

ShroffConnect Weekly Report

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Current news

World economy

- U.S. consumer prices rose slightly in July as higher food costs were partly offset by falling prices for a range of other goods, suggesting benign inflation that could persuade a cautious Federal Reserve to delay raising interest rates until December.
- China's fiscal spending rose at a slower pace in July due mainly to larger expenditure earlier, but a government-led infrastructure push has kept spending brisk this year.
- Singapore's trade-reliant economy grew much faster than initially estimated in the second quarter and more than analysts had expected, with a rebound in services suggesting a broader and more balanced recovery after a stumble early in the year.
- Japan's core machinery orders unexpectedly fell for a third consecutive month in June, underscoring companies' reluctance to boost spending and conflicting with recent signs that the economic recovery is gathering momentum.
- The European Union has imposed provisional import duties of as much as 28.5 percent on certain Chinese corrosion-resistant steels after an eight-month investigation found that the products benefited from unfair subsidies.

Indian economy

- India called on Friday for more monetary easing as it flagged risks to economic growth and budget targets, citing a series of disinflationary impulses weighing on Asia's third-largest economy.
- The growth of India's services sector, which was highly resilient even during the global financial crisis, has moderated to 7.7 percent in 2016-17, according to the Economic Survey.
- India's industrial production contracted by 0.1 percent in June as against growth of 8 percent a year ago, mainly due to poor show by manufacturing and capital goods output.
- The Reserve Bank has halved its dividend payout to the government to Rs 30,659 crore for the fiscal ended June 2017, which analysts attributed to increased printing cost of new currency notes post demonetisation, among other reasons.
- India will aim to eliminate subsidy on LPG by March 2018, the government said in its mid-year expenditure framework tabled in Parliament on Thursday.
- The Reserve Bank of India (RBI) will likely have to drain up to \$22 billion in excess liquidity from the financial system as surging foreign investments forces the central bank to absorb the dollar inflows and sell rupees to cap gains in the local currency.

MACRO ECONOMIC SNAPSHOT AS ON 12/08/2017

USA	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	2.10	2.00
Inflation Rate	Monthly	↑1.70	1.60
Unemployment Rate	Monthly	4.30	4.40
Benchmark Interest Rate	Weekly	1.25	1.25
Govt. bond 10 year Rate	Weekly	↓2.20	2.27

Euro Area	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	2.10	1.90
Inflation Rate	Monthly	1.30	1.30
Unemployment Rate	Monthly	9.10	9.20
Benchmark Interest Rate	Weekly	0.00	0.00
Govt. bond 10 year Rate	Weekly	↓-0.46	-0.43

China	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	6.90	6.90
Inflation Rate	Monthly	↓1.40	1.50
Unemployment Rate	Monthly	3.95	3.97
Benchmark Interest Rate	Weekly	4.35	4.35
Govt. bond 10 year Rate	Weekly	3.65	3.65

Japan	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	1.30	1.60
Inflation Rate	Monthly	0.40	0.40
Unemployment Rate	Monthly	2.80	3.10
Benchmark Interest Rate	Weekly	-0.10	-0.10
Govt. bond 10 year Rate	Weekly	↓0.06	0.07

UK	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	1.70	2.00
Inflation Rate	Monthly	2.60	2.90
Unemployment Rate	Monthly	4.50	4.60
Benchmark Interest Rate	Weekly	0.25	0.25
Govt. bond 10 year Rate	Weekly	↓1.06	1.18

India	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	6.10	7.00
Inflation Rate	Monthly	1.54	2.18
Unemployment Rate	Monthly	no data	
Benchmark Interest Rate	Weekly	6.00	6.25
Govt. bond 10 year Rate	Weekly	↓6.35	6.44

Brazil	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	-0.40	-2.50
Inflation Rate	Monthly	↓2.71	3.00
Unemployment Rate	Monthly	13.00	13.30
Benchmark Interest Rate	Weekly	9.25	10.25
Govt. bond 10 year Rate	Weekly	↑10.17	9.83

