Weekly Market Update

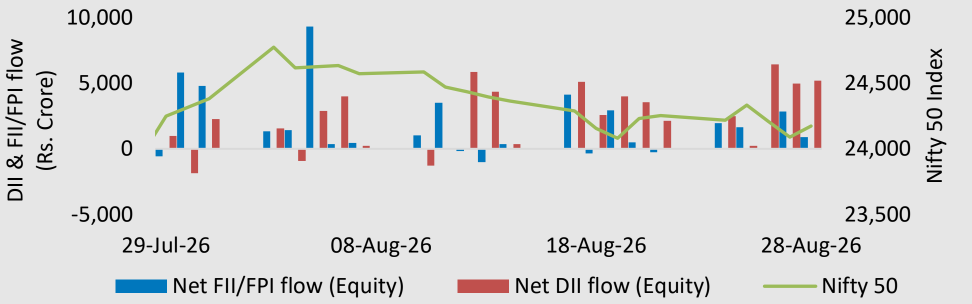
28 August, 2026

Macro Economic Release

Indicators	Actual	Consensus	Previous
Imports ($ billion) (Jul 2026)	76.22	NA	70.84
Exports ($ billion) (Jul 2026)	44.24	NA	40.41
Trade Deficit ($ billion) (Jul 2026)	31.98	NA	30.43
Fiscal Deficit % of BE (Jun 2026)	18.15	NA	9.57

Source: Refinitiv

FII and DII Investment vs Nifty 50



Source: NSDL, SEBI & NSE

Macro Economic Update

- The Index of Industrial Production (IIP) grew 6.7% YoY in Jul 2026, moderating from the upwardly revised 8.8% YoY growth in Jun 2026. Manufacturing output expanded 7.3% YoY, slower than the revised 9.5% growth recorded in Jun 2026, while the mining and quarrying sector contracted 0.9% YoY.
- The government has achieved 78% of its FY27 disinvestment and asset monetisation target of Rs. 80,000 crore within the first five months of the fiscal year, raising Rs. 62,124 crore till Aug 2026.
- According to the Ministry of Statistics and Programme Implementation, ongoing infrastructure projects costing over Rs. 150 crore have recorded cumulative cost overruns of around Rs. 3.4 lakh crore.
- According to the RBI's latest bulletin, the Indian economy has shown notable resilience amid global headwinds, supported by strong domestic demand and rising manufacturing and services activity.
- Prime Minister of India reviewed six infrastructure projects worth over Rs. 30,000 crore across nine states under the PRAGATI platform, emphasizing timely execution, quality standards, and integrated project monitoring.

Indian Equity Market Performance

Broad Indices	28-Aug-26	% Change (WoW)	% Change (YoY)	% Change (YTD)
BSE Sensex	77,265	-0.36	-3.52	-9.34
Nifty 50	24,176	-0.31	-1.33	-7.48
BSE 100	25,900	-0.36	1.02	-5.28
Nifty 500	23,529	-0.01	4.38	-1.44
Nifty Mid cap 50	18,406	0.47	16.36	6.68
Nifty Small cap 100	20,080	0.51	16.11	13.36

Sector Indices	28-Aug-26	% Change (WoW)	% Change (YoY)	% Change (YTD)
BSE AUTO	63,737	-0.81	12.94	1.89
BSE Bankex	64,963	-0.62	8.07	-2.69
BSE CD	65,067	-0.32	7.67	8.44
BSE CG	79,515	0.37	21.82	18.48
BSE FMCG	17,762	-1.22	-13.05	-12.70
BSE HC	51,595	2.08	18.08	17.79
BSE IT	29,979	2.20	-13.77	-18.39
BSE METAL	42,969	2.81	40.59	16.73
BSE Oil & Gas	25,978	-0.43	0.93	-9.51
BSE Power	7,513	-0.38	17.60	15.52
BSE PSU	20,651	-0.38	12.44	0.41
BSE Realty	7,078	-0.43	3.24	3.98
BSE Teck	15,607	0.63	-8.80	-15.68

