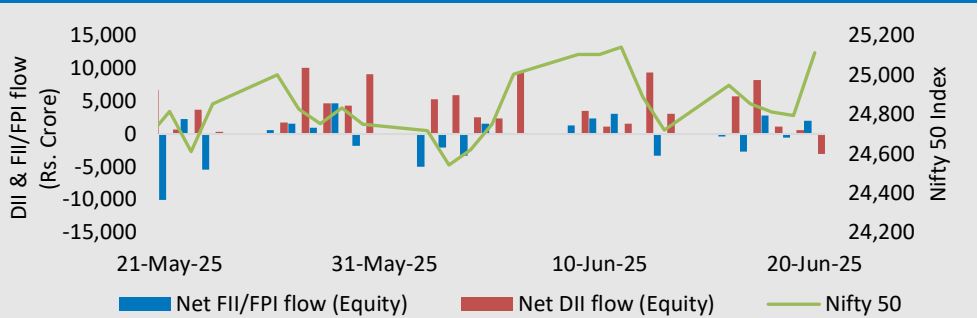


Macro Economic Release

Indicators	Actual	Consensus	Previous
Infastructre Growth %YoY (May 2025)	0.7	NA	1.0
Imports (\$ billion) (May 2025)	60.61	NA	64.91
Exports (\$ billion) (May 2025)	38.73	NA	38.49
Trade Deficit (\$ billion) (May 2025)	21.88	NA	26.42

Source: Refinitiv

FII and DII Investment vs Nifty 50



Source: NSDL, SEBI & NSE

Indian Equity Market Performance

Broad Indices	20-Jun-25	% Change (WoW)	% Change (YoY)	% Change (YTD)
BSE Sensex	82,408	1.59	6.36	5.46
Nifty 50	25,112	1.59	6.56	6.21
BSE 100	26,245	1.17	4.89	4.72
Nifty 500	23,041	0.59	3.30	2.98
Nifty Mid cap 50	16,357	-0.21	4.74	2.40
Nifty Small cap 100	18,194	-0.98	-0.40	-3.06

Sector Indices	20-Jun-25	% Change (WoW)	% Change (YoY)	% Change (YTD)
BSE AUTO	52,934	1.17	-7.37	2.46
BSE Bankex	63,412	1.35	7.80	9.82
BSE CD	57,642	0.93	-1.70	-10.54
BSE CG	70,243	0.68	-3.08	3.64
BSE FMCG	20,023	-0.21	-2.55	-3.60
BSE HC	43,082	-2.08	17.03	-4.85
BSE IT	38,171	0.88	6.31	-11.62
BSE METAL	30,402	-1.12	-9.87	5.22
BSE Oil & Gas	27,054	-0.40	-7.47	3.80
BSE Power	6,712	-0.19	-14.03	-3.64
BSE PSU	19,492	-0.33	-8.16	3.30
BSE Realty	7,872	0.65	-11.66	-4.40
BSE Teck	18,571	2.07	11.93	-4.66

Source: BSE & NSE

Macro Economic Update

- India’s wholesale price index (WPI)-based inflation eased to 0.39% YoY in May 2025, down from 0.85% in Apr 2025. The decline was largely driven by falling prices of key kitchen staples such as vegetables, onions, and pulses.
- India’s merchandise trade deficit narrowed annually to \$21.88 billion in May 2025 compared to \$22.09 billion in May 2024. Exports fell by 2.17% YoY to \$38.73 billion in May 2025, and imports decreased 1.73% YoY to \$60.61 billion during the same period.
- According to the Ministry of Commerce & Industry, the combined Index of Eight Core Industries rose by 0.7% YoY in May 2025, compared to a 6.9% increase in May 2024. Among the eight sectors, cement and steel recorded the highest growth at 9.2% and 6.7%, respectively. In contrast, fertilizers and electricity saw the steepest declines, falling by 5.9% and 5.8%, respectively.
- According to the latest Periodic Labour Force Survey by the Ministry of Statistics and Programme Implementation, India’s unemployment rate rose to 5.6% in May 2025 from 5.1% in Apr 2025. The increase was observed across both rural and urban areas, with youth unemployment showing a notable spike. In rural regions, the jobless rate among individuals aged 15–29 climbed to 13.7% from 12.3%, while in urban areas, it rose to 17.9% from 17.2%.

