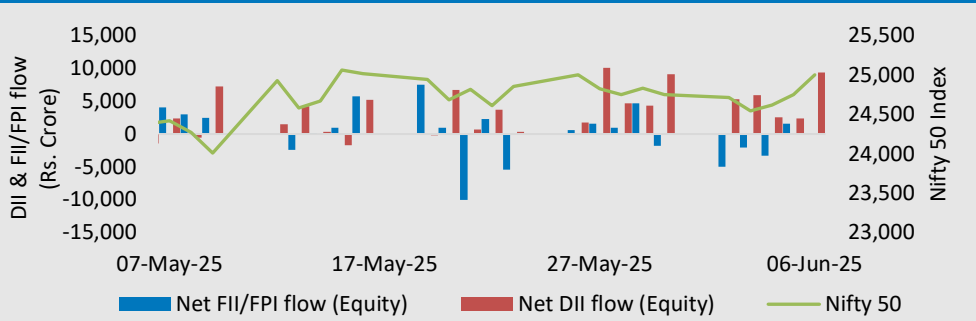


Macro Economic Release

Indicators	Actual	Consensus	Previous
India Manufacturing PMI (May 2025)	57.60	NA	58.20
India Services PMI (May 2025)	58.80	NA	58.70
India Composite PMI (May 2025)	59.30	NA	59.70
Gross GST Collections (May 2025)	2.01	NA	2.40

Source: Refinitiv

FII and DII Investment vs Nifty 50



Source: NSDL, SEBI & NSE

Indian Equity Market Performance

Broad Indices	06-Jun-25	% Change (WoW)	% Change (YoY)	% Change (YTD)
BSE Sensex	82,189	0.91	9.48	5.18
Nifty 50	25,003	1.02	9.56	5.74
BSE 100	26,239	1.15	8.68	4.70
Nifty 500	23,165	1.59	8.43	3.53
Nifty Mid cap 50	16,570	3.57	12.53	3.73
Nifty Small cap 100	18,582	3.91	10.44	-0.99

Sector Indices	06-Jun-25	% Change (WoW)	% Change (YoY)	% Change (YTD)
BSE AUTO	53,094	1.48	-3.86	2.77
BSE Bankex	63,556	0.64	13.18	10.07
BSE CD	58,400	0.78	4.45	-9.37
BSE CG	70,798	-0.41	4.29	4.45
BSE FMCG	20,475	0.82	-0.85	-1.43
BSE HC	43,222	1.45	21.03	-4.54
BSE IT	36,837	-0.15	6.05	-14.71
BSE METAL	31,268	1.65	-4.03	8.22
BSE Oil & Gas	27,080	0.18	-3.62	3.89
BSE Power	6,821	0.24	-9.28	-2.07
BSE PSU	19,902	1.19	-1.08	5.47
BSE Realty	8,069	9.65	-1.69	-2.00
BSE Teck	17,940	0.24	10.60	-7.89

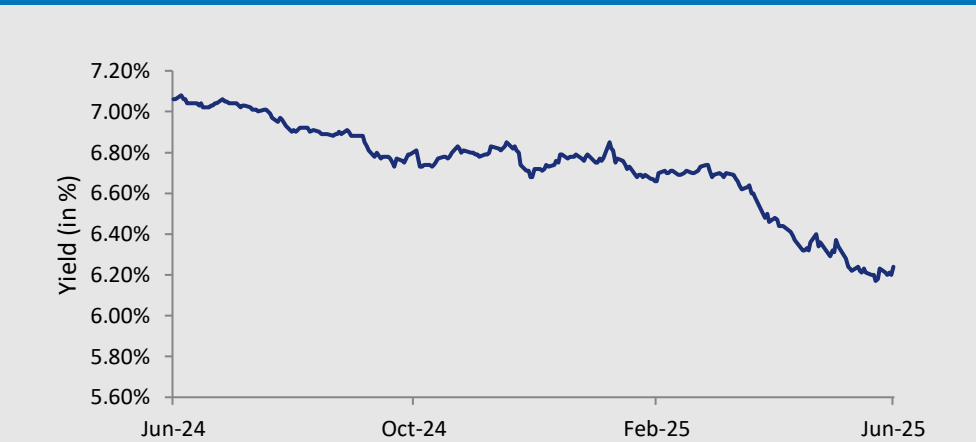
Source: BSE & NSE

Indian Debt Market Indicators

Broad Indices	06-Jun-25	Week Ago	Month Ago	6 Months Ago	Year Ago
Call Rate	5.42%	5.85%	5.84%	6.56%	6.51%
T-Repo	5.29%	5.83%	5.75%	6.52%	6.39%
Repo	5.50%	6.00%	6.00%	6.50%	6.50%
Reverse Repo	3.35%	3.35%	3.35%	3.35%	3.35%
3 Month CP	5.90%	6.18%	6.55%	7.15%	7.12%
1 Year CP	6.20%	6.50%	6.80%	7.55%	7.70%
3 Month CD	5.77%	6.28%	6.61%	7.14%	7.20%
1 Year CD	6.20%	6.55%	6.75%	7.46%	7.68%

Source: CCIL,Refinitiv \* As on May 30, 2025; \*\* As on May 23, 2025; @ As on May 02, 2025; @@ As on Dec 06, 2024; @@@ As on May 31, 2024

