

NIFTY 50 23,346.40 -0.22%	NIFMID 150 22,901.80 0.24%	NIFSML 250 18,287.40 -0.29%	NIFTYTMI 12,923.00 -0.16%	S&P 500 7,650.50 -0.08%
G-Sec 10 Yr 7.08 0.43%	USD/INR 95.91 0.39%	BRENT (\$) 98.77 -5.41%	Gold INR 1,53,822.00 1.34%	Silver INR 2,38,189.00 3.83%

KEY NEWS

- US 10-year yields reach 5%, highest since October 2023, reports ET
- India's wholesale inflation accelerates to 9.92% in August from 9.78% in July, reports ET
- NPCI will levy a 0.4% MDR on UPI merchant payments above ₹2,000 from October 15, reports ET
- India's retail inflation quickens to 4.8% in August from 4.45% in July as food prices exert pressure, reports ET
- Bond Market: 10-year US Treasury yield tops 5% as oil spike puts Federal Reserve on rate-hike path, reports BS
- LIC, Morgan Stanley, Goldman Sachs among anchor investors as NSE raises Rs 6,746 crore ahead of IPO, reports ET
- India's 10-year government bond yield rose 5 bps from Friday's close to 7.07%, following the RBI's OMO announcement, reports FE
- The Reserve Bank of India sold ₹50,000 crore (\$5.2 billion) in government bonds through its first open market operation (OMO) tranche as it steps up efforts to drain record surplus liquidity from the banking system, reports BS
- India's merchandise exports jumped 26.1% year-on-year to \$43.8 billion in August, accelerating from July's growth and helping narrow the country's trade deficit to \$26.86 billion as import growth slowed, reports ET

Broad Market Domestic Indices

Indices	Closing	Returns			PE Ratio		PB Ratio		Div. Yield
		1 Week	1 Month	1 Year	Current	3Y Average	Current	3Y Average	
BSE Sensex	74,295.0	-0.7%	-3.8%	-10.5%	19.7	21.8	4.0	4.3	1.1
Nifty 50	23,346.4	-0.2%	-3.4%	-8.2%	19.7	21.5	2.8	3.3	1.2
NIFTY Midcap 150	22,901.8	0.2%	-2.0%	4.6%	28.6	31.8	4.3	4.5	0.6
NIFTY Smallcap 250	18,287.4	-0.3%	-0.3%	4.6%	33.7	30.6	3.5	3.5	0.6
NIFTYTMI	12,923.0	-0.2%	-2.6%	-2.4%	22.4	23.5	3.2	3.5	1.0

- BSE Sensex and Nifty 50 remain under pressure, declining 0.65% and 0.22% over the past week, extending one-month losses of 3.81% and 3.35% respectively, with both indices negative on a one-year basis.
- Large-cap valuations appear below historical norms, with Nifty 50 PB at 2.82 versus a 3Y average of 3.29 and PE at 19.74 against a 3Y average of 21.45, suggesting compression relative to recent history.
- NIFTY Midcap 150 was the sole index to post a weekly gain at 0.24%, buoyed by broad-based advances, with its 1Y return of 4.58% contrasting large-cap declines, though PB of 4.29 stays below its 3Y avg of 4.51.
- NIFTY Smallcap 250 is the only segment trading above its 3Y average PE at 33.74 versus 30.63, while its PB of 3.46 sits marginally below the 3Y average of 3.54, reflecting relatively elevated earnings-based valuations.
- NIFTY Total Market declined 2.55% over one month and 2.38% over one year, with both PB and PE below their 3Y averages of 3.51 and 23.52, indicating broad market valuation moderation across the index.

