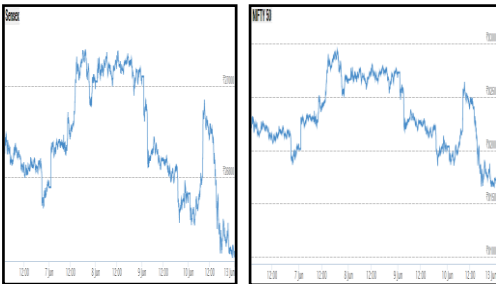


THE FINANCIAL EDGE

13th June, 2016



For the week ended June 10, 2016

Closing value as on 10-06-2016

Index	Value	% change
Sensex	26635.75	-0.77
Nifty	8170.05	-0.62
Nasdaq	4894.55	-0.97
Nikkei	16601.36	-0.25
Straits Times	2822.97	0.49
Hang Seng	21042.64	0.46
FTSE 100	6115.80	-1.51
DAX	9834.62	-2.66
Shanghai Composite	2927.16	-0.39

Closing value as on 10-06-2016

Commodity	Value	% change
Gold (Rs./10 grams)	30084.00	2.37
Silver (Rs./KG)	41068.00	5.09
Crude Oil (Barrel)	3298.00	1.38
Aluminium (Rs./KG)	105.10	1.69
Copper (Rs./KG)	301.35	-3.91
Nickel (Rs./KG)	597.60	4.46
Zinc (Rs./KG)	139.40	4.30
Natural Gas (Rs./MMbtu)	172.00	6.17

Market Briefing

Benchmark indices snapped two-week rally on account of profit booking and weak global cues. The Sensex plunged 207.28 points, or 0.77%, to 26,635.75 on June 10 from 26,843.03 on June 3. Likewise, the Nifty index lost 50.75 points to 8170.05 from 8220.80 during the same period. Among the 51 components in the Nifty pack, 29 stocks ended the week in red with Infosys declining the most — 6.78%, followed by Aurobindo Pharma (down 5.88%), Bosch (down 3.54%), Asian Paints (down 3.11%) and Dr Reddy's Labs (down 2.95%). On the other hand, Hindalco, UltraTech Cement, SBI and BHEL gained 9.52%, 6.29%, 4.83% and 4.75%, respectively, and remained among top losers on the Nifty 50 chart for the week ended June 10, 2016. Sectorwise, the BSE IT index, TEcK, Telecom, Healthcare slid 3.48%, 3.21%, 1.73% and 0.97% during the week. However, the BSE Power index, Metal and Capital Goods gained 3.32%, 2.73% and 2.40%, respectively. RBI Governor Raghuram Rajan on June 7 kept interest rates intact but said his monetary policy remains “accommodative” and hinted at a cut later this year if good monsoon helps ease inflation. On a month-to-date basis, FII's remained net buyers as they bought shares worth of Rs 3,990.18 crore till June 10 against net investment of Rs 2542.89 crore in May. However, rupee slid marginally by 45 paise, or 0.66% to 66.79 on June 10 from 67.24 on June 3.

Buzzing News for the week

Domestic

- ✓ MFs invest Rs 38,000 cr in debt market in April-May
- ✓ Inflation worries force RBI to maintain status quo on interest rates
- ✓ Equity MF inflows hit 6-mth high at Rs 4,721 cr in May
- ✓ BSE to launch online payment facility for demat transactions
- ✓ Mutual Funds witness net outflow of Rs 58,000 cr in May
- ✓ Gold ETFs continue to see outflow in May on profit-booking
- ✓ FPIs stay bullish on India, pumps in Rs 3,700 cr in June
- ✓ April IIP disappoints at -0.8%
- ✓ FDI inflows jumped 42% since June 2014: Nirmala Sitharaman
- ✓ RBI's forex reserves hit record high at \$364 bn in week to June 3

International

- ✓ China forex reserves fall to lowest level since 2011
- ✓ China May FDI falls 1 pc from a year ago to \$8.89 bn
- ✓ UK trade deficit narrows in April after goods exports jump to near 3 year high
- ✓ US hiring in April at slowest pace in nearly two years
- ✓ US services data suggest upward revision to first-quarter GDP
- ✓ World Bank cuts 2016 global growth forecast to 2.4%

Mutual Fund Debt Schemes

Liquid Funds	NAV	1 Week	AUM (Cr.)	Ultra Short Term Funds	NAV	1 Week	AUM (Cr.)
Reliance Liquidity(G)	2313.62	7.61	5232	Reliance Medium Term(G)	31.92	10.49	4931
IDBI Liquid Fund(G)	1643.49	7.46	4929	IDFC Ultra Short Term Fund-Reg(G)	21.57	10.27	4035
HDFC Liquid Fund(G)	3032.04	7.59	33193	SBI Ultra Short Term Debt Fund(G)	1977.49	9.49	9452
Indiabulls Liquid Fund(G)	1496.40	7.73	3638	Tata Floater(G)	2314.68	9.39	3521

“Stocks are bought on expectations, not facts.”

