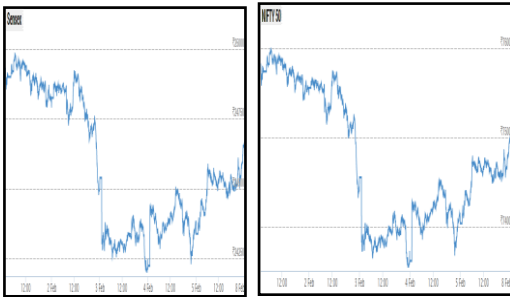


THE FINANCIAL EDGE

08th February, 2016



For the week ended February 05, 2016

Closing value as on 05-02-2016

Index	Value	% change
Sensex	24616.97	-1.02
Nifty	7489.10	-0.98
Nasdaq	4363.14	-5.44
Nikkei	16680.96	-5.99
Straits Times	2623.21	-0.52
Hang Seng	19288.17	-2.01
FTSE 100	5848.06	-3.87
DAX	9286.23	-5.22
Shanghai Composite	2763.95	0.96

Closing value as on 05-02-2016

Commodity	Value	% change
Gold (Rs./10 grams)	27524.00	3.33
Silver (Rs./KG)	35806.00	3.04
Crude Oil (Barrel)	2157.00	-5.64
Aluminium (Rs./KG)	102.30	-1.49
Copper (Rs./KG)	316.10	1.44
Nickel (Rs./KG)	555.50	-5.64
Zinc (Rs./KG)	113.55	2.81
Natural Gas (Rs./MMbtu)	139.50	-10.52

Market Briefing

Dismal earnings of key corporates coupled with falling crude oil prices and global sell-off dragged the BSE Sensex and NSE Nifty down by one percentage point for the week ended February 5, 2016. However, bargain hunting and hopes of GST Bill in the upcoming Budget session of Parliament capped the downside. During January 29 and February 5, Sensex slid 253 points to 24,616.97, while Nifty lost 74.45 points to 7489.10. In the 50-share index, NTPC slid the most — 12.11 per cent during the week under review, followed by Maruti Suzuki (down 8.90 per cent), ICICI Bank (down 8.41 per cent) and Bosch (7.93 per cent). On the other hand, Lupin and Bharti Airtel gained by 6.10 per cent and 5.90, respectively. Sectorwise, the BSE Power index and BSE Real index slid 5.70 per cent and 3.40 per cent and remained among the top losers. The BSE FMCG index and BSE Consumer Durables index jumped 1.42 per cent and 0.49 per cent, respectively, during the week. This week, the Reserve Bank of India (RBI) in its sixth bi-monthly policy statement kept the interest rates unchanged putting the ball in the government's court to deliver first. In the past five trading sessions, foreign institutional investors bought shares worth Rs 603.64 crore and rupee appreciated by 0.35 per cent to 67.64 on February 5. Rupee was at 67.87 levels on January 29.

Buzzing News for the week

Domestic

- ✓ Core sector growth inches up 0.9% in December
- ✓ Economy may clock 7.6% growth for Q3 FY16: India Ratings
- ✓ FDI goes full throttle, spikes 114 per cent in December
- ✓ FPIs sell \$1.7 billion Indian equities in Jan
- ✓ India's exports may fall to \$265-270 billion in FY16, says FIEO
- ✓ Manufacturing sector returns to growth at start of 2016: PMI
- ✓ MFs' AUMs shrink by Rs 1,121 crore in Jan
- ✓ RBI keeps repo rate unchanged at 6.75%
- ✓ RBI sees economy growing at 7.4% in FY16; above World Bank projection
- ✓ Service sector activity growth hits 19-mth high in Jan : PMI

International

- ✓ China Foreign Exchange reserves fall \$ 99.5 billion in January
- ✓ China sets 2016 economic growth projection range at 6.5 to 7%
- ✓ China's January factory activity falls at fastest pace since 2012
- ✓ Euro zone businesses had disappointing start to 2016 -PMI
- ✓ US factory orders fall 2.9 per cent in December
- ✓ US job growth slows, unemployment rate at 8-year low

Mutual Fund Debt Schemes

Liquid Plus Funds – Inst	NAV	1 Week	AUM (Cr.)	Floating Rate – Short Term	NAV	1 Week	AUM (Cr.)
UTI - TREASURY ADV FUND (G)(SUSP)	3745.96	6.75	9752	BIRLA SL - FRF STP (G)(SUSP)	245.12	7.57	2291
ICICI PRU - FLEXIBLE INCOME PLAN REG (G)	281.75	5.58	16785	HDFC - FR INCOME FUND STP (G) (SUSP)	24.97	5.47	3132
BIRLA SL - CASH MGR INST (G)(SUSP)	250.77	6.50	6959	SBI - SAVINGS FUND REG (G)	23.14	5.70	1339
RELIANCE - MONEY MANAGER FUND (G)	2042.65	5.75	13319	CAN ROBECO - SAVINGS PLUS REG (G)	23.24	6.67	469

“Buy not on optimism, but on arithmetic.”

