Weekly Market Update

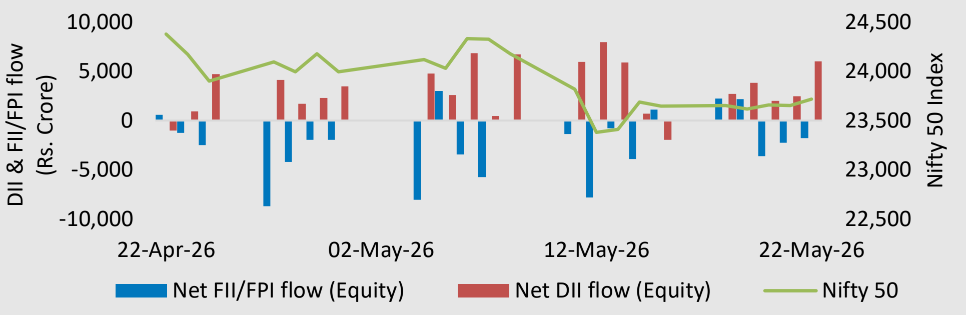
22 May, 2026

Macro Economic Release

Indicators	Actual	Consensus	Previous
Imports ($ billion) (Apr 2026)	71.94	NA	59.59
Exports ($ billion) (Apr 2026)	43.56	NA	38.92
Trade Deficit ($ billion) (Apr 2026)	28.38	NA	20.67
Fiscal Deficit % of BE (Feb 2026)	80.38	NA	62.97

Source: Refinitiv

FII and DII Investment vs Nifty 50



Source: NSDL, SEBI & NSE

Macro Economic Update

- According to the Ministry of Commerce & Industry, the combined Index of Eight Core Industries rose 1.7% YoY in Apr 2026, following a 1.2% rise in Mar 2026. Cement posted the strongest growth at 9.4%, followed by steel at 6.2%, while coal and fertilizer output declined by 8.7% and 8.6%, respectively.
- According to the RBI data, net FDI into India rose sharply to $7.65 billion in FY26 from $959 million a year ago, supported by higher gross inflows and increased reinvested earnings, though elevated repatriation and outward investment capped the overall rise.
- According to the Solvent Extractors' Association of India, India's edible oil imports rose 3% to 166.51 lakh tonnes in FY26 from 161.82 lakh tonnes a year ago, mainly driven by a sharp surge in duty-free imports from Nepal, whose exports more than doubled to 7.36 lakh tonnes, highlighting continued reliance on overseas supplies.
- According to the RBI report, credit card transactions in India rose over 2.6 times between 2021 and 2025, with volumes increasing from 216 crore to 570 crore and transaction value rising from Rs. 8.9 lakh crore to Rs. 23.2 lakh crore, reflecting an annual growth of about 27%, while debit card usage declined sharply from 408.7 crore to 133.6 crore in volume and from Rs. 7.4 lakh crore to Rs. 4.5 lakh crore in value, indicating a shift towards credit cards and digital payments.

Indian Equity Market Performance

Broad Indices	22-May-26	% Change (WoW)	% Change (YoY)	% Change (YTD)
BSE Sensex	75,415	0.24	-6.84	-11.51
Nifty 50	23,719	0.32	-3.62	-9.22
BSE 100	25,158	0.42	-2.47	-8.00
Nifty 500	22,651	0.53	0.25	-5.11
Nifty Mid cap 50	17,478	1.19	10.91	1.30
Nifty Small cap 100	17,956	0.41	2.59	1.37

Sector Indices	22-May-26	% Change (WoW)	% Change (YoY)	% Change (YTD)
BSE AUTO	57,290	-0.23	8.80	-8.42
BSE Bankex	60,904	0.69	-2.32	-8.77
BSE CD	57,858	-0.52	-0.28	-3.58
BSE CG	78,317	1.94	13.58	16.70
BSE FMCG	18,551	-1.46	-8.87	-8.82
BSE HC	47,268	0.16	11.17	7.91
BSE IT	28,065	4.08	-23.35	-23.60
BSE METAL	43,350	-0.08	40.08	17.76
BSE Oil & Gas	27,124	1.08	0.59	-5.52
BSE Power	8,082	1.42	19.93	24.27
BSE PSU	20,973	-0.96	8.20	1.97
BSE Realty	6,045	2.30	-16.51	-11.20
BSE Teck	14,977	2.25	-15.60	-19.09