- Gerald Loeb

Strategic Investments

Assisted e-commerce firm StoreKing raises Rs.106-Cr from Malaysian telco Axiata

StoreKing, a Bangalore-based e-commerce enabler has raised USD 16 million (INR 106 crore) from Malaysian telecom operator Axiata Digital, a wholly owned subsidiary of Axiata Group Berhad. The funds will be utilised to expand team, enter tier III markets and tie up with one lakh retailers by 2017 and up to 250,000 in 2019. This is Axiata's first investment in India.

Dragon Asia joins HT Media to invest GBP 3.3 M in fashion e-tailer Koovs

UK listed online fashion store Koovs has raised GBP 300,000 from Dragon Asia Holdings Pte Ltd. After this investment, Dragon Asia has a 19.2% stake in Koovs. Newspaper publisher HT Media has also invested GBP 3 million (around INR 29 crore) for an 8.2% stake. Shares under the deal were issued at 25 pence each. Koovs is also in talks with other investors as well in order to close its current funding round by June 30. The company will use the funds for investment in marketing.

Mergers & Acquisitions

Basil Advisors buys fellow HR Services firm TGC Consulting

Consumer internet-focussed talent advisory firm Basil Advisors has acquired Bengaluru-based human capital consulting TGC Consulting in an all-stock deal. The acquisition will enhance Basil Advisors footprint beyond consumer internet vertical and will also allow it to expand its geographical footprint in the country.

Blue Box Media co-founder Pawas Jain acquires incubation platform Startify

Pawas Jain, co-founder of Blue Box Media (company that owns and manages The Tech Portal) has acquired a majority stake in online incubation platform Startify, in a mix of cash and stock buy out deal, in his personal capacity. Founded by 3 IIT Jodhpur students, Himanshu Sikaria, Achyut Joshi and Anshul Agarwal in 2015, Stratify is an Idea growth-cum-management portal along with startup services. The founders of Startify will continue to hold a minority stake in the company.

Curated fashion portal Voonik acq-hires Picksilk.com

Sequoia Capital-backed fashion marketplace Voonik has acquired Picksilk.com, along with eight employees of the firm, to build its premium fashion product Vilara. The company has now acquired five startups in the past six months. Voonik is focused on curated fashion, and has been attempting to strengthen its leadership in the unbranded fashion segment largely via team acquisitions of start-ups in niche fashion offerings.

Grant Thornton acquires tax services biz of RMC

Grant Thornton (GT), a leading professional services firm, has acquired the taxation practice of Bengaluru-based RMC Global Advisory Services. Around 26 people, including two partners, would be joining GT, which has about 150 partners, directors and a total team of 3,000 people in India.

Icare acquires test prep platforms MyGRE, MyGMAT

Delhi-based Indian Centre for Academic Rankings & Excellence Pvt. Ltd. (ICARE) has acquired Chennai based training and coaching platforms MyGMAT & MyGRE. The targets were founded in February 2013 by Santhosh Karnananda. As part of this acquisition, Santhosh will be the Director, Strategy at ICARE, in addition to heading the training businesses.

Sumitomo to buy 75% stake in Excel Crop Care for Rs.1,040-Cr

Japanese conglomerate Sumitomo has acquired 44.98% stake in Excel Crop Care for around INR 623.44 crore and also announced launch of INR 415.80 crore open offer to acquire further 30% stake in the company. Sumitomo group is acquiring over 49.5 lakh equity shares of the company at a price of INR 1,259.36 apiece, from the company, promoter group entities and certain public shareholders. The company and promoter group entities are selling 27,20,501 shares, aggregating to 24.72% stake to Sumitomo Chemical Company and its nominees. Besides, Sumitomo Chemical Company is acquiring 22,30,000 equity shares, aggregating to a 20.26 % stake, from certain public shareholders.

Sun Pharma sells two manufacturing plants in US to Frontida BioPharm

Listed drug maker Sun Pharmaceutical Industries is selling its two oral solid dosage manufacturing plants in the US to Frontida BioPharm Inc. Frontida has agreed to continue manufacturing certain products for Sun Pharma at these facilities on a contract basis for a predetermined period. It has also agreed to offer employment to all production, quality and administrative personnel at the sites.

TVS Auto Solutions acquires 3 start-ups for Rs.75-Cr

Automotive parts company TVS Automotive Solutions has invested nearly INR 75 crore to acquired majority stake in Delhi-based aftermarket website Jazzmyride.com (which offers autoparts, accessories) and analytics firm Hansa Equity (for big data analysis) and completely acquired Redsun Consulting (a Bengaluru-based internet of things start-up). The services of all the three would be integrated under one platform, both as an mobile app and on the web.