10 - Year benchmark G-Sec Movement



Source: Refinitiv

Macro Economic Update

- The Monetary Policy Committee (MPC) in its second bi-monthly monetary policy review of FY26 reduced key policy repo rate by 50 bps to 5.50% with immediate effect. Consequently, the standing deposit facility (SDF) rate under the liquidity adjustment facility (LAF) shall stand adjusted to 5.25% and the marginal standing facility (MSF) rate and the Bank Rate to 5.75%. The MPC also decided to change the stance from accommodative to neutral. The cash reserve ratio (CRR) will be reduced by 100 bps to 3.0% of Net Demand and Time Liabilities (NDTL) in four equal tranches of 25 bps each, w.e.f. the fortnights beginning Sep 6, Oct 4, Nov 1, and Nov 29, 2025.
- The total gross Goods and Services Tax (GST) revenue grew by 16.4% YoY and stood at Rs. 2.01 lakh crore in May 2025, compared to Rs. 1.73 lakh crore in May 2024.
- The Manufacturing Purchasing Managers' Index experienced a slight slowdown in May 2025, with the PMI falling to a three-month low of 57.6 compared to 58.2 in Apr 2025, due to rising inflation and geopolitical tensions.
- India’s Services Purchasing Managers’ Index (PMI) rose marginally to 58.8 in May 2025 from 58.7 in Apr 2025, supported by strong export demand and record hiring. However, the composite PMI fell to 59.3 in May 2025 from 59.7 in Apr 2025.

Domestic Equity Market Update

- Domestic equity markets rose after witnessing losses in the previous two weeks as key benchmark indices BSE Sensex and Nifty 50 rose 0.91% and 1.02%, respectively. The rally was broad-based as the mid-cap segment and the small-cap segment both closed the week in the green.
- Domestic equity markets began the week on a weaker note, weighed down by rising crude oil prices amid escalating geopolitical tensions between Ukraine and Russia. Sentiment was further dented by the U.S. rejection of India’s WTO notice regarding retaliatory tariffs on steep metal duties. In response, India is reportedly considering suspending trade concessions on American imports, which added to the pressure.
- However, the trend reversed mid-week, supported by a softer U.S. dollar as signs of an economic slowdown in the U.S. lifted sentiment across emerging markets, including India. Optimism was further fueled by expectations of a 25 basis points rate cut by the RBI, alongside a positive outlook on growth and inflation.
- Gains accelerated after the RBI surprised markets with a 50 basis points cut in the repo rate to 5.5%, a 100 basis point reduction in the Cash Reserve Ratio (CRR) to 3%, and a downward revision of its inflation forecast by 30 basis points to 3.7%. These measures signaled a strong push to boost liquidity, investment, and consumption, reaffirming the RBI’s commitment to supporting economic growth.
- On the BSE sectoral front, BSE Realty surged 9.65% as real estate stocks rallied following the RBI’s unexpected 50 basis point repo rate cut and a 100 basis point reduction in the Cash Reserve Ratio (CRR). The move is expected to stimulate demand in the affordable and mid-income housing segments while easing borrowing costs for developers, offering a timely boost amid global economic headwinds. BSE Metal rose 1.65% as metal stocks gained momentum following the RBI’s 50 basis point repo rate cut. Additionally, the metals and mining sector delivered a strong performance in Q4FY25, rebounding with improved margins and solid earnings despite ongoing global uncertainties and macroeconomic challenges.

Broad Indices	06-Jun-25	Week Ago	Month Ago	6 Months Ago	Year Ago
1 Year AAA Corporate Bond	6.80%	6.97%	7.08%	7.56%	7.91%
3 Year AAA Corporate Bond	6.92%	6.79%	7.05%	7.57%	7.70%
5 Year AAA Corporate Bond	6.99%	6.89%	7.05%	7.51%	7.60%
1 Year G-Sec	5.50%	5.68%	5.95%	6.65%	7.00%
3 Year G-Sec	5.65%	5.72%	6.02%	6.69%	7.04%
5 Year G-Sec	5.81%	5.86%	6.08%	6.68%	7.04%
10 Year G-Sec	6.24%	6.22%	6.35%	6.74%	7.02%
Forex Reserve (\$ in billion)	691.49*	692.72**	686.06@	654.86@@	651.51@@@

Domestic Debt Market Update

- Bond yields increased after the RBI surprised markets with a 50 basis point rate cut, which was initially seen as a positive move. However, the change in policy stance from accommodative to neutral raised concerns about the likelihood of further rate cuts, becoming the main factor behind the rise in yields.
- Yield on the 10-year benchmark paper (6.33% GS 2035) rose by 2 bps to close at 6.24% from the previous week’s close of 6.22%.
- Reserve Bank of India conducted an auction of government securities for twelve states, with a notified amount of Rs. 29,400 crore, out of which, Rs. 28,176.51 crore was accepted. The cut-off yields ranged from 6.13% to 6.94%, with the lowest yield observed for Chhattisgarh and the highest for Kerala, Rajasthan & Tamil Nadu.
- Reserve Bank of India conducted the auction of 91 days, 182 days and 364 days Treasury Bills for an aggregate amount of Rs. 19,000 crore for which the full amount was accepted, and the cut-off rate stood at Rs. 98.6280 (YTM: 5.5796%), Rs. 97.2836 (YTM: 5.5998%) and Rs. 94.7112 (YTM: 5.5995%), respectively.

