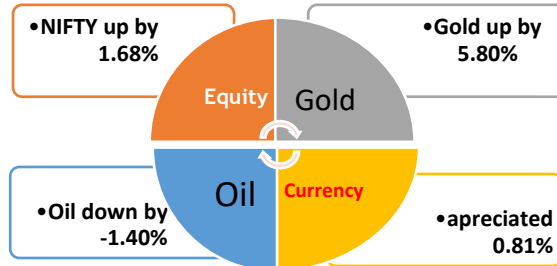


Wrapping Up the Week..... (13.10.2025 -18.10.2025)

Market Movers

Highs & Lows of Key Market Indicators			
Indicators	High	Low	Average
USD/INR	88.80	87.82	88.27
India 10 Yr G-Sec Yield	6.52	6.48	6.50
US 10Yr T Bill	4.05	3.96	4.02
Crude Brent) \$/BL	63.34	60.94	62.03
Canara Bank	128.4	125.2	126.8

Movement Over Previous Week



News that Made News

Global

- IMF forecasts global growth to be resilient at 3.2% for 2025 though slight moderation is expected from 3.3% in 2024 due to geo political tensions. AI driven productivity & fiscal stimulus to keep growth resilient,advanced economies to grow at 1.6%
- Trump's threats to impose 100% tariffs on China has overshadowed the sentiment created by IMF growth forecast.
- EU Inflation Hits 2.2% YoY in September 2025.

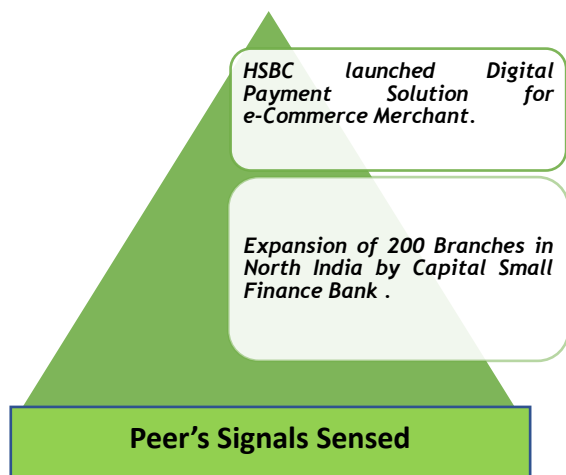
Domestic

- IMF ups India growth forecast to 6.6% for 2025.
- Direct Tax Collections rise on higher personal tax collections (6.7%), boost from personal income tax and expansion of non-corporate tax base reflects strong demand/compliance amid GST simplification.
- Exports of both goods and services rose 4.45% in H1 FY26 to \$413.3bn vs \$395.7bn last year led by electronics and petroleum exports. Overall exports to US lowered by only 12% yoy implying limited tariff impact so far.

Banking

- Bank Credit Surges 11.38% in fortnight ended Oct 3, 2025.
- HSBC Commits \$1B to Indian Startups Via innovation banking platform (post-UK SVB acquisition), offering loans for tech/fintech/sustainability, India now 13th such market.
- UAE's Emirates NBD poised to acquire majority stake in RBL Bank,which is first major UAE-India bank deal post-2024 reforms.

Macro Scenario



Policy Moves

RBI

RBI focus was on operationalizing the October MPC's "dovish hold prioritizing transmission of prior easing (100 bps cuts in H1 2025) and monitoring GST slab reductions (to 5%/18%) for inflation cushioning.

GOVT

Planning mega mergers of Smaller PSUs like IOB,CBI,BOI & BOM

Event /News of the Week:

Rupee Appreciation Through RBI Intervention

RBI has actively intervened in the foreign exchange (FX) market this week to counter depreciation pressures on the Indian Rupee (INR), driven by factors like U.S. tariffs, a strong U.S. dollar, and speculative short positions.

Oct -15: Heavy USD sales in the spot FX market through pre market action estimated at \$3-5 billion
Oct -16: Follow-up sales in onshore and offshore markets (including Non-Deliverable Forwards)
Oct-17: Pre-market USD sales repeated (via state banks) in a smaller scale (\$1-2 billion).

The interventions were aggressive, particularly mid-week and extended into Friday, helping the INR recover from near-record lows of 88.80/USD to trade between 87.75 and 87.82 by week end.