Source: BSE & NSE

Domestic Equity Market Update

- Domestic equity markets rebounded after declining in the previous week, with the benchmark indices BSE Sensex and Nifty 50 rising by 0.24% and 0.32%, respectively.
- Domestic equity markets advanced, supported by constructive global cues amid expectations of easing tensions in the Middle East. The upward momentum was further bolstered by a decline in crude oil prices following signs of progress in U.S.–Iran talks.
- However, gains were limited by signals of potential domestic monetary policy tightening and a weakening growth outlook, which continued to weigh on overall macroeconomic sentiment.
- On the BSE sectoral front, BSE IT climbed 4.08% primarily due to the weakness in the Indian rupee, which improved investor sentiment toward export-oriented companies as a large share of their revenues is dollar-denominated, thereby boosting earnings prospects. Additionally, the sector witnessed strong defensive buying amid broader market uncertainty, with investors preferring IT stocks for their relatively stable export earnings visibility. These factors, along with currency tailwinds and a rebound after prolonged selling pressure, supported broad-based gains across IT stocks.
- BSE FMCG fell 1.46% due to concerns over slowing consumption and a weakening growth outlook. Rising crude oil prices and geopolitical tensions increased input cost pressures, prompting price hikes that risked dampening demand. Additionally, fears of a below-normal monsoon and rising food inflation weighed on rural consumption, while overall muted volume growth further weakened investor sentiment.

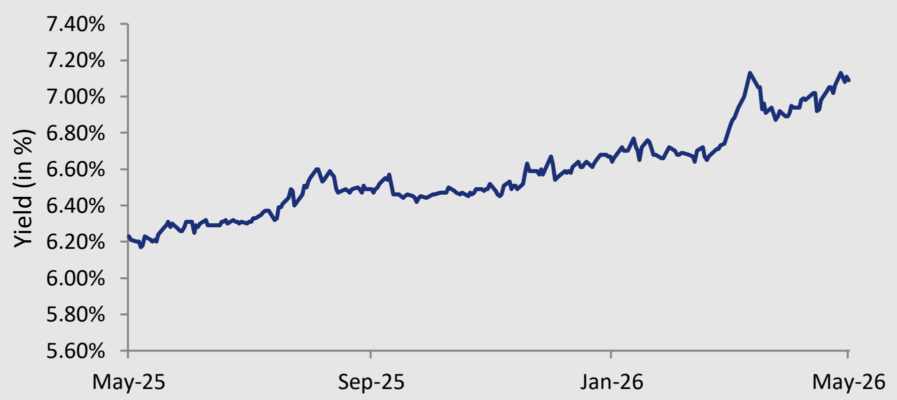
Indian Debt Market Indicators

Broad Indices	22-May-26	Week Ago	Month Ago	6 Months Ago	Year Ago
Call Rate	5.37%	5.24%	5.34%	5.52%	5.85%
T-Repo	5.26%	5.07%	5.14%	5.35%	5.79%
Repo	5.25%	5.25%	5.25%	5.50%	6.00%
Reverse Repo	3.35%	3.35%	3.35%	3.35%	3.35%
3 Month CP	7.45%	7.03%	6.25%	6.00%	6.22%
1 Year CP	7.99%	7.62%	7.22%	6.44%	6.58%
3 Month CD	7.45%	6.89%	6.17%	5.98%	6.22%
1 Year CD	7.96%	7.45%	6.98%	6.39%	6.61%

Broad Indices	22-May-26	Week Ago	Month Ago	6 Months Ago	Year Ago
1 Year AAA Corporate Bond	7.82%	7.63%	7.34%	6.93%	7.00%
3 Year AAA Corporate Bond	7.75%	7.57%	7.22%	6.86%	6.87%
5 Year AAA Corporate Bond	7.64%	7.57%	7.35%	7.01%	6.92%
1 Year G-Sec	6.16%	6.05%	NA	5.60%	5.71%
3 Year G-Sec	6.80%	6.52%	6.28%	5.83%	5.78%
5 Year G-Sec	6.94%	6.87%	6.61%	6.24%	5.88%
10 Year G-Sec	7.09%	7.06%	6.92%	6.57%	6.22%
Forex Reserve ($ in billion)	688.89*	696.99**	703.31@	688.10@@	685.73@@@

*Source: CCIL,Refinitiv * As on May 15, 2026; ** As on May 08, 2026; @ As on Apr 17, 2026; @@ As on Nov 21, 2025; @@@ As on May 16, 2025*