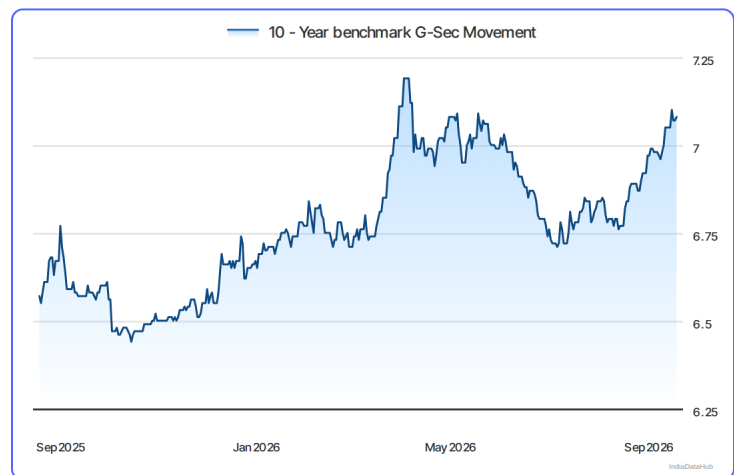
Sectoral/Thematic Domestic Indices

Indices	Closing	Returns			PE Ratio		PB Ratio		Div. Yield
		1 Week	1 Month	1 Year	Current	3Y Average	Current	3Y Average	
Nifty Auto	27,129.0	-0.6%	-7.3%	-0.7%	31.5	30.1	4.1	4.6	1.1
Nifty Bank	56,358.7	-0.4%	-1.6%	1.1%	13.3	15.0	1.7	2.0	0.7
Nifty Defence	9,351.7	-3.8%	-6.2%	13.1%	56.4	54.1	10.8	11.1	0.5
Nifty Energy	37,773.6	-0.4%	-2.1%	6.6%	14.7	15.1	2.0	2.3	1.9
Nifty FMCG	45,466.8	0.9%	-4.8%	-19.6%	31.5	37.1	7.6	9.1	1.0
Nifty Infrastructure	9,071.3	-0.1%	-3.3%	-1.7%	22.4	21.6	2.6	3.0	1.0
Nifty IT	28,854.6	-0.2%	-4.5%	-21.5%	18.4	22.8	5.1	6.1	2.8
Nifty Pharma	26,710.1	0.7%	1.3%	18.3%	41.4	35.6	5.0	5.0	0.5
Nifty PSE	9,597.0	-0.9%	-2.5%	-2.5%	10.9	11.1	1.7	2.0	2.7

- Nifty Pharma, the sole index above its 3Y avg PB (5.02 vs 4.96), posts 1W/1M/1Y returns of 0.67%/1.32%/18.32%, as healthcare stocks outperform despite price pressure.
- Nifty Defence fell -3.83% weekly & -6.19% monthly amid a fifth straight session of declines, though 1Y return holds at 13.05%; PB and PE remain near 3Y averages at 10.81 and 56.44.
- Nifty IT (-21.48%) and FMCG (-19.56%) post steepest 1Y drawdowns, trading at deep discounts to 3Y avg PB/PE; Fed fears, crude pressures, & AI slowdown concerns compound valuation compression.
- Nifty Bank trades at PB of 1.69 versus a 3Y average of 1.99 and PE of 13.33 against 15.02, reflecting below-average valuations; 1Y return is modestly positive at 1.13% despite a -0.44% weekly move.
- Nifty Energy and Nifty PSE both trade below their 3Y average PB and PE multiples; Energy leads on 1Y returns at 6.58% while PSE remains slightly negative at -2.47%.

INDIAN DEBT MARKET

Instrument	Value	Value(ago)		
	Current	1 Week	1 Month	1 Year
10Y G-Sec	7.08	7.05	6.84	6.60
5Y G-Sec	6.79	6.65	6.48	6.20
3Y G-Sec	6.57	6.38	6.26	5.94
6M G-Sec	5.74	5.59	5.47	5.57
3M G-Sec	5.33	5.15	5.17	5.41
5Y AAA Spread	109.00	117.00	91.00	97.00
1Y CP	7.54	7.88	6.92	6.46
1Y CD	7.61	7.05	6.99	6.52



- 10-year sovereign yields rose to 7.08% from 7.05% last week and 6.84% a month ago, while the 3-year yield jumped sharply to 6.57% from 6.38%, signalling broad curve upward pressure.
- The 5-year yield climbed to 6.79% versus 6.65% a week ago, widening the 3-month to 5-year spread and pointing to steepening at the front-to-belly segment of the curve over the past week.
- The 3-month yield rose to 5.33% from 5.15% last week, while the 10-year minus 3-month spread stands near 175bps, reflecting a steep curve relative to one month ago when short rates were lower.
- AAA 5-year corporate spreads tightened to 109bps from 117bps last week, though they remain wider than both the one-month level of 91bps and the one-year level of 97bps, suggesting recent credit softness persists.
- 1-year CD yields surged to 7.61% from 7.05% last week, while 1-year CP yields eased to 7.54% from 7.88%, narrowing the CP-CD gap and indicating relative shift in short-term funding market dynamics.

