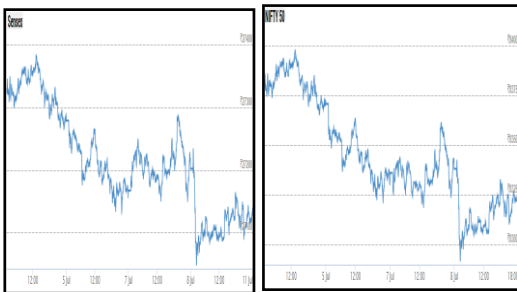


# THE FINANCIAL EDGE

11<sup>th</sup> July, 2016



For the week ended July 08, 2016

### Closing value as on 08-07-2016

Index	Value	% change
Sensex	27126.90	-0.07
Nifty	8323.20	-0.06
Nasdaq	4956.76	2.36
Nikkei	15106.98	-3.01
Straits Times	2864.67	0.84
Hang Seng	20564.17	-1.11
FTSE 100	6463.60	-0.63
DAX	9629.66	-0.52
Shanghai Composite	2988.09	2.00

### Closing value as on 08-07-2016

Commodity	Value	% change
Gold (Rs./10 grams)	31826.00	-0.01
Silver (Rs./KG)	48427.00	1.53
Crude Oil (Barrel)	3038.00	-8.33
Aluminium (Rs./KG)	111.70	-0.13
Copper (Rs./KG)	322.00	-4.25
Nickel (Rs./KG)	679.40	0.89
Zinc (Rs./KG)	144.75	0.07
Natural Gas (Rs./MMbtu)	191.10	-2.00

### Market Briefing

Benchmark indices BSE Sensex and NSE Nifty ended the lacklustre week on a flat note. Market sentiments remained pessimistic on account of rising Brexit uncertainties and a growing crisis in Italian banks. For the week ended July 8, the 30-share index lost 18.01 points, or 0.07% down to 27,126.90. Likewise, the 50-share index Nifty closed 5.15 points, or 0.06% down at 8323.20. Traders also remained cautious during the week as a global financial service major HSBC stated that India's economy may grow at a slightly slower pace of 7.4% this fiscal amid weaker global demand and risk aversion, flagging methodological concerns in computation of official GDP data. However, downside remained capped as government is planning to clear the passage of GST Bill on the first working day of the monsoon session of Parliament. Sectorwise, the BSE Telecom index plunged 2.66% in the week gone by. It was followed by TECK index (down 1.60%), IT index (down 1.41%) and FMCG index (down 0.76%). On the flip side, BSE Healthcare, Realty and Metal index gained 2.47%, 1.52% and 0.91%, respectively. Indian rupee remained almost flat during the week. The currency moved to 67.45 against dollar on July 8 from 67.44 against dollar on July 1. Foreign institutional investors remained net seller this week as they sold shares worth Rs 253.12 crore in the past four trading sessions.

### Buzzing News for the week

#### Domestic

- ✓ Agri-exports fall 17% to five-year low of \$32.09 bn in FY16
- ✓ Average AUM at Rs 14.41 trillion in June quarter: AMFI Report
- ✓ Fitch downgrades banking outlook to negative on high NPAs
- ✓ HSBC says GDP data concerns stay, India to grow slower at 7.4%
- ✓ India services PMI slows for third straight month in June
- ✓ Indian banks' loans rose 9.4% y-o-y in two weeks to June 24: RBI
- ✓ PE investment in retail real estate at Rs 1,000 cr in Jan-May
- ✓ PE-VC deals value declines 11% to \$7.6 bn in Jan-Jun
- ✓ Q1 FPI inflows best in five quarters at \$1.7 billion

#### International

- ✓ China inflation up 1.9% in June, slowest in 6 months
- ✓ China June forex reserves unexpectedly rise but outflow fears persist
- ✓ Gold hits two-year high as Brexit fears shake markets
- ✓ Goldman Sachs pegs H2CY16 global economic growth at 3.5%
- ✓ IMF sees Brexit shaving 2017 euro zone growth to 1.4%
- ✓ Jobless claims, hiring data brighten US labor market view
- ✓ WTO's new trade index suggests sluggish Q3 world trade growth

## Mutual Fund Debt Schemes

Liquid Funds	NAV	1 Week	AUM (Cr.)	Ultra Short Term Funds	NAV	1 Week	AUM (Cr.)
Kotak Floater-ST(G)	2536.69	7.54	7489	Reliance Medium Term(G)	32.15	12.61	5139
Axis Liquid Fund(G)	1712.46	7.45	10201	IDFC Ultra Short Term Fund-Reg(G)	21.72	12.34	4035
IDBI Liquid Fund(G)	1652.81	7.43	3456	HDFC Cash Mgmt-TA Plan(G)	32.43	11.31	9112
JM High Liquidity Fund(G)	42.23	7.49	3002	Birla SL Cash Mgr Fund(G)	371.24	10.89	7150

*"To know values is to know the meaning of the market."*

*-Charles Dow*

## Debt Financing

### **Adani Ports raises Rs 252-Cr via NCDs**

Adani Ports and Special Economic Zone (APSEZ) said it has raised Rs 252 crore through issuance of non-convertible debentures (NCDs) on a private placement basis. "The company raised Rs 252 crore on July 4, 2016, by allotment of 2,520 rated, listed, secured, taxable, redeemable and non-convertible debentures of the face value of Rs 10 lakh each on private placement basis," APSEZ said. The said NCDs will be listed on the wholesale debt market segment of BSE Ltd.