10 - Year benchmark G-Sec Movement



Source: Refinitiv

Domestic Debt Market Update

- Bond yields rose as markets priced in the likelihood of rising interest rates and assessed the economic implications of a prolonged U.S.–Iran conflict. The upward trend intensified following a media report suggesting that the RBI may consider rate hikes to support the rupee, further strengthening expectations of tighter monetary policy. Yields rose further after a lower-than-anticipated surplus transfer from the RBI to the government reignited concerns over fiscal pressures.
- Yield on the 10-year benchmark paper (6.48% GS 2035) rose by 3 bps to close at 7.09% from the previous week's close of 7.06%.
- Reserve Bank of India conducted the auction of three government securities namely 6.03% GS 2029, 6.68% GS 2033 and 7.24% GS 2055 for a notified amount of Rs. 32,000 crore, for which full amount was accepted. The cut-off price/implicit yield at cut-off for 6.03% GS 2029, 6.68% GS 2033 and 7.24% GS 2055 stood at Rs. 98.30/6.7310%, Rs. 97.94/7.0701% and Rs. 94.82/7.6860%.

Weekly Market Update

22 May, 2026

Global Commodity Update

Commodities	22-May-26	% Change (WoW)	% Change (YoY)	% Change (YTD)
NYMEX Crude Oil ($/barrel)	96.90	-7.71	59.40	68.84
Brent Crude Oil ($/barrel)	104.04	-4.74	62.54	70.84
Gold ($/ounce)	4,508.73	-0.65	36.87	4.51
Silver ($/ounce)	75.49	-0.61	128.22	5.94

Source: Refinitiv

Currencies Update

Currency	22-May-26	Week Ago	Month ago	6 Months Ago	Year Ago
U.S. Dollar	95.69	95.96	93.79	89.61	85.97
GBP	128.48	127.82	126.63	117.34	115.33
Euro	111.02	111.53	109.76	103.15	96.97
100 Yen	60.10	60.43	58.81	57.30	59.69

Source: Refinitiv

Global Equity Market Performance

Country/ Region	Indices	22-May-26	% Change (WoW)	% Change (YoY)	% Change (YTD)
U.S.	Russell 1000	4,059	1.03	26.92	8.74
U.K.	FTSE	10,466	2.66	19.76	5.39
France	CAC 40	8,116	2.05	3.20	-0.41
Germany	DAX	24,889	3.92	3.71	1.63
Japan	Nikkei 225	63,339	3.14	71.25	25.82
China	Shanghai Composite	4,113	-0.54	21.68	3.63
Hong Kong	Hang Seng	25,606	-1.37	8.76	-0.10
Singapore	Straits Times	5,068	1.58	30.62	9.08
Brazil	Sao Paulo Se Bovespa	176,210	-0.61	28.36	9.36

Source: Refinitiv

Global Bond Yield Update

Indicators	22-May-26	Week ago	Month ago	6 Months Ago	Year ago
U.S. 10 Year Bond yield (%)	4.57	4.60	4.29	4.06	4.55
U.K. 10 Year Bond yield (%)	4.91	5.18	4.91	4.55	4.76
German 10 Year Bond yield (%)	3.04	3.17	3.01	2.69	2.64
Japan 10 Year Bond yield (%)	2.76	2.70	2.41	1.78	1.57

