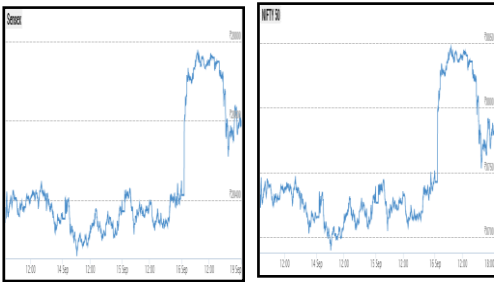


THE FINANCIAL EDGE

19th September, 2016



For the week ended September 16, 2016

Closing value as on 16-09-2016

Index	Value	% change
Sensex	28599.03	-0.69
Nifty	8779.85	-0.98
Nasdaq	5244.57	2.31
Nikkei	16519.29	-2.63
Straits Times	2827.45	-2.32
Hang Seng	23335.59	-3.17
FTSE 100	6710.28	-0.98
DAX	10276.17	-2.81
Shanghai Composite	3002.85	-2.47

Closing value as on 16-09-2016

Commodity	Value	% change
Gold (Rs./10 grams)	30900.00	-0.87
Silver (Rs./KG)	45864.00	0.67
Crude Oil (Barrel)	2989.00	-0.76
Aluminium (Rs./KG)	104.80	0.38
Copper (Rs./KG)	321.70	3.18
Nickel (Rs./KG)	661.60	-1.84
Zinc (Rs./KG)	148.40	-1.88
Natural Gas (Rs./MMbtu)	197.30	3.52

Market Briefing

The BSE Sensex and NSE Nifty ended the holiday truncated week on a disappointing note despite some recovery in the last three trading sessions. For the week ended September 16, the 30-share index shed 198.22 points or 0.69% at 28599. Nifty 50 index also dropped by 86.85 points, or 0.98% to 8779.85. Market sentiments dampened on worries that the US Fed could be considering an imminent interest rate hike and a nuclear test by North Korea. Weak monsoon report for the month of September also impacted equity markets. The last day of the week helped benchmark indices to wipe off some of the losses as markets got some boost after reports that PM Narendra Modi is targeting to roll out the ambitious GST on April 1 next year. Sectorwise, the BSE Metal index, BSE Realty index and BSE Power index lost 5.67%, 4.40% and 3.26%, respectively. The BSE IT index, BSE Teck index and BSE FMCG index gained 1.16%, 0.92% and 0.03%, respectively. FPIs stood net sellers in equity segment in the past four trading session with gross purchases of Rs 15,649.73 crore and gross sales of Rs 16,705.15 crore, leading to a net outflow of Rs 1,055.42 crore. However, they stood net buyers in the debt segment with gross purchases of Rs 5,032.65 crore against gross sales of Rs 4,982.31 crore, resulting in a net inflow of Rs 50.34 crore, according to the data available with corporate database Ace Equity.

Buzzing News for the week

Domestic

- ✓ August retail inflation eases to 5.05%; IIP shrinks 2.4% in July
- ✓ Domestic equity markets not cheap; FIIs poured Rs 60,338 crore since March
- ✓ Forex reserves hit fresh all-time high, cross \$371 billion
- ✓ FPIs pour in Rs 5,790 crore in capital markets in a fortnight
- ✓ Gold ETFs outflow reaches Rs 462 crore in Apr-Aug of FY'17
- ✓ India Inc's foreign investment fell 84% in Aug at \$399 mn
- ✓ M&A deal value grows three-fold in August: Grant Thornton report
- ✓ MF folio count rises 21 lakh to around 5 crore in August end
- ✓ Mutual fund equity folio adds 11 lakh accounts
- ✓ Mutual funds pump in Rs 11,600 cr in stock market
- ✓ Wholesale prices rise 3.74 % in August

International

- ✓ British inflation holds at 0.6% despite Brexit vote
- ✓ China's economy perks up in August, thanks to housing boom, government spending
- ✓ Japan exports seen falling in August on weak foreign demand, firm yen
- ✓ US budget deficit totals \$107.1 billion in August

Mutual Fund Debt Schemes

Liquid Plus Funds	NAV	1 Week	AUM (Cr.)	Floating Rate – Short Term	NAV	1 Week	AUM (Cr.)
ICICI PRU - FLEXIBLE INCOME PLAN REG (G)	298.38	6.65	20668	HDFC - FR INCOME FUND STP (G) (SUSP)	26.40	5.99	14736
IDFC - MONEY MANAGER FUND INVESTMENT PLAN REG (G)	24.51	5.94	1783	CAN ROBECO - SAVINGS PLUS REG (G)	24.51	6.29	1012
RELIANCE - MONEY MANAGER FUND (G)	2157.49	5.62	17024	SBI - SAVINGS FUND REG (G)	24.42	6.61	2748
DSP BLACKROCK - MONEY MANAGER FUND INS PLAN	2192.22	7.33	2440	BIRLA SL - FRF STP (G)(SUSP)	257.13	6.79	5260

"Forecasts may tell you a great deal about the forecaster; they tell you nothing about the future."