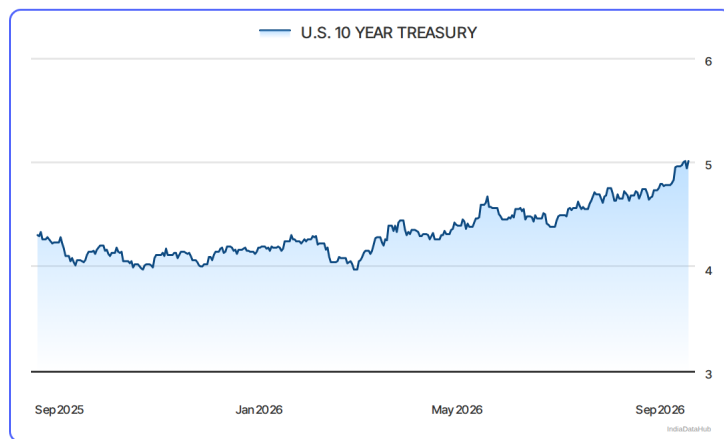
GLOBAL EQUITY MARKET

Commodities	Closing	Returns		
		1 Week	1 Month	1 Year
S&P 500 (USA)	7,650.5	-0.1%	-0.5%	15.4%
MSCI All Country	1,138.2	-0.4%	-0.9%	16.2%
MSCI World (DMs)	4,914.0	-0.5%	-1.0%	15.3%
MSCI EM	1,688.7	-2.9%	-1.2%	25.3%
NASDAQ (USA)	26,522.5	0.7%	0.9%	18.0%
CSI 300 (China)	4,507.4	-0.1%	-4.6%	0.2%
Hang Seng (HK)	24,750.8	-0.2%	-2.8%	-6.8%
NIKKEI 225 (Japan)	65,019.0	1.6%	-3.6%	43.5%
STXE 600 (Europe)	635.5	-0.6%	-2.5%	14.5%
FTSE 100 (UK)	10,659.1	0.1%	-0.6%	15.5%
DAX (Germany)	25,304.1	-1.0%	-3.2%	6.9%
CAC 40 (France)	8,065.0	-1.4%	-5.2%	2.7%
KOSPI (Korea)	6,894.2	-0.2%	0.4%	99.2%
IBOVESPA (Brazil)	1,85,229.2	-1.1%	11.4%	27.3%

- MSCI EM fell 2.93% vs. MSCI World's -0.47%, as AI safety concerns and surging energy prices fueled risk-off sentiment, driving sharp DM-EM divergence despite EM's robust 25.29% 1Y gain.
- Nikkei 225 was the top weekly performer among major indices at +1.57%, though it remains down 3.62% over one month, suggesting recent recovery after a broader near-term pullback.
- European equities faced broad weekly pressure, with CAC 40 down 1.4%, DAX off 1.03%, and STOXX 600 declining 0.57%, while FTSE 100 bucked the regional trend with a marginal +0.08% weekly gain.
- Chinese markets remain under strain, with CSI 300 down 4.62% over one month and Hang Seng off 2.83% in the same period; Hang Seng also shows the only negative 1Y return in the dataset at -6.76%.
- NASDAQ outperformed the broader S&P 500 on both a weekly and monthly basis, rising 0.72% and 0.89% respectively, while Bovespa posted the strongest one-month gain across all indices at +11.36%.

GLOBAL DEBT MARKET

Instrument	Value	Value(ago)		
	Current	1 Week	1 Month	1 Year
US Govt 10Y	5.01	4.96	4.71	4.11
US Govt 2Y	4.76	4.63	4.19	3.57
Germany 10Y	3.52	3.50	3.26	2.72
Japan 10Y	2.98	2.99	2.94	1.60
Swiss 10Y	0.56	0.55	0.41	0.23
UK 10Y	5.28	5.35	5.08	4.66
MOVE Index	80.64	82.21	74.98	71.91



- US 10-year yields rose to 5.01% from 4.96% a week ago and 4.71% a month ago, extending a climb from 4.11% a year ago across all observed periods.
- The US 2s10s spread narrowed to +25bp from +33bp a week ago, as the 10-year touched 5.01%—its highest in years—while the 2-year hit 4.76%, its highest since July 2024, signaling renewed rate pressure.
- The MOVE Index eased slightly to 80.64 from 82.21 a week ago, though it remains elevated versus 74.98 a month ago and 71.91 a year ago, indicating persistent rate volatility.
- UK 10-year yields declined to 5.28% from 5.35% a week ago but remain above the 5.08% recorded a month ago and 4.66% a year ago, the highest 10-year level in the dataset.
- Germany and Switzerland 10-year yields both edged higher week-on-week, with Germany at 3.52% versus 3.50% and Switzerland at 0.56% versus 0.55%, while Japan was marginally lower at 2.98% from 2.99%.

