
	Sensex				
	Small Cap				

SECTORS	Auto	IT ↑	Metal	Healthcare ↓	
	Bankex	Teck	Power ↓		
	Cap Goods				
	Cons Durable				
	FMCG				
	Oil & Gas				
	Realty				

COMMODITIES		Aluminium	Copper	Crude Oil ↓	Nickel
		Gold ↑	Lead	Silver	
			Natural Gas		
			Zinc		

CURRENCIES (against INR)			EUR	GBP ↓	
			USD	JPY ↓	

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

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