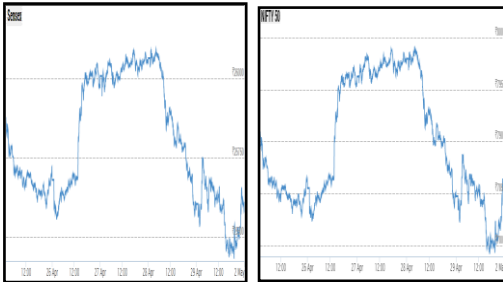


# THE FINANCIAL EDGE

02<sup>nd</sup> May, 2016



For the week ended April 29, 2016

### Closing value as on 29-04-2016

Index	Value	% change
Sensex	25606.62	-0.90
Nifty	7849.80	-0.63
Nasdaq	4775.36	-2.67
Nikkei	16666.05	-5.16
Straits Times	2838.52	-3.47
Hang Seng	21067.05	-1.86
FTSE 100	6241.90	-1.09
DAX	10038.97	-3.22
Shanghai Composite	2938.32	-0.71

### Closing value as on 29-04-2016

Commodity	Value	% change
Gold (Rs./10 grams)	30266.00	4.29
Silver (Rs./KG)	41566.00	3.95
Crude Oil (Barrel)	3035.00	3.37
Aluminium (Rs./KG)	111.55	1.69
Copper (Rs./KG)	338.60	1.23
Nickel (Rs./KG)	631.70	5.00
Zinc (Rs./KG)	129.05	1.61
Natural Gas (Rs./MMbtu)	143.80	0.84

### Market Briefing

The market snapped its two week gaining streak, falling 231.52 points to 25,606.62 in a volatile trading sessions swayed by global and domestic factors. The monthly derivative expiry week also riddled by domestic earning results, US Fed and Bank of Japan meetings impacting the sentiments. The Sensex resumed higher at 25,891.03 and surged to 6-month high of 26,100.54 and low of 25,424.03 before closing the week at 25,606.62, showing a loss of 231.52 points or 0.90 per cent. The NSE 50-share Nifty also fell by 49.50 points or 0.63 per cent to close the week at 7,849.80 after touching a high of 7,992.00 during the week. Selling was seen in most of the spectrum led by power, PSUs, consumer durables, auto, capital goods, oil & gas, FMCG, metal and IT sectors followed by smallcap shares. While, realty, banks, tech witnessed buying followed by midcap shares. Meanwhile, foreign portfolio investors (FPIs) and foreign institutional investors (FIIs) bought shares worth whopping Rs 1,281.43 crore during the week as per SEBI'S record including the provisional figure of April 29. Among the S&P, BSE sector and industry indices, power fell by 2.21 per cent, followed by consumer durables 1.25 per cent, auto 1.24 per cent, capital goods 1.21 per cent, Oil & Gas 1.08 per cent, FMCG 0.90 per cent, metal 0.77 per cent, IT 0.14 per cent and healthcare 0.04 per cent.

### Buzzing News for the week

#### Domestic

- ✓ Economy may expand by 7.8% in 2017-18: UN report
- ✓ Exports: 17 out of 30 sectors in negative zone in March
- ✓ FDI in India reaches record \$51 billion in 11 mths of FY16: DIPP
- ✓ Forex reserves hit record high of \$361.601 billion
- ✓ FPIs stay glued to Indian market, pump in \$2.2 billion in April
- ✓ Gems, jewellery exports dip 5.30% in FY16 on weak international demand
- ✓ Govt raises EPF interest rate to 8.8% for 2015-16
- ✓ Ind-Ra revises FY17 GDP growth forecast downwards to 7.7%

#### International

- ✓ BOJ holds policy despite delaying price target timing, funds quake loans
- ✓ China's manufacturing activity expands at slower pace
- ✓ Emerging market capital inflows at \$25.5 billion in April: IIF
- ✓ Eurozone economy speeds up, reaches size it was back in 2008
- ✓ Fed set to keep rates unchanged, may nod to ebbing risks
- ✓ Greece's debt crisis returns
- ✓ US jobs market stays tight; jobless claims at 42 year low
- ✓ World Bank raises crude oil forecast for 2016

## Mutual Fund Debt Schemes

Liquid Funds	NAV	1 Week	AUM (Cr.)	Ultra Short Liquid Funds	NAV	1 Week	AUM (Cr.)
Axis Liquid Fund(G)	1686.83	7.88	6190	ICICI Pru Banking & PSU Debt Fund(G)	17.09	6.35	3117
Reliance Liquidity(G)	2292.20	7.80	3301	SBI Ultra Short Term Debt Fund(G)	1960.16	5.61	7073
LIC Nomura MF Liquid(G)	2758.47	7.79	6223	Kotak Treasury Advantage Fund(G)	24.29	5.01	4561
HDFC Liquid Fund(G)	3004.13	7.80	1897	HDFC Cash Mgmt-TA Plan(G)	31.97	3.61	7732