Source: BSE & NSE

Domestic Equity Market Update

- Domestic equity markets fell for the third consecutive week, with the benchmark indices, BSE Sensex and Nifty 50, declining by 0.36% and 0.31%, respectively.
- Domestic equity markets declined despite easing crude oil prices, as investor sentiment remained cautious amid ongoing geopolitical tensions in West Asia. Concerns persisted after Iran stated that the Strait of Hormuz would remain closed until the U.S. lifts its naval blockade and the conflict is permanently resolved. Losses deepened as firmer-than-expected U.S. Personal Consumption Expenditures (PCE) Price Index data for Jul 2026, which increased by 3.7% YoY, kept expectations of a potential Federal Reserve rate hike alive. Market focus has now shifted to the Federal Reserve Chair's remarks at the Jackson Hole Symposium, which investors will closely monitor for further insights into the future trajectory of U.S. interest rates.
- On the BSE sectoral front, BSE FMCG fell 1.22% during the week after concerns emerged over a sharp rise in sugar prices, which is expected to squeeze profit margins for packaged food, beverage and confectionery companies. Wholesale sugar prices have surged nearly 40% in the past two months due to lower-than-expected sugar production, adverse weather conditions and tighter inventories ahead of the festive season. Analysts warned that higher sugar, packaging and other input costs could lead to margin compression for major FMCG players.
- BSE Metal rose 2.81%, driven by a sharp rebound in domestic steel prices and continued support from trade protection measures. Steel prices recovered from recent lows due to supply tightening caused by maintenance shutdowns and firm input costs. Strong demand from infrastructure projects, healthy retail offtake and robust automobile sector demand also supported sentiment. Additionally, Indian steel remained competitively priced compared with Chinese imports, benefiting from the government's 12% safeguard duty on certain steel imports.

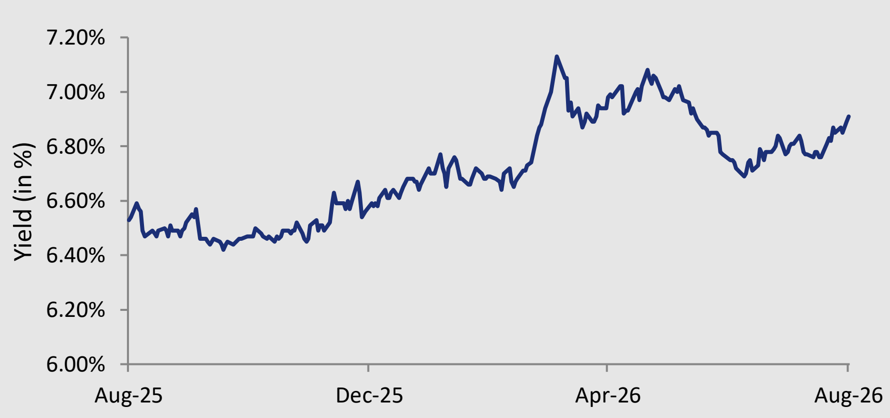
Indian Debt Market Indicators

Broad Indices	28-Aug-26	Week Ago	Month Ago	6 Months Ago	Year Ago
Call Rate	5.22%	5.19%	5.31%	5.11%	5.46%
T-Repo	5.04%	5.07%	5.30%	4.93%	5.36%
Repo	5.25%	5.25%	5.25%	5.25%	5.50%
Reverse Repo	3.35%	3.35%	3.35%	3.35%	3.35%
3 Month CP	6.45%	6.62%	6.85%	7.07%	5.84%
1 Year CP	7.37%	7.33%	7.25%	6.88%	6.42%
3 Month CD	6.42%	6.56%	6.84%	7.03%	5.89%
1 Year CD	7.13%	7.38%	7.02%	6.91%	6.44%

Broad Indices	28-Aug-26	Week Ago	Month Ago	6 Months Ago	Year Ago
1 Year AAA Corporate Bond	7.62%	7.60%	7.47%	7.08%	6.90%
3 Year AAA Corporate Bond	7.36%	7.36%	7.37%	7.02%	6.89%
5 Year AAA Corporate Bond	7.39%	7.37%	7.30%	7.10%	7.03%
1 Year G-Sec	5.82%	5.80%	5.74%	5.56%	5.66%
3 Year G-Sec[1]	6.30%	6.28%	6.26%	5.98%	6.08%
5 Year G-Sec	6.54%	6.49%	6.42%	6.39%	6.38%
10 Year G-Sec	6.91%	6.85%	6.78%	6.66%	6.54%
Forex Reserve ($ in billion)	729.33*	716.91**	682.35@	728.49@@	690.72@@@