Russia	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	↑2.50	0.50
Inflation Rate	Monthly	3.90	4.40
Unemployment Rate	Monthly	5.10	5.20
Benchmark Interest Rate	Weekly	9.00	9.00
Govt. bond 10 year Rate	Weekly	↓7.76	7.80

WORLD MARKETS - A SNAPSHOT

	Name	Description	Week ended 12th Aug 2017	% Change
STOCKS	Australia	Aus Ordinaries	5743.52	(0.52)
	Brazil	Bovespa	67358.59	0.69
	China	Shanghai	3208.54	(1.64)
	France	CAC	5060.92	(2.74)
	Germany	DAX	12014.06	(2.31)
	Hong Kong	HANGSENG	26883.51	(2.46)
	India	Sensex	31213.59	(3.44)
	Japan	Nikkei	19729.74	(1.12)
	UK	FTSE	7309.96	(2.69)
	USA	DJIA	21858.32	(1.06)
COMMODITIES	Copper	\$/Pound	2.91	1.04
	Crude	\$/Barrel	48.82	(1.53)
	Gold	\$/Troy Ounce	1294.00	2.32
	Natural Gas	\$/MMBtu	2.98	7.58
	Silver	\$/Troy Ounce	17.07	5.05
	Aluminium	\$/Tonne	2042.50	6.91
	Lead	\$/Tonne	2326.00	(1.48)
	Nickel	\$/Tonne	10660.00	4.00
	Zinc	\$/Tonne	2896.50	3.00
CURRENCIES	USD/GBP		1.30	0.00
	USD/EUR		1.18	0.00
	USD/AUD		0.79	0.00
	JPY/USD		109.15	1.37
	INR/USD		64.14	(0.82)
	HKD/USD		7.82	0.00
	BRL/USD		3.19	(1.92)
	CNY/USD		6.66	1.04

WORLD MARKETS - TECHNICAL SNAPSHOT

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

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

INDIAN MARKETS - A SNAPSHOT

	Name	Description	Week ended 12th Aug 2017	% Change
STOCKS	Nifty	Large Cap	9710.80	(3.53)
	Sensex	Large Cap	31213.59	(3.44)
	BSE Midcap	Mid Cap	14726.27	(4.60)
	BSE Smallcap	Small Cap	15036.33	(5.59)
Some Major Shares	ACC	Rs/share	1760.55	(2.91)
	Bharti Airtel		414.55	(1.51)
	HDFC Ltd		1695.35	(2.08)
	Infosys		987.70	0.40
	L&T		1131.95	(3.73)
	Reliance Inds		1546.25	(4.68)
	Tata Motors		374.50	(14.03)
	Tata Steel		596.75	3.63
COMMODITIES	Aluminium	INR/Kg	130.30	7.60
	Copper	INR/Kg	412.25	1.36
	Crude	INR/Barrel	3127.00	(0.70)
	Gold	INR/10gms	29203.00	2.59
	Lead	INR/Kg	148.60	(0.77)
	Natural Gas	INR/1mmBtu	191.70	7.64
	Nickel	INR/Kg	681.40	3.40
	Silver	INR/Kg	39194.00	5.18
	Zinc	INR/Kg	185.45	3.49
CURRENCIES	INR/EUR		75.81	(1.26)
	INR/GBP		83.45	(0.63)
	INR/100 JPY		58.73	(2.19)
	INR/USD		64.14	(0.82)

INDIAN MARKETS - TECHNICAL SNAPSHOT



INDICES

Mid Cap ↓
Nifty ↓
Sensex ↓
Small Cap ↓

SECTORS

Very Bullish	Bullish	Neutral	Bearish	Very Bearish
Bankex	Auto ↓	Cap Goods ↓		Healthcare ↓
Cons Durable	Power ↓	FMCG		
Metal	Realty ↓	IT		
Oil & Gas		Teck ↓		

COMMODITIES

Very Bullish	Bullish	Neutral	Bearish	Very Bearish
Aluminium ↑	Gold ↑	Crude Oil		
Copper ↑	Lead	Natural Gas ↑		
Zinc ↑		Nickel		
		Silver ↑		

CURRENCIES

(against INR)

EUR

JPY

GBP

USD

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

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