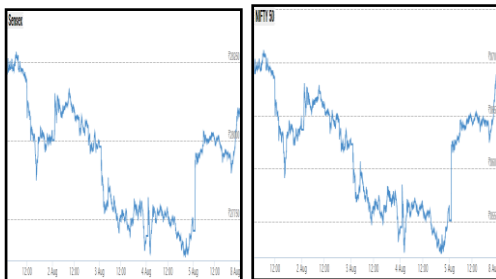


# THE FINANCIAL EDGE

08<sup>th</sup> August, 2016



For the week ended August 05, 2016

### Closing value as on 05-08-2016

Index	Value	% change
Sensex	28078.35	0.09
Nifty	8683.15	0.52
Nasdaq	5221.12	1.14
Nikkei	16254.45	-1.90
Straits Times	2828.17	-1.41
Hang Seng	22146.09	1.16
FTSE 100	6793.47	1.03
DAX	10367.21	0.29
Shanghai Composite	2976.70	-0.09

### Closing value as on 05-08-2016

Commodity	Value	% change
Gold (Rs./10 grams)	31228.00	-1.02
Silver (Rs./KG)	46225.00	-2.64
Crude Oil (Barrel)	2786.00	0.14
Aluminium (Rs./KG)	109.95	0.32
Copper (Rs./KG)	319.75	-3.02
Nickel (Rs./KG)	716.30	0.53
Zinc (Rs./KG)	151.60	0.73
Natural Gas (Rs./MMbtu)	186.10	-3.53

### Market Briefing

Benchmark indices BSE Sensex and NSE Nifty ended the week flat amid muted global cues. Market participants overlooked the approval of GST Constitutional Amendment Bill in the Rajya Sabha on Wednesday. For the week ended August 8, the 30-share index Sensex closed 26.49 points up at 28078.35 against 28051.86 on July 29. NSE Nifty index jumped 44.65 points, or 0.52% to 8683.15 from 8638.50 during the week. The Friday's rally helped markets to pare all their losses and post gains for the week. Among the sectoral indices on BSE, the BSE Capital Goods index slid the most — 2.09%, it was followed by Consumer Durables (down 1.44%), FMCG (down 0.79%), Power (down 0.67%) and Bankex (down 0.16%). On the other hand, BSE Metal, Auto, Oil & Gas, IT and TECK index gained 3.68%, 2.73%, 1.24%, 0.93% and 0.78%, respectively. According to a corporate database Ace Equity, foreign institutional investors (FIIs) stood net buyers in equity segment for the week ended August 5 with gross purchases of Rs 21,370.86 crore and gross sales of Rs 19,630.27 crore, leading to a net inflow of Rs 1,740.59 crore. They stood as net sellers in the debt segment with gross purchases of Rs 4,340.62 crore against gross sales of Rs 6,410.31 crore, resulting in a net outflow of Rs 2,069.69 crore. During the week, Indian rupee appreciated by 22 paise to 66.81 on August 5 from 67.03 on July 29.

### Buzzing News for the week

#### Domestic

- ✓ FPIs stay bullish on India, pump in Rs 2,300 cr in a week
- ✓ GST Bill passed in Rajya Sabha
- ✓ IMD forecast says monsoon to be 'above normal' in Aug-Sept
- ✓ India's inflation target is 'credit positive': Moody's
- ✓ MFs limiting inflows into equity plans as stocks get dear
- ✓ Mutual Funds' foreign liabilities rise by Rs 2,310 cr in FY16
- ✓ No impact on inflation even if GST rate is 18-20%: FinMin
- ✓ Pvt banks' GNPA's cross Rs 50k cr at June-end
- ✓ RBI issues bank licence norms, bars conglomerates
- ✓ SEBI fixes Rs 2.44 lakh cr as combined debt limit for FPIs

#### International

- ✓ Bank of England cuts rates for first time since 2009
- ✓ China factory activity unexpectedly dips in July: Official PMI
- ✓ China's imports, exports fall again in July
- ✓ Japan June current account surplus at 974.4 billion yen
- ✓ US jobless claims rise marginally; layoffs increase in July
- ✓ US trade deficit hits \$44.5 billion, biggest in 10 months