-Benjamin Graham

Deals

INVESTORS	INVESTEE COMPANIES	TYPE	SECTOR	SIZE (US\$ MN)
First Round Capital (Mauritius) Limited, Sherpa Capital, Nyca Partners, Thomvest Ventures, BMW i Ventures, Fontinalis Partners, Tad Montross	Zendrive	VC	Services	13.50
Green House Ventures Accelerator	PindropMusic	VC	IT	00.10
Green House Ventures Accelerator	RoadGods	VC	Retail	00.10
Oranda Global, Other	Perfumery	VC	IT	00.03

Strategic Investments

Dunamis Ventures invests \$1-M in beauty & wellness startup Mazkara

Beauty and wellness startup Mazkara has raised \$1 million in seed funding from fellow Dubai-based Dunamis Ventures. The funds will be used to expand Mazkara's product team and launch operations in Delhi, Mumbai and Abu Dhabi. Mazkara, helps customers search for and discover hyperlocal salons and spas, find best offers and deals and book appointments. Earlier, the startup had bagged \$500,000 from angel investors in Dubai.

Mergers & Acquisitions

Aequs acquires French aerospace firm Sira

Belagavi-based Aequs has acquired aerospace group Sira, a France-based which had reported revenues of \$50 million in 2015 and has 300 employees. The customers of the target company include major aerospace firms including Safran, Thales, Dassault, and United Technologies.

Camlin Fine to acquire 65% in Mexican firm Dresen Quimica for \$7.8 million

Publicly listed Camlin Fine Sciences Limited is to acquire a 65% stake in Mexico-based Dresen Quimica, along with its subsidiaries in Peru, Guatemala, Colombia and Dominican Republic, for \$7.8 million in cash. The combined turnover of the target group for 2014 was \$14.8 million; 2013 was \$14.6 million and 2012 was \$17.5 million.

Engg services co Allygrow Tech acquires two companies abroad

Six-month old engineering services company Allygrow Technologies has made two global acquisitions - of AE Automotive Elements, headquartered in Germany and the engineering services arm of Ranal, a US headquartered company with a presence in India. These acquired firms operate in two different service segments — high end concept & product design and manufacturing respectively. Equirus Capital advised Allygrow on both the deals. Manfred Weissensteiner, CEO, AE Automotive Elements will stay on with the company and take over as COO, Allygrow.

GCPL to buy 75% stake in Kenyan FMCG firm Canon Chemicals

Publicly listed Godrej Consumer Products Ltd (GCPL) is to acquire a majority stake in Kenya-based Canon Chemicals Ltd which manufactures and distributes products in the personal and home categories. Its major brand is Valon, a petroleum jelly. In 2015, the annualised revenue of the business was KSh 1,146 million (about INR 76 Cr).

KKR to Invest Rs150 crore in Luxury Housing Projects by Sunteck Realty

KKR, a leading global investment firm, is all set to invest INR 150 crore (US \$22.4 million) in two luxury housing projects being developed by Mumbai-based premium real estate developer, Sunteck Realty Ltd. KKR, with this strategic investment, aims to deepen their relationship with the group to explore more such real estate investment opportunities in the future.

On-demand home services provider Housejoy acquires laundry start-up MyWash

Sarvaloka Services On-call Pvt. Ltd, which owns on-demand home services provider Housejoy, has acquired dry cleaning and laundry start-up MyWash Technologies Pvt. Ltd. MyWash had a total of around 20 members which includes the co-founders, technical and managerial team and around 200 delivery personnel on payroll. Ten people from the core team of MyWash will join Housejoy.

Pricol sells off stake in Coimbatore Metal Works for Rs.13-Cr

Listed auto components firm Pricol has sold its entire stake in Coimbatore Metal Works Ltd for INR 13 crore. The gross turnover of CMWL for the fiscal ended March 31 2015 stood at INR 26 crore, which constituted 2.19% of Pricol. The Networth of CMWL was INR 4 Cr (contributing 1.46% to Pricol's networth).

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