Source: Refinitiv

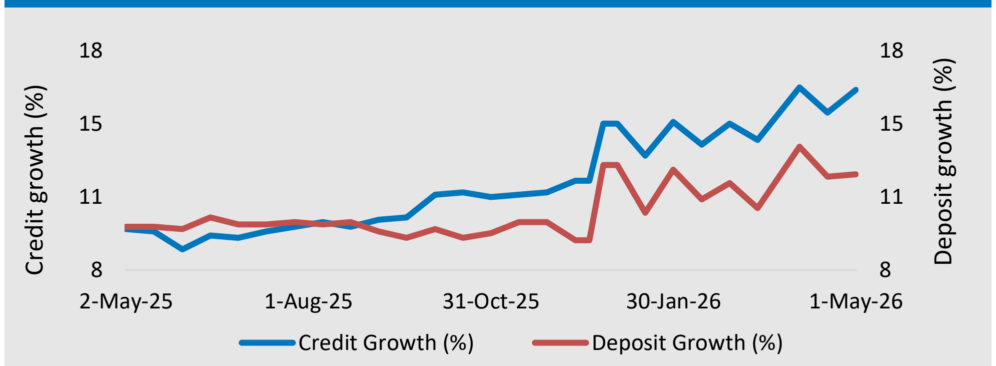
Global Economic Calendar

Economic Events	Release date	Actual	Consensus	Previous
U.K. ILO Unemployment Rate Mar 2026	19-May	5.00%	4.90%	4.90%
U.K. CPI YY Apr 2026	20-May	2.80%	3.00%	3.30%
Euro Zone HICP Final YY Apr 2026	20-May	3.00%	3.00%	3.00%
China Loan Prime Rate 1Y May 2026	20-May	3.00%	NA	3.00%

Source: Refinitiv

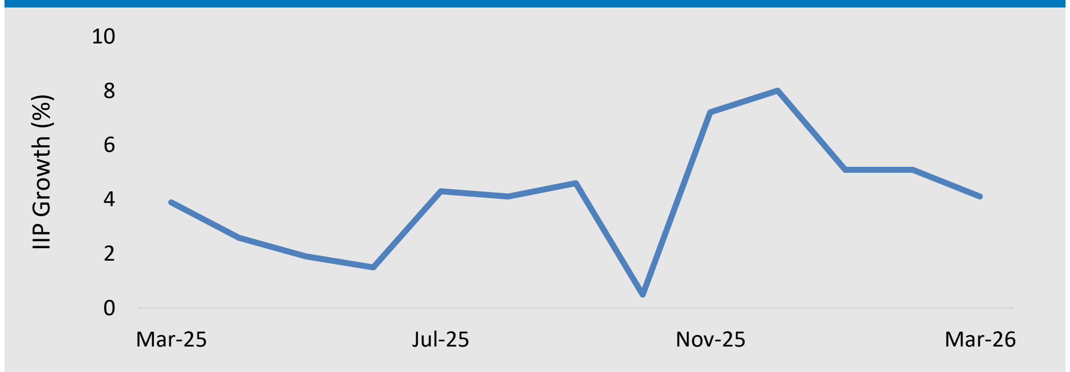
Macro Economic Performance of India

Credit growth vs Deposit growth



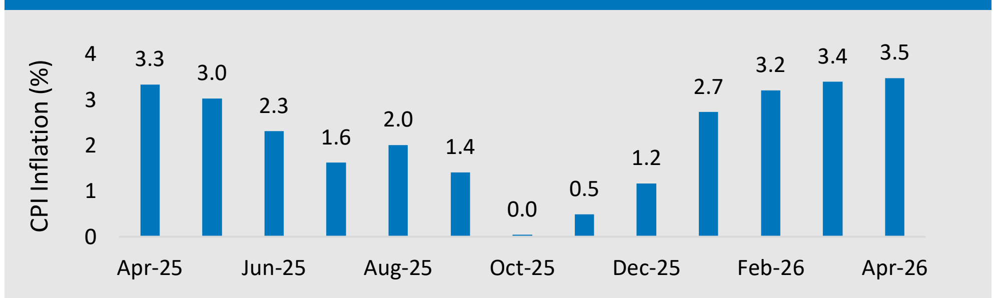
Source: Refinitiv

IIP Growth (%)



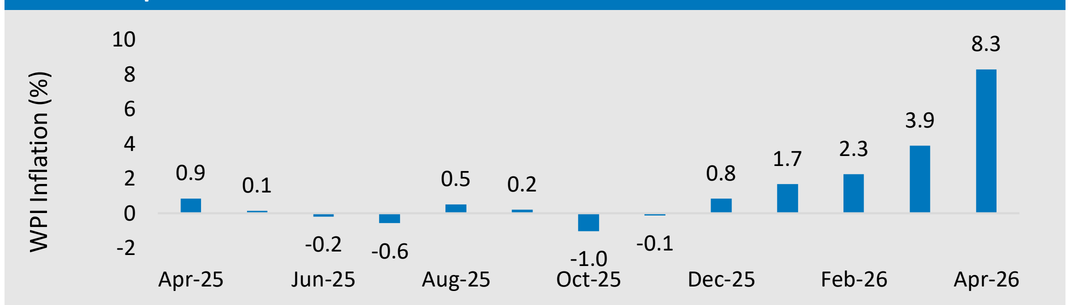
Source: Refinitiv

Retail inflation movement



Source: Refinitiv

Wholesale price inflation movement



Source: Refinitiv

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