

ShroffConnect Weekly Report

20th January, 2018



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

- China's economy grew faster than expected in the fourth quarter of 2017, as an export recovery helped the country post its first annual acceleration in growth in seven years, defying concerns that intensifying curbs on industry and credit would hurt expansion.
- The U.S. economy and inflation expanded at a modest-to-moderate pace from late November through the end of 2017, while wages continued to push higher, the Federal Reserve said on Wednesday.
- Data Showed cheaper phone calls, clothes and vegetables slowed consumer price growth in December as expected despite more expensive fuel and cigarettes while the core inflation measure watched by the European Central Bank was stable.
- Greece wants to create a cash buffer of up to 19 billion euros (\$23 billion) to cover debt repayments after it exits its current bailout programme and plans three new bond issues by August.
- Analyst expectations for an interest rate hike by the European Central Bank in the middle of next year are roughly in line with the ECB's own guidance, Germany's ratesetter at the bank said in an interview.

Indian economy

- India has cut its additional market borrowing requirement for the current fiscal year by 60 percent after reviewing trends in revenue receipts and expenditure patterns, the finance ministry said on Wednesday, sending bond yields sharply lower.
- India's economy won't significantly benefit from a goods and services tax until after next fiscal year, according to a slim majority of economists polled by Reuters, but almost half said rewards might come sooner.
- The hike in prices of coal by state-run CIL is likely to make producing steel for secondary steel players costly by up to Rs 500, says a report.
- As wholesale inflation eased to 3.58 per cent in December, India Inc urged the Reserve Bank to reduce key policy rates to augment investments and boost economic growth.
- Companies will now have to go for joint audits in case a foreign investor insists on having an international auditor, a move that will provide a fillip to Indian audit entities.
- To deepen the corporate bond market, regulator Sebi plans to come out with a methodology for uniform valuation of such products across the financial sector, officials said.

MACRO ECONOMIC SNAPSHOT AS ON 20/01/2018

USA	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	2.30	2.20
Inflation Rate	Monthly	2.10	2.20
Unemployment Rate	Monthly	4.10	4.10
Benchmark Interest Rate	Weekly	1.50	1.25
Govt. bond 10 year Rate	Weekly	↑2.64	2.55

Euro Area	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	2.60	2.40
Inflation Rate	Monthly	1.40	1.50
Unemployment Rate	Monthly	8.70	8.80
Benchmark Interest Rate	Weekly	0.00	0.00
Govt. bond 10 year Rate	Weekly	↑-0.46	-0.47

China	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	6.80	6.80
Inflation Rate	Monthly	1.80	1.70
Unemployment Rate	Monthly	3.95	3.95
Benchmark Interest Rate	Weekly	4.35	4.35
Govt. bond 10 year Rate	Weekly	↑4.02	3.97

Japan	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	2.10	1.60
Inflation Rate	Monthly	0.60	0.20
Unemployment Rate	Monthly	2.70	2.80
Benchmark Interest Rate	Weekly	-0.10	-0.10
Govt. bond 10 year Rate	Weekly	0.08	0.08

UK	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	1.70	1.90
Inflation Rate	Monthly	↓3.00	3.10
Unemployment Rate	Monthly	4.30	4.30
Benchmark Interest Rate	Weekly	0.50	0.50
Govt. bond 10 year Rate	Weekly	↑1.38	1.34

India	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	6.30	5.70
Inflation Rate	Monthly	5.21	4.88
Unemployment Rate	Monthly	no data	
Benchmark Interest Rate	Weekly	6.00	6.00
Govt. bond 10 year Rate	Weekly	↑7.48	7.44

Brazil	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	1.40	0.40
Inflation Rate	Monthly	2.95	2.80
Unemployment Rate	Monthly	12.00	12.20
Benchmark Interest Rate	Weekly	7.00	7.50
Govt. bond 10 year Rate	Weekly	↑9.90	9.85

Russia	Period	Current	Previous
GDP Annual Growth Rate	Quarterly	1.80	2.50
Inflation Rate	Monthly	2.50	2.50
Unemployment Rate	Monthly	5.10	5.10
Benchmark Interest Rate	Weekly	7.75	8.25
Govt. bond 10 year Rate	Weekly	↓7.41	7.43

WORLD MARKETS - A SNAPSHOT

	Name	Description	Week ended 20th Jan 2018	% Change
STOCKS	Australia	Aus Ordinaries	6119.30	(0.93)
	Brazil	Bovespa	81220.00	2.36
	China	Shanghai	3487.86	1.72
	France	CAC	5526.51	0.17
	Germany	DAX	13412.75	1.38
	Hong Kong	HANGSENG	32254.89	2.68
	India	Sensex	35511.58	2.66
	Japan	Nikkei	23808.06	0.65
	UK	FTSE	7730.80	(0.61)
	USA	DJIA	26071.72	1.04
COMMODITIES	Copper	\$/Pound	3.19	(0.93)
	Crude	\$/Barrel	63.31	(1.54)
	Gold	\$/Troy Ounce	1333.10	(0.13)
	Natural Gas	\$/MMBtu	3.18	(0.63)
	Silver	\$/Troy Ounce	17.04	(0.58)
	Aluminium	\$/Tonne	2220.00	0.27
	Lead	\$/Tonne	2581.00	1.81
	Nickel	\$/Tonne	12720.00	(0.04)
	Zinc	\$/Tonne	3416.50	0.98
CURRENCIES	USD/GBP		1.38	0.73
	USD/EUR		1.22	0.00
	USD/AUD		0.80	1.27
	JPY/USD		110.76	0.24
	INR/USD		63.82	(0.35)
	HKD/USD		7.82	0.00
	BRL/USD		3.20	0.31
	CNY/USD		6.40	0.93

WORLD MARKETS - TECHNICAL SNAPSHOT

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

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

INDIAN MARKETS - A SNAPSHOT

	Name	Description	Week ended 20th Jan 2018	% Change
STOCKS	Nifty	Large Cap	10894.70	2.00
	Sensex	Large Cap	35511.58	2.66
	BSE Midcap	Mid Cap	17765.00	(2.05)
	BSE Smallcap	Small Cap	19456.16	(2.69)
Some Major Shares	ACC	Rs/share	1829.50	1.36
	Bharti Airtel		497.90	(2.29)
	HDFC Ltd		1901.25	7.97
	Infosys		1143.45	6.03
	L&T		1371.45	3.18
	Reliance Inds		931.30	(1.87)
	Tata Motors		418.05	(4.36)
	Tata Steel		753.00	(2.24)
COMMODITIES	Aluminium	INR/Kg	141.75	0.53
	Copper	INR/Kg	450.45	(0.57)
	Crude	INR/Barrel	4038.00	(0.66)
	Gold	INR/10gms	29755.00	0.70
	Lead	INR/Kg	165.40	2.35
	Natural Gas	INR/1mmBtu	203.50	(0.25)
	Nickel	INR/Kg	807.80	0.51
	Silver	INR/Kg	38969.00	(0.24)
	Zinc	INR/Kg	219.00	0.64
CURRENCIES	INR/EUR		77.99	(0.63)
	INR/GBP		88.38	(1.24)
	INR/100 JPY		57.60	(0.58)
	INR/USD		63.82	(0.35)

INDIAN MARKETS - TECHNICAL SNAPSHOT

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

↑ = 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.