*Source: CCIL,Refinitiv * As on Aug 21, 2026; ** As on Aug 14, 2026; @ As on Jul 24, 2026; @@ As on Feb 27, 2026; @@@ As on Aug 22, 2025*

10 - Year benchmark G-Sec Movement



Source: Refinitiv

Domestic Debt Market Update

- Bond yields rose on market expectations that the RBI may maintain a tight liquidity stance in the coming weeks, while stronger-than-expected U.S. PCE inflation data for Jul 2026, which increased by 3.7% YoY, reinforced expectations of a Federal Reserve rate hike. Market participants also awaited the new U.S. Federal Reserve Chair's maiden address at the Jackson Hole Symposium for signals on the future path of U.S. monetary policy, which could influence interest rate expectations globally, including in India.
- Yield on the 10-year benchmark paper (6.94% GS 2036) rose by 6 bps to close at 6.91% from the previous week's close of 6.85%.
- Data from Reserve Bank of India showed that money supply grew 14.2% on a yearly basis for the fortnight ended Aug 15, 2026, compared to an increase of 9.6% in the same period of the previous year. Bank Credit to Commercial Sector grew 17.8% on a yearly basis for the fortnight ended Aug 15, 2026, compared to an increase of 10.0% in the same period of the previous year.

[1] Data as on 27 Aug, 2026

Weekly Market Update

28 August, 2026

Global Commodity Update

Commodities	28-Aug-26	% Change (WoW)	% Change (YoY)	% Change (YTD)
NYMEX Crude Oil ($/barrel)	83.36	-3.76	29.64	45.25
Brent Crude Oil ($/barrel)	89.31	-4.58	30.97	46.65
Gold ($/ounce)	4,452.67	-3.26	30.32	3.21
Silver ($/ounce)	66.35	-3.79	69.83	-6.89

Source: Refinitiv

Currencies Update

Currency	28-Aug-26	Week Ago	Month ago	6 Months Ago	Year Ago
U.S. Dollar	95.37	95.69	95.85	91.05	87.56
GBP	129.07	130.52	127.34	122.77	118.31
Euro	110.48	111.76	109.13	107.55	102.29
100 Yen	59.57	60.19	58.49	58.34	59.59

Source: Refinitiv

Global Equity Market Performance

Country/ Region	Indices	28-Aug-26	% Change (WoW)	% Change (YoY)	% Change (YTD)
U.S.	Russell 1000	4,201	0.35	18.00	12.54
U.K.	FTSE	10,824	0.07	17.44	8.99
France	CAC 40	8,401	-0.98	8.23	3.09
Germany	DAX	26,570	1.66	10.52	8.49
Japan	Nikkei 225	66,406	0.59	55.05	31.92
China	Shanghai Composite	3,952	1.20	2.82	-0.42
Hong Kong	Hang Seng	25,585	-1.63	2.34	-0.18
Singapore	Straits Times	5,700	0.19	34.00	22.68
Brazil	Sao Paulo Se Bovespa	175,665	2.71	24.54	9.02

Source: Refinitiv

Global Bond Yield Update

Indicators	28-Aug-26	Week ago	Month ago	6 Months Ago	Year ago
U.S. 10 Year Bond yield (%)	4.72	4.74	4.60	3.96	4.21
U.K. 10 Year Bond yield (%)	5.07	5.07	4.95	4.24	4.70
German 10 Year Bond yield (%)	3.28	3.26	3.10	2.65	2.69
Japan 10 Year Bond yield (%)	2.92	2.87	2.77	2.11	1.61

