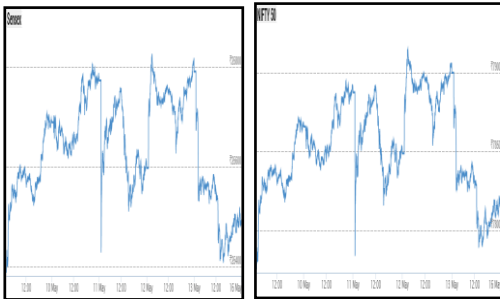


THE FINANCIAL EDGE

16th May, 2016



For the week ended May 13, 2016

Closing value as on 13-05-2016

Index	Value	% change
Sensex	25489.57	1.03
Nifty	7814.90	1.05
Nasdaq	4717.68	-0.39
Nikkei	16412.21	1.90
Straits Times	2734.91	0.15
Hang Seng	19719.29	-1.94
FTSE 100	6138.50	0.21
DAX	9952.90	0.84
Shanghai Composite	2827.11	-2.96

Closing value as on 13-05-2016

Commodity	Value	% change
Gold (Rs./10 grams)	30034.00	-1.13
Silver (Rs./KG)	40974.00	-1.81
Crude Oil (Barrel)	3097.00	4.03
Aluminium (Rs./KG)	102.95	-3.24
Copper (Rs./KG)	309.85	-3.22
Nickel (Rs./KG)	580.90	-3.89
Zinc (Rs./KG)	126.50	0.76
Natural Gas (Rs./MMbtu)	141.40	1.07

Market Briefing

Benchmark indices BSE Sensex and NSE Nifty gained over a percentage point on account of key legislations and policy initiatives taken by the government for the week ended May 13. However, Dalal Street witnessed some profit-booking on Friday due to disappointing macro-economic data. Overall, the Sensex advanced 261 points, or 1.03 %, to 25,489.57 on May 13. The 50-share index jumped 81.45 points, or 1.05% to 7,814.90. Among the Nifty 50 index, Zee Entertainment soared 11.39%, followed by Bosch (8.22%), Axis Bank (6.44%) and Asian Paints (6.21%). On the other hand, Eicher Motors, Tata Motors, DVR and BHEL slid 6.21%, 3.50% and 3.20%, respectively. Sectorwise, the BSE Bankex, BSE TECK and BSE Capital Goods index jumped 2.70%, 1.71% and 1.61%, respct., while the BSE Metal index and BSE Oil & Gas index remained top losers of the week by falling 2.21% and 0.72%. April CPI was a higher than expected 5.39%, on the back of a large jump in food prices, snapping a three-month downtrend whereas March India's industrial output rose by 0.1%, largely losing the momentum generated in February when it had risen by 2%, after a three-month fall. FII's remained net buyers in the domestic equity markets as they bought shares worth of Rs 595.71 crore in the past five trading session whereas rupee depreciated by 0.26% to 66.76 on May 13 from 66.58 on May 5.

Buzzing News for the week

Domestic

- ✓ April CPI rises to 5.39%; March IIP drops to 0.1%
- ✓ Car sales grow after 3 months in April; up 1.87%
- ✓ Equity MF inflows hit 5-month high of Rs 4,438 crore in April
- ✓ Gold ETFs continue to see outflow in April on profit booking
- ✓ India projected to grow at 7.3% in 2016; Chinese slowdown to continue: UN report
- ✓ India's GDP growth will be 8% in 2016-17: CII
- ✓ Manufacturing sector likely to slow down in Apr-Jun qtr: Ficci
- ✓ Mutual funds folio count rises 4 lakh to 4.8 cr
- ✓ Overseas investors sell Rs 178 cr worth shares in 2 weeks
- ✓ PE deals see marginal dip in Apr; Jan-Apr tally at \$4.84 bn
- ✓ Trade deficit narrows for fourth straight month in April

International

- ✓ China's production, investment, retail sales all disappoint in April
- ✓ Moody's downgrades Saudi Arabia on lower oil prices
- ✓ US April retail sales post largest gain in a year
- ✓ US had \$1.7 billion trade deficit with India in March
- ✓ US jobless claims hit more than 1-year high; import prices rise

Mutual Fund Debt Schemes

Liquid Funds	NAV	1 Week	AUM (Cr.)	Ultra Short Term Funds	NAV	1 Week	AUM (Cr.)
Kotak Floater-ST(G)	2507.14	7.77	7976	IDFC Ultra Short Term Fund-Reg(G)	21.44	9.43	3779
Indiabulls Liquid Fund(G)	1487.50	7.91	3210	Reliance Medium Term(G)	31.71	8.98	4720
Principal Cash Management Fund(G)	1485.52	7.95	1566	Tata Floater(G)	2300.63	8.62	3237
JM High Liquidity Fund(G)	41.74	7.82	4338	SBI Ultra Short Term Debt Fund(G)	1965.90	8.58	9399

"Bull markets are born on pessimism, grow on scepticism, mature on optimism and die of euphoria."