## Mutual Fund Debt Schemes

Liquid Funds	NAV	1 Week	AUM (Cr.)	Floating Rate – Short Term	NAV	1 Week	AUM (Cr.)
BOI AXA Liquid Fund-Reg(G)	1786.43	7.08	1245	Reliance FRF ST(G)	24.59	6.56	4499
JM High Liquidity Fund(G)	42.45	7.01	3002	UTI FRF-STP(G)	2523.67	7.39	5160
IDBI Liquid Fund(G)	1661.19	6.97	3456	HDFC FRIF-Short Term Plan-Ret(G)	26.16	6.97	10675
Axis Liquid Fund(G)	1721.20	7.00	10201	Birla SL FRF-Short Term Plan-Ret(G)	255.09	7.19	2831

*"To be an investor you must be a believer in a better tomorrow."*

**-Benjamin Graham**

## Strategic Investments

### **GE to invest up to \$31 mn in Mytrah wind project**

GE has decided to invest up to \$31 million in Mytrah, the renewable energy focussed independent power producer, to support a 200 MW wind energy project in Andhra Pradesh. As per an agreement, Mytrah Vahu (Tungabhadra) Pvt Ltd (MVTPL), a subsidiary of Mytrah Energy India, has tied up with Guayama PR Holdings BV, an investment vehicle of GE Energy Financial Services. Accordingly, GE has agreed to invest up to 49 per cent of the capital of MVTPL.

### **Infosys invests \$4-M in Israelis SaaS firm Cloudyn**

Infosys has backed an Israel-based cloud computing startup called Cloudyn Ltd and picked up a minority stake for \$4 million, at a time when chief executive Vishal Sikka is attempting to drive up growth in the company's traditional outsourcing business, while also balancing futuristic bets on newer areas of technology. Cloudyn, which monitors and optimizes cloud deployments of top Fortune 500 companies, also counts the likes of Israel-based Carmel Ventures and Titanium Investments as existing investors.

## Mergers & Acquisitions

### **Borosil acquires 60% in pharma packaging maker Klasspack**

Borosil Glass Works has acquired 60.3% shares in Nashik-based Klasspack, a glass packaging firm, for an undisclosed amount. Borosil Glass Works is the market leader for laboratory glassware and microwavable kitchenware in India. It acquired the majority stake on July 29, 2016, mainly by way of fund infusion and smaller secondary purchase of shares. The move would help the firm to tap the primary glass packaging market of pharma majors, a company statement said.

### **BPCL acquires 21% in Fino Paytech for Rs.251-Cr**

Bharat Petroleum Corporation (BPCL) picked up a 21 per cent stake in FINO PayTech for Rs 251 crore. BPCL has entered into an agreement for acquiring 21 per cent stake on fully diluted basis in the share capital of FINO PayTech for a consideration of Rs 251 crore in an all cash deal, BPCL said. It will give the payments bank access to BPCL's fuel outlets and LPG customers who receive subsidy in bank accounts through the direct benefit transfer.

### **Fortis arm hikes stake in Lalitha Healthcare**

Fortis Healthcare said its arm Fortis Cancer Care has increased stake in group firm Lalitha Healthcare, thereby taking its overall holding to 79.43 per cent. Fortis Cancer Care Ltd (FCCL) has increased shareholding in Lalitha Healthcare Pvt Ltd (LHPL) acquiring 98,972 shares (12.2 per cent) of Rs. 10 each, Fortis Healthcare said. FCCL has acquired these shares worth Rs. 9.89 lakh from one of the directors of LHPL.

### **Punj Lloyd sells entire stake in Simon Carves Engineering for \$2-M**

Punj Lloyd Ltd said that its arm Pt Engineering Limited has sold its entire stake in UK-based Simon Carves Engineering to Engineers and Constructors International Inc for \$2 million. "Pt Engineering Limited, subsidiary of the Company has sold its entire shareholding in its wholly owned subsidiary registered in United Kingdom viz Simon Carves Engineering Limited to Engineers and Constructors International, Inc," Punj Lloyd said.

### **Wipro Infrastructure to acquire Israeli aerospace parts maker H R Givon**

Wipro Infrastructure Engineering (WIN) will acquire Israel-based H R Givon, supplier of metallic parts and assemblies to the aerospace industry, in an all-cash deal. WIN, however, did not disclose the size of the deal. This acquisition will help WIN broaden its product portfolio, expand global footprint and strengthen its ability to forge deeper customer relationships in the aviation and aerospace industry