Wrapping Up the Week………. (27.07.2026 - 31.07.2026)

Market Movers

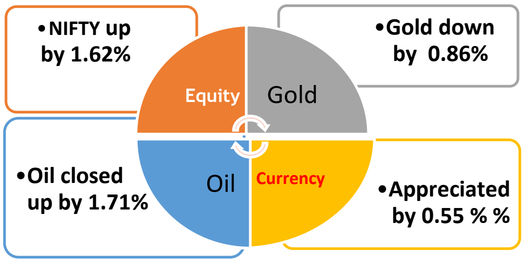
Highs & Lows of Key Market Indicators

Indicators	High*	Low*	Average
USD/INR	95.91	95.38	95.69
India 10 Yr G-Sec Yield	6.82	6.77	6.79
US 10Yr Govt Bond	4.75	4.62	4.67
Crude Brent) $/BL	89.86	83.71	87.42
Canara Bank	127.26	124.24	125.09
Gold per Troy ounce (USD)	4102.23	4028.30	4062.79
Silver per Troy ounce (USD)	58.99	57.10	57.93

* Domestic indicators are based on closing figures.

Movement Over Previous Week

(On the basis of closing figure)



News that Made News

Global

- The US economy expanded an annualized 1.5% in Q2 2026, below 2.1% in Q1 and forecasts of 2.1% the advance estimate from the BEA showed.
- The eurozone economy grew 1.0% year-on-year in the second quarter of 2026, accelerating from an upwardly revised 0.5% in the previous quarter and well above market expectations of 0.5%, according to preliminary estimates
- The Federal Reserve left the federal funds rate unchanged at 3.50%–3.75% for a fifth consecutive meeting in July 2026, Inflation remains elevated relative to the 2% goal.

Domestic

- India's fiscal deficit widened to Rs 3.1 lakh crore during the first quarter of FY27, accounting for 18.2% of the full-year budget estimate, according to data released by the Controller General of Accounts (CGA) on July 31. The fiscal gap was higher than the Rs 2.8 lakh crore recorded during the April-June period of the previous financial year, showing increased government spending even as revenue collections remained robust.
- The Union Cabinet approved a five-year extension for the PM-KISAN scheme. This extension will continue direct cash transfers to eligible farmer families through FY31. The government committed ₹3.15 lakh crore for this initiative.
- A joint India-US project will develop smart farming systems for soybean breeding. The National Science Foundation awarded over half a million dollars for this initiative. This three-year project begins October 1 and concludes September 30, 2029. It will integrate sensor networks, wireless communication, and AI tools for crop monitoring. The system aims to improve soybean yields and address farming challenges.

Banking

- UAE is poised to spearhead India's special FCNR(B) deposit scheme, with enticing dollar rates and beneficial tax incentives attracting considerable client interest. Bank officials project that more than ten billion dollars have already been sourced from the UAE. the robust Indian expatriate community plays a vital role in enhancing contributions to this initiative.
- Punjab National Bank is set to secure a substantial one billion dollars through a five-year loan arrangement. This initiative is being coordinated with international financiers to enhance participation. The loan will be eligible for the Reserve Bank of India's special swap facility.
- Banking credit to industry saw a robust 19% year-on-year increase. Personal loan growth also remained strong, expanding 16% compared to last year. Loans against gold jewellery surged by 93%, leading personal loan segment growth.

Macro Scenario

The bancassurance partnership of Bank of Baroda and Union Bank with IndiaFirst Life, bringing global insurance expertise and expanding insurance distribution through bank branches

Peer's Signals Sensed

Policy Moves

RBI

Banks are now permitted to offer differential interest rates on bulk deposits based on the liquidity coverage Ratio(LCR) run off rates applicable to different categories of deposits.

GOVT

Cabinet approves 'Pradhan Mantri Surya Sarovar Yojana (PM-SSY)' for Development of Floating Solar Photovoltaic Projects with Energy Storage Systems with a total outlay of Rs.5,070 crore. The scheme would enhance the floating Solar PV capacity in the country by 5,000 MW, which is presently around 700 MW only

Event /News of the Week:

Bloomberg Index Services has deferred the inclusion of Indian Govt bonds in its flagship Bloomberg global Aggregate index

- ✓ On 31 July 2026, Bloomberg Index Services Ltd (BISL) announced it is postponing a decision on adding Indian government securities issued under the Fully Accessible Route (FAR) to the Global Aggregate Index.
- ✓ BISL said it requires **more time to evaluate whether recent market reforms and operational improvements are working effectively in practice** before including India in the benchmark.
- ✓ Analysts expect the postponement to **delay passive foreign inflows** into Indian government securities and may keep **government bond yields marginally higher** than they would have been with immediate inclusion.