Source: Refinitiv

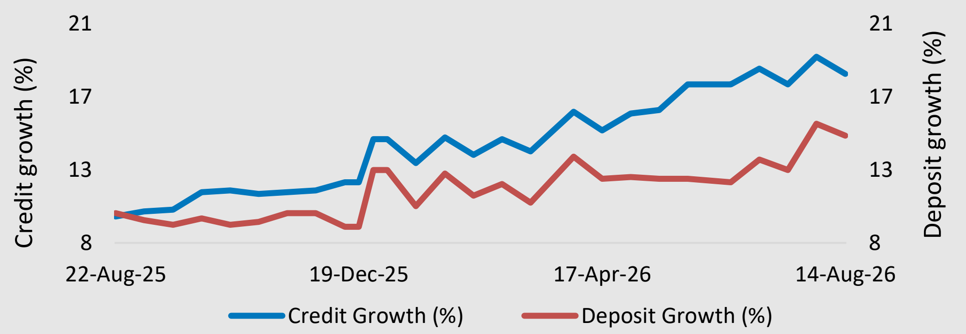
Global Economic Calendar

Economic Events	Release date	Actual	Consensus	Previous
U.S. PCE Price Index YY Jul 2026	26-Aug	3.70%	3.60%	3.70%
Japan CPI, Overall Tokyo Aug 2026	27-Aug	1.90%	NA	1.90%
Japan Unemployment Rate Jul 2026	27-Aug	2.40%	2.50%	2.40%
Germany Unemployment Rate SA Aug 2026	28-Aug	6.40%	6.40%	6.40%

Source: Refinitiv

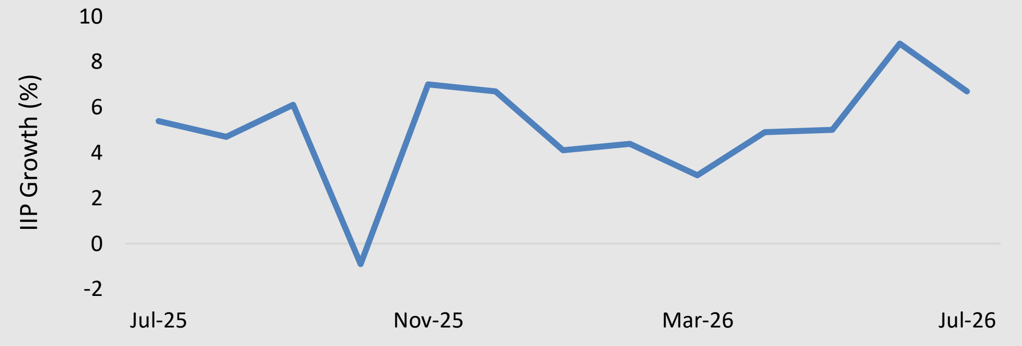
Macro Economic Performance of India

Credit growth vs Deposit growth



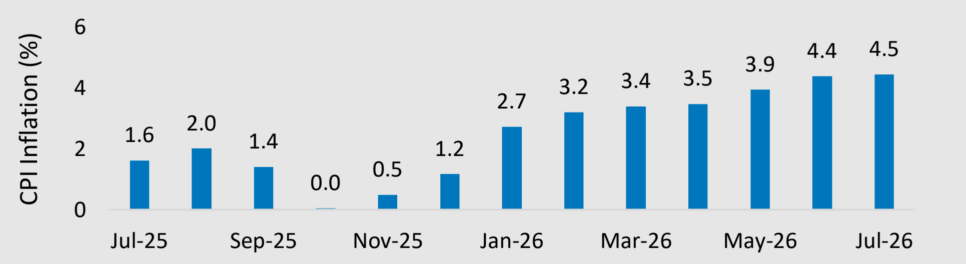
Source: Refinitiv

IIP Growth (%)



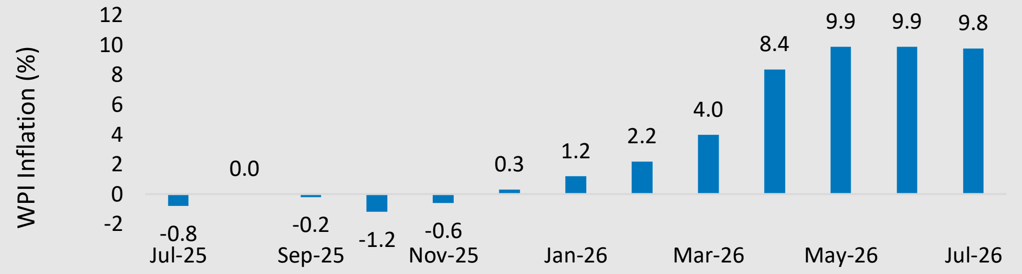
Source: Refinitiv

Retail inflation movement



Source: Refinitiv

Wholesale price inflation movement



Source: Refinitiv

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