-Warren Buffet

Strategic Investments

Axis, RBL, Kotak Bank among banks picking a stake in National Payment Corp

The new aged banks such as Axis Bank, Kotak Mahindra Bank, Yes Bank, IndusInd Bank and RBL are among the dozens of new shareholders of NPCI, the issuer of Rupay Card that recent raised money through private placement of equity issue. National Payment Corporation of India raised Rs 119 which raised broaden the shareholders to 56 from 10 earlier. The shareholding of the original promoters reduced to 7% from 10% while the new shareholders were offered about 0.50% to 1% stake in the company.

ICICI Bank to pick up 10% stake in Resurgent Power

ICICI Bank said it will make 10 per cent investment in equity capital of Resurgent Power Ventures (RPV), a power platform created to facilitate investment in power projects in India by ICICI Group and Tata Group. Other investors in the platform are Caisse de depot et placement du Quebec (CDPQ) of Canada, Kuwait Investment Authority and State General Reserve Fund of Oman.

US-based Scadea acquires 10% in online eyewear portal LensPick for Rs.3.3 Cr

Ecommerce platform for eye wear, LensPick has reportedly raised a second round of funding from US-based Scadea Solutions Inc. With this round of funding, Scadea Solutions will acquire a 10% stake in LensPick at a valuation of \$5 Mn (INR 33 Cr), according to Venkart ECom Private Limited Managing Director, Dileep C Byra. Venkart Ecom Private Limited is the entity that owns LensPick.com. The funding will be used for inventory enhancement and technology up gradation, as part of the company's plans to increase its online presence.

Mergers & Acquisitions

Kaya to acquire 75% stake in UAE-based skincare firm Minal

Skincare firm Kaya Ltd said it has agreed to acquire a 75% stake in two dermatology centres based in Dubai and Sharjah to expand its presence in the United Arab Emirates. "This acquisition will strengthen the company's network of clinics in the UAE region and add a new set of customers to our existing base in the region," Kaya said in a statement to the stock exchanges. This takes its total network of clinics in the Middle East to 23, it added.

Motherson Sumi acquires auto ancillaries biz of Hungary's Abraham and Co for Rs.77-Cr

Auto component major Motherson Sumi Systems Ltd (MSSL) will be acquiring the automotive business unit of Abraham and Co Ltd in Hungary for about Rs 77 crore. The acquisition is being carried out by MSSL Manufacturing Hungary Kft, an arm of MSSL Gmbh, which again is a subsidiary of MSSL. "With this transaction, which is expected to be completed in October 2016, MSSL through its 100 per cent subsidiary. Would acquire the land, building, and machinery of Abraham and Co Ltd for a purchase price consideration of EUR 10.4 million," MSSL said.

ONGC Videsh to hike stake in Vankorneft to 26%; to pay \$930-M for addl 11%

ONGC Videsh Ltd signed an agreement to raise stake in Russia's Vanok oil field by 11% to 26% for about \$930 million. OVL, the overseas arm of state-owned Oil and Natural Gas Corp (ONGC), had last year bought 15% stake in the field for \$1.268 billion. It paid an additional \$930 million for another 11% stake. The firm and its wholly-owned subsidiary ONGC Videsh Vankorneft Pte Ltd, Singapore "jointly signed definitive agreements with Rosneft, the national oil company of Russia for acquiring additional 11% shares in JSC Vankorneft, a company organized under the law of Russian Federation which is the owner of Vankor Field and North Vankor license," the company said in a statement.

Poland's Summa Linguae picks up 25% in language services firm Mayflower

Mayflower Language Services Pvt. Ltd., India's leading language service provider has entered into a partnership with Summa Linguae (SUL), a Polish Language Service provider. The partnership sees the two LSPs take a minority stake of 25% in each other. While both the firms are already delivering growth independently, this partnership will bring dramatic acceleration. Following the transaction, Mayflower and SUL will start operating closely, coordinating their business strategies.

Suprajit Engineering acquires US-based power equipment cable maker Wescon Controls for \$44-M

Suprajit Engineering Ltd, one of the largest cable makers in the world, through its wholly-owned subsidiary Suprajit USA Inc, has acquired US-based Wescon Controls for an enterprise value of \$44.4 million. This transaction was funded by Suprajit's cash balances and debt in an equal ratio, the company said, in a press note.

Swiss firm MCH Group acquires 60% in India Art Fair

MCH Swiss Exhibitions (Basel) Ltd., a company of MCH Group Ltd., is acquiring 60.3% of the shares in Seventh Plane Pvt. Ltd in New Delhi, the organiser of India Art Fair. With the participation of MCH Group and the co-ownership with Angus Montgomery Ltd. (29.7%) and the Founding Director Neha Kirpal (10%), India Art Fair will have new ownership for its ninth edition taking place 2-5 February 2017.