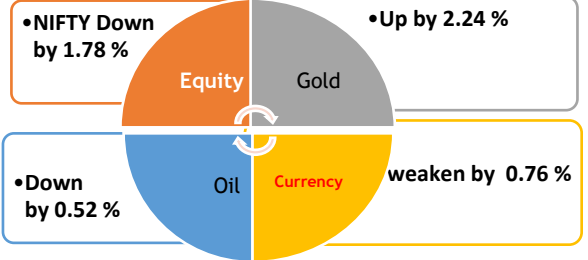


Wrapping Up the Week..... (25.08.2025 -29.08.2025)

Market Movers

Highs & Lows of Key Market Indicators			
Indicators	High	Low	Average
USD/INR	88.31	87.27	87.79
10 Yr G-Sec	6.55	6.53	6.54
US 10Yr T Bill	4.31	4.20	4.25
Crude Brent) \$/BL	68.49	66.37	67.43
Canara Bank	110.98	103.55	107.26

Movement Over Previous Week



News that Made News

Global

- China's industrial profits fell 1.7% in the first seven months of 2025.
- The U.S. economy rebounded with 3.3% annualized growth in Q2 2025, up from a 0.5% contraction in Q1 and slightly above initial estimates.
- Japan's industrial output dropped 1.6% in July 2025, its sharpest fall since November 2024, amid U.S. trade uncertainty and weak demand.

Domestic

- India will revise its CPI every five years, release a new CPI series in Q1 2026 with 2024 as base year
- India's formal manufacturing sector grew 11.9% in FY24, its fastest pace in nearly two years.
- India's industrial output rose 3.5% in July 2025, a four-month high, with manufacturing growth accelerating to 5.4%, beating market expectations.

Banking

- India's banking sector loan-loss provisioning hit a three-year high in the June quarter, driven by private banks' one-off events and policy changes, while public banks saw a decline.
- A FICCI-IBA report shows India's bank lending mix shifted over 14 years, with corporate advances falling from 58% to 36% as firms moved away from bank funding.
- Cross-border UPI transactions surged over 20-fold to 7.55L in FY25 from 37,060(FY24).

Scenario Analysis

Punjab National Bank opened its first start-up branch in New Delhi, signing an MoU with STPI to support eligible start-ups with comprehensive banking services under Start-up India.

Bank of Baroda cut floating car loan rates by 25 basis points, lowering starting rates to 8.15% from 8.40%.

Peer's Signals Sensed

Policy Moves

RBI
NA

Govt.

The government allowed a one-time switch from the Unified Pension Scheme to the National Pension System for central employees, with an option to choose UPS by September 30, 2025, for assured benefits.

Event /News of the Week:

India's Q1 GDP Growth Surges to 7.8%

India's economy expanded by an impressive 7.8% year-on-year in the April-June quarter (Q1 FY 2025-26), marking a five-quarter high:

- ✓ GDP grew 7.8% in Q1 FY26, a five-quarter high exceeding RBI's 6.5% forecast.
- ✓ Nominal GDP rose 8.8%, but a sharp deflator drop may affect fiscal targets.
- ✓ Services and manufacturing led growth, while construction slowed and agriculture rebounded.
- ✓ Private consumption and investment remained healthy, aided by strong government spending.
- ✓ New U.S. tariffs and external risks may slow exports and private investment.
- ✓ FY26 growth is expected to moderate near 6.5%.