CURRENCIES

Currencies	Value	Value(ago)		
	Current	1 Week	1 Month	1 Year
INR/USD	95.9	95.5	95.7	88.2
INR/GBP	128.0	129.1	129.5	120.0
INR/EUR	109.9	110.8	110.8	104.2
INR/CNY	14.3	14.2	14.2	12.4
INR/100YEN	60.8	62.0	59.9	59.8
USD Index	100.5	99.2	99.6	97.1
Bitcoin (USD)	76,439.9	76,565.1	64,524.8	1,16,425.9



- USD Index rose to 100.52 from 99.17 a week ago and 99.64 a month ago, marking a clear short-term recovery, though it remains elevated versus the 97.07 level seen a year prior.
- INR/USD edged higher to 95.91 from 95.54 last week and 95.73 a month ago, indicating modest INR softness against the dollar, with the pair up sharply from 88.15 a year ago.
- INR/CNY climbed to 14.32 from 14.24 a week ago and 14.20 a month ago, continuing a steady depreciation trend against the yuan, and significantly weaker than the 12.41 recorded a year back.
- INR gained against both EUR and GBP on a weekly basis, with INR/EUR falling to 109.91 from 110.75 and INR/GBP to 127.98 from 129.06, suggesting relative INR firmness versus European currencies.
- INR/100JPY fell to 60.75 from 62.02, as BOJ rate hike dissent fueled yen strength against the rupee; the cross remains near its one-year-ago level of 59.79.

COMMODITIES

Commodities	Closing	Returns		
		1 Week	1 Month	1 Year
Gold Spot (\$)	4,378.2	0.7%	1.0%	20.1%
Silver Spot (\$)	66.3	2.8%	4.6%	58.4%
Brent Oil WTI (\$/bb)	98.8	-5.4%	7.4%	46.3%
CRB Index	548.4	0.8%	9.3%	44.0%
Gold (INR/10gm)	1,53,822.0	1.3%	-0.3%	40.2%
Silver (INR/kg)	2,38,189.0	3.8%	1.9%	87.7%



- Gold advanced 1.48% in a day and 1.34% over the week in INR terms, holding a 40.17% one-year gain, while Gold Spot in USD rose a more modest 0.85% daily and 20.14% annually.
- Silver outperformed gold across all timeframes, rising 3.94% daily and 3.83% weekly in INR, with a striking 87.67% one-year return, as Silver Spot in USD also gained 1.59% on the day and 58.42% over the year.
- Brent crude fell 4.77% daily and 5.41% weekly as oil's risk premium cooled from near \$100, a third consecutive lower settlement, though monthly and annual gains of 7.43% and 46.26% held; CRB Index rose 0.68%.

THE WEEK GONE BY

Events (INDIA)	Actual	Previous
CPI Inflation-Aug-2026	4.8	4.5
WPI Inflation-Aug-2026	9.9	9.8
Unemployment Rate-Aug-2026	5.0	5.1
FX Reserves-Sep-2026	780.8	785.7
Domestic Coal Dispatch-Aug-2026	5.5	18.1

Events (INTERNATIONAL)	Actual	Previous
United Kingdom-Inflation-Aug-2026	3.1	2.8
United Kingdom-Central Bank Policy Rate-Sep-2026	3.8	3.8
Japan-Inflation-Aug-2026	1.9	1.9
Japan-Central Bank Policy Rate-Sep-2026	1.3	1.0
United States-Central Bank Policy Rate (Upper Range)-Sep-2026	4.0	3.8

THE WEEK AHEAD

Events (INDIA)	Actual	Previous
Core Sector-Aug-2026	-	5.4
FDI Net Inflows-Jul-2026	-	1.4
FX Reserves-Sep-2026	-	780.8
Non-Cash Payments-Aug-2026	-	17.7
Broad Money Supply (M3)-Sep-2026	-	16.7

Events (INTERNATIONAL)	Actual	Previous
Australia-Unemployment Rate-Aug-2026	-	4.5
United States-Durable Goods-Aug-2026	-	12.0
South Africa-Inflation-Aug-2026	-	4.3
China-Foreign Freight Volume-Aug-2026	-	-1.1
Germany-House Price Index-Jun-2026	-	1.4

Regards,
Groww Mutual Fund

Views expressed herein, involve known and unknown risks and uncertainties that could cause actual results, performance, or events to differ materially from those expressed or implied herein. The individuals/Companies mentioned above is for educational purposes only and have no connection with the Groww Mutual Fund or Groww Asset Management Limited. Stocks/Sectors/Views should not be construed as an investment advice or a research report or a recommendation by Groww Mutual Fund ("the Fund") / Groww Asset Management Limited (AMC) to buy or sell the stock or any other security. The sector(s) mentioned in this document do not constitute any recommendation of the same and the Fund may or may not have any future position in these sector(s). There is no assurance of any returns/capital protection/capital guarantee to the investors in above mentioned Schemes. The investment approach other data mentioned herein are dated and proposed to be followed by the scheme and the same may change in future depending on market conditions and other factors. The AMC/ trustee/ sponsor / group companies shall have no responsibility/liability whatsoever for the accuracy or any use or reliance thereof of such information

Mutual Fund investments are subject to market risks, read all scheme related documents carefully.