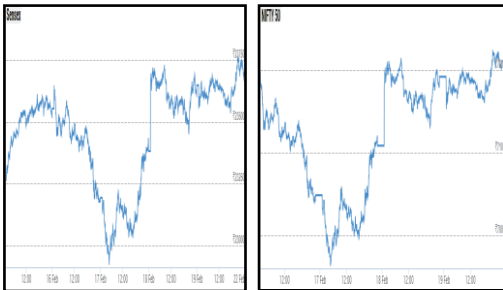


THE FINANCIAL EDGE

22nd February, 2016



For the week ended February 19, 2016

Closing value as on 19-02-2016

Index	Value	% change
Sensex	23709.15	3.15
Nifty	7210.75	3.29
Nasdaq	4504.43	3.85
Nikkei	15967.17	2.14
Straits Times	2656.87	3.36
Hang Seng	19285.50	3.10
FTSE 100	5950.23	4.25
DAX	9388.05	4.69
Shanghai Composite	2861.38	3.54

Closing value as on 19-02-2016

Commodity	Value	% change
Gold (Rs./10 grams)	29515.00	0.44
Silver (Rs./KG)	37517.00	-1.23
Crude Oil (Barrel)	2203.00	9.82
Aluminium (Rs./KG)	107.65	4.92
Copper (Rs./KG)	316.05	3.12
Nickel (Rs./KG)	592.20	10.88
Zinc (Rs./KG)	120.00	3.54
Natural Gas (Rs./MMbtu)	123.80	-7.54

Market Briefing

Low level buying and rise in crude oil prices helped benchmark indices BSE Sensex and NSE Nifty to register their biggest weekly gain in 2016 as they surged over 3% for the week ended Feb 19. The 30-share index Sensex rallied 723 points to 23,709.15 on Feb 19. Similarly, the 50-share index Nifty advanced 230 points to 7,210.75. Out of 50 components in the Nifty 50 pack, 43 ended the week in green with Bank of Baroda shares surging the most — 22.87% to Rs 139.70 on Feb 19 from 113.70 on Feb 12, followed by Adani Ports and SEZ (up 18.17%), Vedanta (up 17.55%), Tata Steel (up 16.44%), Hindalco Industries (up 13.14%). On the other hand, Bharat Heavy Electricals (BHEL), YES Bank and Housing Development Finance Corporation shares skid 2.63%, 2.33% and 2.22%, respectively, during the week under review. Except, the BSE Consumer Durables index (down 1.59%), rest all other sectoral indices on the Bombay Stock Exchange (BSE) closed in green. In the week gone by, Moody's Investors Service said, Indian economy will grow at 7.5% in 2016 and 2017 as it is relatively less exposed to external headwinds, like China slowdown, and will benefit from lower commodity prices. Foreign Institutional investors offloaded shares worth of Rs 2365 crore in the past four trading sessions till Feb 18. Rupee slid marginally 0.08% to 68.49 on Feb 18 from 68.44 on Feb 12.

Buzzing News for the week

Domestic

- ✓ Banks' loans rose 11.5% in two weeks to Feb 5: RBI
- ✓ Companies garner Rs 27,000-cr via NCDs so far in FY16
- ✓ Exports shrink 13.6% in January to \$21 bn; imports down 11% to \$28.7 billion
- ✓ FPIs take out Rs 4,600 cr in Feb on slump in crude prices
- ✓ Gold imports up 85% to nearly \$3 bn in January
- ✓ India's GDP to grow at 7.5% in 2016, 2017: Moody's
- ✓ M&A deal value slides to \$26.3 bn in 2015
- ✓ PE firms pump in \$1.12 billion in Jan: Thornton
- ✓ PF interest revised upwards to 8.8% from existing 8.75%
- ✓ Services exports flat at \$14 billion in December; imports at \$7.2 billion: RBI
- ✓ WPI remains in negative zone for the 15th straight month in January

International

- ✓ Bank of Japan says negative rates would apply for \$201 bn of reserves
- ✓ China central bank's net forex sales \$98.9 billion in January
- ✓ China January inflation data shows deflationary pressure persists
- ✓ China's central bank pumps in \$25 billion to boost liquidity
- ✓ Japan exports fall 12.9% in January

Mutual Fund Debt Schemes

Liquid Plus Funds – Inst	NAV	1 Week	AUM (Crs.)	Floating Rate – Short Term	NAV	1 Week	AUM (Crs.)
UTI - TREASURY ADV FUND (G)(SUSP)	3755.62	6.51	9752	BIRLA SL - FRF STP (G)(SUSP)	245.78	7.50	2291
BIRLA SL - CASH MGR INST (G)(SUSP)	251.46	6.67	6959	HDFC - FR INCOME FUND STP (G)(SUSP)	25.04	6.02	3132.43
RELIANCE - MONEY MANAGER FUND (G)	2048.68	7.28	11316	SBI - SAVINGS FUND REG (G)	23.21	7.17	1339
DSP BLACKROCK - MONEY MANAGER FUND INS PLAN (G)(SUSP)	2089.33	7.39	2020	CAN ROBECO - SAVINGS PLUS REG (G)	23.30	5.16	469

“Budget: a mathematical confirmation of your suspicions.”