- John Templeton

Strategic Investments

T-Hub incubatee Life Circle raises \$150-K from Groupe SOS

Life Circle Health Services, a Hyderabad-based home nursing and professional care giving service provider, has raised \$150,000 from Groupe SOS, a European senior healthcare service provider. The fresh round of funds will help Life Circle to expand its services in Hyderabad and Delhi-NCR.

Mergers & Acquisitions

American & Efrid Global to raise holding in Vardhman Yarns and Threads to 89%

Listed company Vardhman Textiles Ltd is to sell around a 40% stake in its subsidiary Vardhman Yarns and Threads Ltd (VYTL) to the US-based American & Efrid Global LLC (A&E). Vardhman Textiles will sell 22.8 million equity shares held by the company in VYTL aggregating 40% of the issued capital. After the completion of the transaction, A&E will hold 89% of the equity stake in Vardhman Yarns, up from its 49% stake, which it had acquired in 2008. The deal values VYTL at INR 990 crore.

Crompton Greaves to offload T&D business to First Reserve for Euro 110 M

The company along with its subsidiaries CG International BV and CG International Holdings Singapore PTE Ltd has signed a share purchase agreement with Pauwels Spaco Ltd — an SPV of US Private Equity fund First Reserve for the acquisition of the company's power business in Europe, North America and Indonesia for an enterprise value of Euro 115 million. The sale by Crompton Greaves will help lower its debt and enable it to focus on its faster-growing Indian businesses. Its consolidated debt stood at INR 2,744 crore in FY15.

DriversKart acquires Driven

Chennai-based on-demand chauffeur provider Drivers-Kart has acquired Mumbai-headquartered startup Driven in an equity and cash deal. DriversKart, run by Get Driven Technologies, enables users to hire drivers on an hourly, weekly or monthly basis through its app.

Knowlarity acquires Smartwards

Cloud telephony company Knowlarity Communications has acquired Delhi-based customer engagement platform Smartwards and appointed the latter's founder Shantanu Mathur as its country head for India.

Law firms Thakore Jariwala & Associates and SAK & Associates merge into Dua

Dua Associates merged with Thakore Jariwala & Associates in Mumbai and SAK & Associates in Chandigarh, bringing three new equity partners into the Dua partnership. The firm also added three lawyers from the two cities as salaried partners, promoted five of its managers to partners in Delhi, Bangalore and Chennai, and re-absorbed one former lawyer as partner in Delhi thus making nine new salaried partners in all.

Moovo acquires fellow On-demand logistics platform GoGoods

Moovo, a Delhi-based on-demand logistics booking platform, has acquired a Patna based GoGoods, which offers similar services, in an all stock deal. Post acquisition, the five member team of GoGoods will join Moovo. Launched in December 2014 by Nishant Kumar and Anurag Satyarth, GoGoods aggregates trucks for intracity transport in Patna and Ranchi.

Nippon transfers automotive paints biz of Indian units to BNB

Nippon Paint Holdings Company Limited (NPHCL) has transferred (by way of a slump sale) the automotive paints business vertical (relating to 4 wheeler passenger cars and SUV, 3 wheelers and ancillaries) of Berger Paints India Limited (BPIL) to BNB Coatings India Private Limited (a joint venture between Nippon Paints Automotive Coatings Company Limited and BPIL that is engaged in the business of manufacture and sales of coatings for plastic substrates of automobiles). NPHCL has also transferred the 4 wheeler passenger car body paint business of Nippon Paint (India) Private Limited to BNB. Khaitan & Co acted as legal advisor to the NPHCL on the deal.

Parrys Sugar to merge with EID Parry

Publicly listed EID Parry India Ltd is to acquire its subsidiary Parrys Sugar Industries Limited. Two fully paid up equity shares of the face value of Rs. 1/- each of EID Parry are to be issued for every 13 equity shares of Rs.10/- each held by the equity shareholders of the target. For FY16, Parrys Sugar reported a Turnover of INR 300.18 crores as compared to INR 2347.68 crores of EID Parry. Their net worth stood at INR 15.44 crores and INR 1285.58 crores respectively. The share exchange ratio was based on a valuation report provided by SSPA & CO and Fairness opinion was provided by Axis Capital.

Quikr acquires beauty services startup and partner Salosa

Quikr has acquired Salosa, an on demand in-home beauty services provider and a partner to QuikrServices. Founded by ex- P&G professionals, Piyush Dhanuka and Anurag Nair, Salosa was launched in September 2015. It serves customers in Gurgaon and parts of Delhi.