### **Temasek-backed InnoVen Capital India extends \$12m debt to 8 startups in Q1**

InnoVen Capital India, a venture debt firm backed by Singapore's sovereign wealth fund Temasek Holdings Pvt. Ltd, has loaned around \$12 million to eight start-ups in the June quarter, said a senior company executive, signalling that venture debt is becoming popular with start-ups looking to meet their working capital requirements. In April 2015, Temasek Holdings acquired the Mumbai-headquartered SVB India Finance for an estimated Rs.300 crore, and renamed it InnoVen Capital.

## Mergers & Acquisitions

### **BuildTraders Acquires Property Management Startup Cozilla**

Bangalore based BuildTraders, a building materials trading company, has acquired Pune based property management startup Cozilla in an all-stock deal. Post acquisition, the entire team of Cozilla will join BuildTraders. Also, Cozilla will phase out its current rental property management operations in India and may expand to UAE in near future.

### **Idly batter maker ChennaiChef acquired by Hyderabad-based Aadya Restaurants**

As per the latest development, Hyderabad-based startup Aadya Restaurants' Dosa Place has acquired Sukashree Agro Foods's retail brand ChennaiChef for an undisclosed amount and will own 91 per cent in it. By doing this Ajay Koneru, founder of Aadya restaurants hopes to standardize the quality and taste of food across their restaurants and food trucks through this acquisition and also step into the world of retail.

### **India Hotels sells 5.1 % stake more in Belmond for \$49.57 M**

Indian Hotels Company Ltd, which owns the Taj Group of Hotels & Resorts, has sold 5.1% of its total outstanding class A common shares of hotel company Belmond Ltd, formerly known as the Orient Express Hotels, for \$49.57 million (around Rs 332 crore) to retire its debt. The company said the sale proceeds will be utilized largely for retirement of debt. Its consolidated net debt stood at Rs 4,386 crore at the end of March 2016.

### **MPS acquires app tools firm Magplus**

MPS said it has completed acquisition of Sweden and US-based digital platform firm Magplus for an undisclosed sum. "The acquisition of Magplus has enhanced our platform capabilities and expanded our reach into newer publishing markets including enterprises and magazine publishers. The enhanced platform capabilities will also position us to advise and support publishers in our existing markets as they define their mobile content strategies," Rahul Arora, CEO, MPS Ltd said.

### **TeamLease acquires ASAP Info Systems**

Bengaluru-headquartered staffing firm TeamLease Services Ltd announced that it has signed a definitive agreement to acquire ASAP Info Systems for an enterprise value of Rs. 67 crore. The acquisition marks the entry of TeamLease into IT staffing, where it will compete with established players such as Randstad and Kelly Services.

### **UltraTech, Jaypee revise cement deal to Rs 16,200 crore**

UltraTech Cement, part of the Aditya Birla Group, agreed to buy Jaiprakash Associates' 17.2 million tonnes per annum (mtpa) cement capacity for an enterprise value of Rs 16,189 crore. The deal was revised upwards from Rs 15,900 crore that was agreed on March 31. This is the second revision to the deal price of Rs 16,500 crore for 18.4 mtpa capacity in February for plants in Uttar Pradesh, Madhya Pradesh, Himachal Pradesh, Uttarakhand and Andhra Pradesh and Karnataka.

### **Vistra Group acquires Ujwal Management**

Vistra Group has acquired Bangalore-based international business services provider Ujwal Management Services to expand its foothold in the Indian corporate and fiduciary services market. Wodehouse Capital Advisors was the sole advisor to the transaction. "This transaction supports Vistra's strategy to provide onshore corporate services, accounting, administration and compliance services in India to its clients globally," the group said.

### **VPS Healthcare buys Delhi's Rockland Hospitals**

VPS Healthcare, an Abu Dhabi-based hospital chain founded by non-resident Indian Shamsheer Vayalil, has acquired New Delhi-headquartered Rockland Hospitals, media reports said citing a company statement. The details of the transaction haven't been disclosed but The Times of India, which reported the development first, said that VPS Healthcare has committed to invest about Rs 1,500 crore (\$222 million) to acquire and expand Rockland Hospitals.

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