-A.A. Latimer

Debt Financing

Adani Transmission raises Rs. 500-Cr via NCDs

Adani Transmission Ltd, a part of business conglomerate Adani Group, has raised INR 500 crore through issuance of non-convertible debentures on private placement basis. The issue consisted of 5,000 rated, listed, taxable, secured, redeemable, non-convertible debentures (NCDs) of face value of INR 10,00,000 each in three series on private placement basis. The NCDs will be listed on the Wholesale Debt Market segment of BSE.

Mergers & Acquisitions

Allcargo to buy CCI Integrated Logistics; CFS biz of Transindia

Publicly listed Allcargo Logistics is to acquire a controlling stake in CCI Integrated Logistic Pvt Ltd. Allcargo will transfer its freight forwarding and contract logistics businesses to CCI. It is also acquiring the Container Freight Station business of Transindia Logistic Park Pvt Ltd on a slump sales basis. The company is also looking to raise INR 300 crores and has simultaneously announced the resignation of Akhil Gupta, Nominee Director of PE investor Blackstone, from its board.

Amazon acquires Noida-based payment gateway firm Emvantage

Amazon is acquiring Noida-based online payment services firm Emvantage Payments. Emvantage offers several payment solutions, including a payment gateway, mobile payment solutions and pre-paid card solutions.

Home services provider Zimmer acquires hyperlocal marketplace Findyahan

Rejuvenate Solutions, which owns on-demand home services platform Zimmer, has acquired Gurgaon-based competitor Findyahan India Pvt. Ltd, a hyperlocal marketplace for services. The FindYahan team, including its two founders – Rachit Mathur and Snehil Khanor - will join Zimmer. The acquisition was through a mix of cash and equity.

Indonesian firm Go-Jek acquires 2 tech startups in India

Sequoia Capital-backed Indonesian firm Go-Jek has acquired two Indian startups: Bangalore-based software company C42 Engineering and Noida-based CodeIgnition. The founding members of both the startups will join Go-Jek's tech-leadership. The deal is aimed at helping Go-Jek set up an R&D centre in Bangalore. Founded in 2011, Go-Jek began as a bike-taxi service and, later on, diversified into food, courier and grocery delivery. Bangalore-based C42 Engineering is a Ruby and Rails focused technology consultancy that was founded by Niranjana Paranjape, Aakash Dharmadhikar and Sidu Ponnappa in 2010. Noida-based CodeIgnition helps new and emerging startups to build, deploy, automate & scale-up infrastructure and app solutions.

Minda Industries acquires stake in 2 JVs for Rs.30-Cr

Publicly listed Minda Industries of NK Minda Group has acquired stakes in Minda TG Rubber and Kosei Minda Aluminium for INR 17.85 Cr and INR 12.28 Cr respectively. In Minda TG, Minda Industries will acquire a 51% stake from Maa Rukmani Devi Auto Private Ltd. Minda TG is a 51:49 JV between Minda Group and Japan-based Toyota Gosei Group manufacturing fuel and brake hoses for automobiles. The company has a manufacturing facility at Bawal, Haryana. Minda Industries will also acquire stake in Kosei Minda from Nirmal K Minda who holds 30% stake. Kosei Minda is a 70:30 JV with Japan-based Kosei Group manufacturing alloy wheels for Honda, Renault, and Toyota Kirloskar Motors.

Pincon Spirit acquires S'pore-based Orbital Solutions

Publicly listed Pincon Spirit Ltd (PSL) has acquired Orbital Solutions Pte Ltd (OSPL), a Singapore incorporated company engaged in the business of merchant trading and agricultural commodities. The acquisition will help PSL to export its own brand of "Ultra Force XXX Jamaican Rum" to the South East Asian market. Simultaneously, PSL would import through it liquor and pulses for marketing in India.

Tata Chemicals sells off its 95% stake in Mozambique biofuel co for \$5.5 M

Tata Chemicals Ltd, through the company's wholly owned subsidiary, Bio Energy Venture - 1 (Mauritius) Pvt. Ltd, is to sell its 95% stake in Grown Energy Zambeze Holdings Pvt. Ltd, Mauritius for \$5.5 million. The buyer, Rademan Janse van Rensburg, who earlier held the remaining 5% will pay over a period of 5 years ending on December 31, 2020. GEZ Mauritius is the holding company of Grown Energy Zambeze Limitada, which owns the sellers' biofuel assets in Mozambique.

Uday Kotak to buy 50% in commercial assets of realtor DivyaSree for Rs. 1.6 K Cr

Kotak Mahindra Bank founder and chairman Uday Kotak's family office has inked an agreement to buy a 50% stake in the rent-yielding commercial assets of DivyaSree Developers, a large southern real estate asset owner, for about INR 1,600 crore. A member of the Kotak family is expected to join the board. Standard Chartered Bank is advising DivyaSree Developers on the transaction. Kotak will infuse capital into the company to grow its asset portfolio through acquisitions and greenfield expansion. Others in the race were Xander Group and another US-based investor before Kotak became the preferred partner.