*"Inflation is taxation without legislation."*

*-Milton Friedman*

## Strategic Investments

### On demand drivers firm Zuver raises Rs.1.2 Cr; in talks to raise Rs.13-Cr

Zuver, which provides drivers on demand, has raised INR 1.2 crore funding from Shruth & Smith Holdings and Hermes Group. The company, set up in January by entrepreneurs Mally and Sovin Hegde, is in talks with PE players and venture capital funds to raise about INR 13 crore in pre-series A funding, which is expected to close in the next two months. The company has concluded the first round of discussions with Norwest Venture Partners, Matrix Partners, Nexus Partners and a host of private investors for the fund raising.

## Debt Financing

### Mytrah Energy gets \$175-M from ADB

The Asian Development Bank has sanctioned loans of up to USD 175 million to Mytrah Energy India Ltd, to back the power producer's new wind and solar projects, which will generate up to 1,200 gigawatt-hours of clean energy a year. This financing will allow the company to expand its capacity.

## Mergers & Acquisitions

### Cognizant acquires 49% stake in ReD Associates

Cognizant has acquired a 49% stake in ReD Associates, a Copenhagen, Denmark- and New York, USA-based strategic consulting firm specialising in the use of human sciences to help business leaders better understand customer behaviour. As part of the deal, strategy experts, behavioural economists, anthropologists, sociologists, and ethnographers from ReD Associates will work with digital strategists, designers, technologists, and data scientists from Cognizant Digital Works to help businesses connect more closely to real-world consumer behaviours and experiences. ReD Associates will retain its management team, clients, and projects and operate independently.

### GirnarSoft acquires online customer engagement software startup Connecto

Jaipur-based GirnarSoft has acquired Noida-based SaaS startup Connecto in a cash & stock deal. GirnarSoft will leverage Connecto's tools to improve user experience across websites and apps of the company. Founded in November 2013 by Jagmal Singh and Saurabh Mathur, Connecto helps marketers and product managers communicate better with visitors and clients.

### Hello Curry acquires The First Meal

Hyderabad-based food chain Hello Curry has acquired The First Meal, a food delivery start-up in a cash and stock deal. The acquisition helps Hello Curry penetrate the breakfast and meal-box segments through a subscription framework. Last year, the firm had acquired Paratha Post and Fire42, an IT firm that provides tech solutions to eateries. Hello Curry aims to supply 5,000 meals per day within the next six months.

### Indegene Life buys Canada-based Skura for \$9-M

Indegene Lifesystems, a healthcare IT firm backed by Infosys cofounder NS Raghavan, has bought Canada's Skura Technologies for USD 9 million (about INR 60 crore) to expand its technology offerings to life sciences and pharmaceutical companies. Skura focuses on the North American market and provides technology to help pharmaceutical companies and their medical representatives sell more effectively to doctors. Skura's software is used by about 40,000 medical representatives in North America. The company, launched in 1996, has 35 employees and earned revenue of USD 7 million at the last count.

### LogiNext acquires last mile delivery biz from YourGuy

Logistics solutions platform LogiNext has acquired YourGuy, a cross-category last mile delivery company in Mumbai. The mixed cash and equity deal is a business acquisition and YourGuy's 200 delivery personnel and the team of 20 will be absorbed by Sprintr, the last mile delivery vertical of LogiNext. With this acquisition, Paytm-backed LogiNext will be doubling its daily orders.

### NCC Infrastructure in Rs. 301-Cr share sale pact with Sembcorp Utilities

NCC Infrastructure Holdings Ltd, a subsidiary of NCC Ltd, has entered into a share sale agreement with Singapore-based Sembcorp Utilities Pte Ltd, for sale of a portion of the stake held in Sembcorp Gayatri Power Ltd (formerly NCC Power Projects Ltd) co-developed by Gayatri and Sembcorp. The present stake sale deal involves sale of 21,60,94,909 equity shares of INR 10 each held by NCCIHL in SGPL to Sembcorp for a consideration of INR 301.26 crore.

### Prime Focus to sell 30% in JV to HK's Digital Domain Holdings for \$30-M

Publicly listed Prime Focus Group is to sell its 30% in visual effects firm Digital Domain-Reliance, LLC to its Hong Kong listed JV partner Digital Domain Holdings Ltd (DDHL) for \$30 million worth of shares of DDHL (at HK\$0.596 per share). The two firms plan to enter into a new 50:50 joint venture for carrying on virtual reality and advertising businesses in India.