Wrapping Up the Week...... (29.09.2025 -04.10.2025)

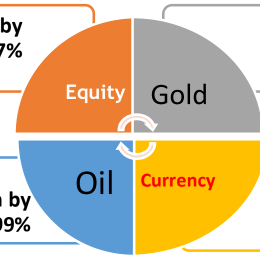
Market Movers

Highs & Lows of Key Market Indicators

Indicators	High	Low	Average
USD/INR	88.88	88.59	88.74
India 10 Yr G-Sec Yield	6.60	6.51	6.54
US 10Yr T Bill	4.17	4.08	4.12
Crude Brent) $/BL	69.91	64	65.80
Canara Bank	126.4	118.2	123.46

Movement Over Previous Week

- NIFTY up by 0.97%
- Gold up by 3.03%
- Oil down by 7.99%
- apreciated 0.07%



News that Made News

Global

- China's industrial profits rose 0.9% YoY to CNY 4.69 trillion in Jan-Aug 2025, rebounding from a 1.7% fall, led by 3.8% private sector growth.
- Japan unemployment rose to 2.6% in Aug 2025 from 2.3% in Jul, above 2.4% forecast — 1.79 mn unemployed, 13-month high.
- The U.S. President announced a 100% tariff on all imported patented and branded pharmaceuticals effective October 1.

Domestic

- Industrial output grew 4% in Aug vs 4.3% in Jul as manufacturing slowed to 3.8% from 6%, offsetting mining and power gains.
- India-EFTA trade pact (TEPA) came into force on Oct 1 2025, set to unlock $100 bn investment and 1 mn jobs across India and EFTA bloc.
- GST collections hit ₹1.89 lakh cr in Sep 2025, up 9.1% YoY — fastest in 4 months vs 6.5% in Aug.

Banking

- Banks and education NBFCs face risks as US imposes $100,000 fee on new student visas, hurting 40% of ₹2 lakh cr education loan portfolio.
- SEBI introduced "@valid" UPI handles and "SEBI Check" system to secure investor payments and curb frauds.
- RBI announced 22 measures to boost credit and ease compliance — including allowing M&A funding, higher IPO loan limits and home loan risk weight tweaks.

Macro Scenario

Peer's Signals Sensed

Bank of Baroda and IIFL Finance launched co-lending gold loan scheme for rural and semi-urban borrowers.

SBI: Bombay High court dismissed Anil Ambani's plea against SBI's classification of his and Reliance Communications' loan accounts as "fraud," ruling that no merit existed in his claim of lack of hearing.

Policy Moves

RBI

RBI allowed spread reduction on floating loans before 3-year lock-in to aid borrowers via faster rate transmission and tweaked small business loan rules to allow frequent credit spread adjustments and gold-backed working capital for non-jewelers.

GOVT

India's government announced its H2 FY26 gross market borrowing at Rs 6.77 lakh crore, including Rs 10,000 crore in Sovereign Green Bonds. The total FY26 borrowing is lowered to Rs 14.72 lakh crore.

Event /News of the Week:

RBI Monetary Policy Review - October 1, 2025

- ✓ RBI kept repo rate at 5.50%, revised down FY26 inflation by 2.6% and upgraded GDP growth to 6.8%.
- ✓ RBI proposes revised ECB norms including all-in-cost ceilings and end use restrictions.
- ✓ The RBI has proposed to reduce risk weights for loans by non-banking finance companies to operational, high-quality infrastructure projects.
- ✓ RBI allows banks to fund acquisitions, raises limit for IPO financing, loans against shares and Lifts lending cap for large corporations.