Domestic Equity Market Update

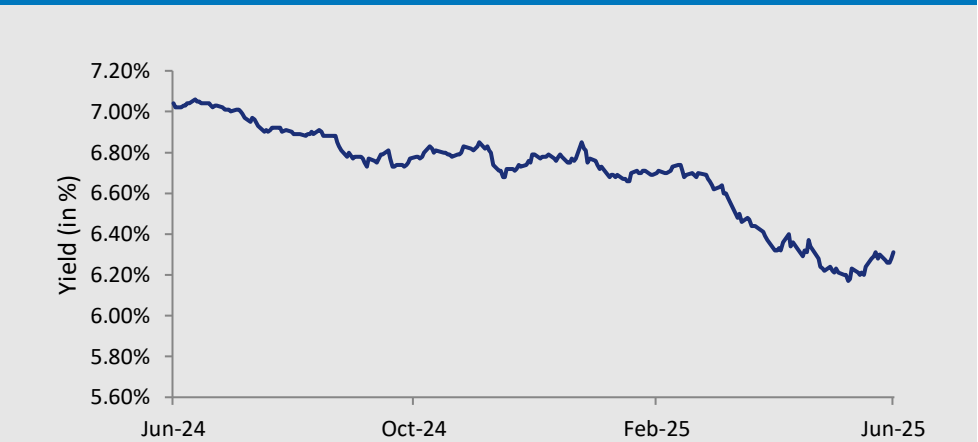
- Domestic equity markets rose after posting losses in the previous week as key benchmark indices BSE Sensex and Nifty 50 rose 1.59% each. However, the mid-cap segment and the small-cap segment both closed the week in the red.
- Domestic equity markets rose buoyed by signs of easing tensions in the Iran-Israel conflict. Optimism grew after the U.S. President signalled a two-week window before any direct intervention, raising hopes for diplomatic negotiations. The rally was further supported by a drop in crude oil prices from recent highs, following the U.S. President’s remarks about potential talks to de-escalate the situation in the Middle East. Additionally, continued buying by foreign institutional investors over the past four sessions added to the market’s upward momentum.
- However, a cautious undertone prevailed among investors in response to hawkish commentary from the U.S. Federal Reserve and rising tensions in the Middle East. On Jun 18, 2025, the U.S. Federal Reserve kept its policy rate unchanged at 4.25%–4.50%, reiterating concerns over higher inflation and slower economic growth in the months ahead. It also warned of risks stemming from the trade war triggered by the U.S. President’s tariff policies, further dampening investor confidence.
- On the BSE sectoral front, BSE Auto rose 1.17% following reports that India is exploring Australia as an alternative source for rare-earth magnets to reduce reliance on China, which dominates global supply and has imposed export restrictions. In response, India is diversifying supply chains through diplomatic efforts, boosting domestic production via Indian Rare Earths Ltd., and encouraging private sector innovation. BSE Healthcare fell 2.08% after the U.S. President proposed tariffs on imported medicines, posing a major challenge for Indian drugmakers. With \$12.72 billion in exports to the U.S. in 2024, experts warn the move could raise costs and hurt competitiveness, despite India’s key role in the American healthcare system.

Indian Debt Market Indicators

Broad Indices	20-Jun-25	Week Ago	Month Ago	6 Months Ago	Year Ago
Call Rate	5.28%	5.31%	5.79%	6.78%	6.64%
T-Repo	5.23%	5.16%	5.66%	6.71%	6.53%
Repo	5.50%	5.50%	6.00%	6.50%	6.50%
Reverse Repo	3.35%	3.35%	3.35%	3.35%	3.35%
3 Month CP	5.90%	5.92%	6.38%	7.27%	7.16%
1 Year CP	6.35%	6.42%	6.60%	7.65%	7.69%
3 Month CD	5.88%	5.87%	6.46%	7.24%	7.08%
1 Year CD	6.22%	6.27%	6.64%	7.58%	7.64%

Source: CCIL,Refinitiv \* As on Jun 13, 2025; \*\* As on Jun 06, 2025; @ As on May 16, 2025; @@ As on Dec 20, 2024; @@@ As on Jun 14, 2024

10 - Year benchmark G-Sec Movement



Source: Refinitiv

Domestic Debt Market Update

- Bond yields climbed as investor sentiment weakened amid a sharp rise in crude oil prices, fuelled by escalating geopolitical tensions stemming from the ongoing conflict between Israel and Iran. Persistent uncertainty regarding potential U.S. involvement in the conflict kept market participants on edge. However, losses were limited following dovish comments from the RBI governor in a recent interview, which helped ease concerns over the future trajectory of interest rates.
- Yield on the 10-year benchmark paper (6.33% GS 2035) rose by 1 bps to close at 6.31% from the previous week’s close of 6.30%.
- Data from Reserve Bank of India showed that reserve money grew 4.8% on a yearly basis for the week ended Jun 13, 2025, compared to an increase of 8.1% in the same period of the previous year. The currency in circulation grew 7.3% on a yearly basis for the week ended Jun 13, 2025 compared to an increase of 5.9% in the same period of the previous year.

